



KANANI INDUSTRIES LIMITED

CIN : L51900MH1983PLC029598

February 14, 2018

To,
Asst. General Manager-
Dept of Corp. Services,
Bombay Stock Exchange Ltd.
1st Floor, P.J. Towers,
Dalal Street, Fort,
Mumbai: 400001.

To,
Listing Department,
National Stock Exchange of India Ltd.
Exchange Plaza,
Plot no. C/1, G Block,
Bandra-Kurla Complex, Bandra (E)
Mumbai - 400 051.

Respected Sir/Madam,

Scrip code/ Scrip ID: 506184/ KANANIIND

**SUB: SUBMISSION OF UN-AUDITED FINANCIAL RESULT WITH LIMITED REVIEW REPORT
FOR THE QUARTER/NINE MONTH ENDED DECEMBER 31, 2017**

With the reference to the above captioned subject, we are enclosing here with the Un-audited Financial Result with the Limited Review Report on Financial Result of the Company pursuant to the regulation 33 of the SEBI (listing obligations and disclosures requirements) regulations, 2015 as received from Statutory Auditors of the Company M/s. Deepak Mehta & Associates, Chartered Accountants, Mumbai.

Kindly find the same in order and acknowledge the receipt of the same.

Thanking You,

Yours faithfully,

For: KANANI INDUSTRIES LIMITED


HARSHIL KANANI
Managing Director
(DIN NO: 01568262)



Encl. a/a

Regd. Office :

915/C, The Capital, G-Block,
Bandra Kurla Complex, Bandra (E),
Mumbai, Maharashtra - 400051
Tel. : +91 22 6526 3333 | Fax : + 91 22 3008 4000
Email : info@kananiindustries.com

Factory :

Plot No. 42,
Surat Special Economic Zone,
Sachin, Surat, Gujarat - 394230
Tel. : +91 261 321 5152
Website : www.kananiindustries.com



KANANI INDUSTRIES LIMITED

R.O. : 915C, THE CAPITAL, G-BLOCK, BANDRA KURLA COMPLEX, BANDRA (EAST), MUMBAI: 400051.
 CIN NO. L51900MH1983PLC029598 WEBSITE: www.kananiindustries.com
 UNAUDITED FINANCIAL RESULT FOR THE QUARTER/NINE MONTH ENDED 31 ST DECEMBER, 2017

(Rs. in lacs)

Particulars	Quarter Ended on	Quarter Ended on	Quarter Ended on	Nine Month Ended on	Nine Month Ended on
	31.12.2017	30.09.2017	31.12.2016	31.12.2017	31.12.2016
	Un-Audited	Un-Audited	Un-Audited	Un-Audited	Un-Audited
1 Revenue from Operation	2,508.09	1,599.02	1,722.82	5,994.88	5,880.58
2 Other Income	59.79	78.47	0.71	176.26	197.71
3 Total Income (1+2)	2,567.88	1,677.49	1,723.54	6,171.14	6,078.29
4 Expenses:					
(1) Cost of Raw Material Consumed	2,536.08	1,578.88	1,691.06	5,950.51	5,910.12
(2) Purchase of Stock-in-trade	-	-	-	-	-
(3) Changes in inventories of finished goods, Work-in progress and stock-in trade	-	-	-	-	-
(4) Employee Benefit Expenses	8.85	8.77	8.51	25.90	26.24
(5) Finance Cost	33.16	23.18	20.93	81.62	55.65
(6) Depreciation & amortisation Expenses	2.14	2.20	2.85	6.20	6.85
(7) Other Expenses	16.30	21.45	5.99	59.37	35.23
Total Expenses (4)	2,596.53	1,634.48	1,729.35	6,123.60	6,034.09
5 Total Profit before Exceptional Items and tax (3-4)	(28.64)	43.01	(5.81)	47.55	44.20
6 Exceptional Items	-	-	-	-	-
7 Total Profit before Tax (5-6)	(28.64)	43.01	(5.81)	47.55	44.20
8 Tax Expenses					
Current Tax	(5.95)	8.60	-	9.05	-
- Deferred Tax	-	-	-	-	-
9 Net Profit (Loss) for the period from continuing operations (7-8)	(22.69)	34.41	(5.81)	38.50	44.20
10 Profit / (Loss) from discontinued operations before tax	-	-	-	-	-
11 Tax Expenses of discontinued operations	-	-	-	-	-
12 Net Profit (Loss) from discontinued operation after tax (10-11)	-	-	-	-	-
13 Total Profit (Loss) for the period (9+12)	(22.69)	34.41	(5.81)	38.50	44.20
14 Other Comprehensive Income					
A (i) Item that will not be reclassified to profit or loss	-	-	-	-	-
(ii) Income tax relating to item that will not be reclassified to profit or loss	-	-	-	-	-
B (i) Item that will be reclassified to profit or loss	-	-	-	-	-
(ii) Income tax relating to item that will be reclassified to profit or loss	-	-	-	-	-
15 Total comprehensive income for the period	(22.69)	34.41	(5.81)	38.50	44.20
16 Earnings per equity shre (for continuing operation):					
1 Basic	(0.02)	0.03	(0.01)	0.04	0.04
2 Diluted	(0.02)	0.03	(0.01)	0.04	0.04
17 Earnings per equity shre (for discontinued operation):					
1 Basic	-	-	-	-	-
2 Diluted	-	-	-	-	-
18 Earnings per equity shre (for discontinued & continuing operations):					
1 Basic	(0.02)	0.03	(0.01)	0.04	0.04
2 Diluted	(0.02)	0.03	(0.01)	0.04	0.04

Notes:

- The above unaudited financial results of the Company have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 14 Th February, 2018. The Statutory Auditors of the Company have conducted a "Limited Review" of the above financial results for the Quarter and Nine month ended December 31, 2017
- The Financial results for the Company have been prepared in accordance with Indian Accounting Standards (Ind AS) as notified by the Ministry of Corporate Affairs pursuant to Section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Indian Accounting Standard) Rules, 2015 and Companies (Indian Accounting Standard) Amendment Rules, 2016. The Company has for the first time adopted Ind AS for the financial year commencing from April 1, 2017, with a transition date of April 1, 2016.
- The Company has opted to avail the relaxations provided by Securities and Exchange Board of India, vide its circular no. CIR/CFD/FAC/62/2016 dated July 05, 2016, as applicable to listed entities for implementation of Ind AS during the first year. Accordingly, the Company has provided Ind AS compliant financial results only for the previous quarter and nine month ended December, 2016 along with the financial results for the Quarter and nine month ended December 31, 2017.
- The financial result and other financial information for the Quarter and nine month ended December 31, 2016 has not been audited or reviewed by the Statutory Auditors. However, the management has exercised necessary due diligence to ensure that the above financial results provide a true and fair view of the Company's affairs.
- The reconciliation of the Net Profit reported in accordance with the previous Indian GAAP to total comprehensive income in accordance with Ind AS for its corresponding quarter of the previous year as required by Securities and Exchange Board of India, vide its circular no. CIR/CFD/FAC/62/2016 dated July 05, 2016 is given below:

(Rs. In Lakh)

Description	Quarter Ended December 31, 2016	Nine Month Ended December 31, 2016
Profit after tax as reported under previous GAAP	(5.81)	44.20
Add/(Less) adjustment under Ind As	-	-
Profit after tax as per Ind AS	(5.81)	44.20
Other Comprehensive Income	-	-
Total of Comprehensive Income as per Ind AS	(5.81)	44.20

- Provision for Deferred Tax shall be made at the end of the financial year.
- Figures of the corresponding previous period have been regrouped, rearranged wherever necessary to conform to the classification of the current period.
- The Company has only one reportable segment i.e. Studded Diamond Jewellery.
- The Company has not received any Investor's Complaints during the period under review.

For & On Behalf of Board of Directors

Mr. Harshil P. Kanani
 Managing Director
 DIN NO: 01568262

Place : Mumbai
 Date : 14/02/2018





Deepak Mehta & Associates

Chartered Accountants

LIMITED REVIEW REPORT

To
The Board of Directors,
KANANI INDUSTRIES LIMITED
Mumbai

We have reviewed the accompanying statement of Standalone unaudited financial results of Kanani Industries Limited (the "Company") for the quarter / nine months ended December 31, 2017 (the "Statement") attached herewith, being submitted by the company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016.

This Statement is the responsibility of the company's management and has been approved by the Board of Directors. Our responsibility is to issue a report on the Statement based on our review.

We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not perform an audit and accordingly, we do not express an audit opinion.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with recognition and measurement principles laid down in the applicable Indian Accounting Standards i.e. 'Ind AS' prescribed under Section 133 of the Companies Act, 2013, read with relevant rules issued thereunder and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For **Deepak Mehta & Associates**
Chartered Accountants
FRN : 102239W

(Deepak Mehta)
Proprietor
M.No. : 44141



Mumbai,
February 14, 2018