



**N.K.
Industries Ltd**

11th August, 2018

To, National Stock Exchange of India Limited Exchange Plaza, Plot C-1, 'G' Block, ISB Centre, Bandra-Kurla Complex, Bandra (East), Mumbai-400 051. Company Code No. NKIND	To, BSE Limited Phiroze Jeejeebhoy Towers, Dalal Street, Fort, Mumbai - 400 001. Company Code No. 519494
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Dear Sir/Madam,

Sub: Outcome of Board Meeting held on 11th August, 2018

In continuation to our communication dated 2nd August, 2018, informing the date of Board Meeting, the Board of Directors of the Company at its meeting held today has inter alia considered the following:-

1. Approved the Unaudited Standalone Financial Results for the quarter ended on 30th June, 2018.
2. The Board also took note of the Termination Agreement dated 1st June, 2018 entered into between the Company and N K Proteins Private Limited for the purpose of discontinuing the Job Work Transactions which were being carried out between the two.
3. Further, board took note of the Limited Review Report as received from the Statutory Auditors on the said financial results.

This intimation is issued in terms of Regulation 30(6) r.w. Part A of Schedule III of SEBI (Listing Regulations), 2015.

The Board Meeting concluded at 1:45 P.M.

Kindly consider the same and take on your record.

Thanking You.
Yours Faithfully,
N K INDUSTRIES LIMITED

Ms. AKANKSHA SRIVASTAVA
(Company Secretary & Compliance Officer)



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India.

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CIN No. : L91110GJ1987PLC009905

Limited Review Report on the Unaudited Financial Results for the quarter ended June 30, 2018 pursuant to the Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015To the Board of Directors of **N.K.INDUSTRIES LIMITED**

We have reviewed the accompanying statement of unaudited financial results ("the statement") of N.K.INDUSTRIES LIMITED "the company" for the Quarter ended 30th June,2018. being submitted by the company pursuant to the requirements of Regulation 33 of the SEBI (Listing obligations & Disclosure Requirements) Regulation,2015,read with SEBI circular No.CIR/CFD/FAC/62/2016 dated 05TH July,2016. This Statement which is the responsibility of the Company's Management and approved by the Board of Directors, has been prepared in accordance with recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" as prescribed under Section 133 of Companies Act, 2013 ("the Act") read with relevant rules issued there under and other accounting principles generally accepted in India. 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" 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 financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.



BASIS FOR QUALIFIED OPINION

1. The Company had entered into financial arrangement with National Spot Exchange Ltd (NSEL) through trading and Clearing Member, N.K. Proteins Private Ltd (erstwhile N. K. Proteins Limited (NKPL) (Group Company) by way of purchase and sales of various goods up to financial year 2012-13. The trade payables and trade receivables arising out of the said transactions through National Spot Exchange Limited (NSEL) from the concerns other than the group concerns are subject to confirmations by the respective parties/NSEL and reconciliations/adjustments, if any. Further, NSEL has suspended the trading on 31.07.2013, as per the directions issued by the Government of India, Ministry of Consumer Affairs. NSEL has filed recovery proceedings against the group company NKPL and also against the company and the said proceedings are pending as on date. Further, the Home department, Government of Maharashtra has issued a notification under the Maharashtra Protection of Interest of Depositors (in financial establishments)-Act, 1999 (MPID Act) attaching the Land, Building & Plant & Machinery of the company located at Kadi , Gujarat. The company had challenged the notification issued by Home department of Maharashtra before Hon'ble Gujarat High Court which was disposed off vides its order dated 29th March 2017. The company preferred a Special Leave Petition before the Hon'ble Supreme Court of India and The Hon'ble Supreme Court of India had disposed off the Special Leave Petition on 17th April, 2017 with a observation to file an application before Hon'ble Bombay High Court, Mumbai, and as informed by the management, the company has filed petition before the Hon'ble Bombay High Court in June 2017. Besides the above, the company has also filed its objections against the attachment notification before the Designated Special MPID Court, Mumbai. In view of the fact that the matter is subjudice, we are unable to quantify the final liability and its impact if any, on the loss of the company for the quarter under review.



2. The Directorate of Enforcement, Government of India has initiated proceedings against the company under section 5(1) of the prevention of Money Laundering Act, 2002, along with group company NKPL, and by virtue of the provisional attachment order dated 10/03/2015, attached the assets of the company comprising of Land, building, plant and machinery situated at Survey Nos.719, 720, 721, 732/1, 732/2, 733, 741, 743, 744, 745, Kadi Thol Road, Village Kadi Kasba , taluka- Kadi, District Mehsana-382715 Gujarat. As explained to us, The Company has preferred an appeal before the Hon'ble Appellate Tribunal under the Prevention of Money laundering Act, 2002 against the order of Adjudicating Authority. However, matter is subjudice, we are unable to quantify the liability and its impact if any, on the loss of the company for the quarter under review

3. The Director of Enforcement (hereinafter referred to as ED), Government of India had initiated proceedings of search/seizure on 30.05.2018 on the group company NKPL, the promoters of the company Shri Nilesh Patel and Shri Nimesh Patel, one of the family member as well as on the company and thereafter on 29.06.2018, the ED, Government of India, had preferred an application u/s 17(4) of the Prevention of Money Laundering Act, 2002 before the Adjudicating Authority, New Delhi, vide its appeal No. OA/236 of 2018 against the company as well as group companies NKPL and the promoters for retention of the seized properties and for continuation of order of freezing the properties, till finalization of the case, of the property mentioned in the appeal u/s 17(4) of the PMLA Act, 2002. The matter is sub-judice as on date and we are unable to quantify the liability and its impact, if any, on the financials of the company for the quarter under review.

Qualified Opinion

Based on our review conducted as above, *except as mentioned in qualified opinion*, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with aforesaid accounting standard and other recognized accounting practices and policies have 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 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.

EMPHASIS OF MATTER

The company had incurred huge losses in past years, and has also incurred loss during the quarter ended on 30th June, 2018 and the company's net worth is negative. In spite of this in view of the management, the accounts have been prepared on "Going Concern basis".

Our report is not modified in respect of this matter of Emphasis.

OTHER MATTERS

- I) Balance of Trade receivables, Loans & Advances & Trade payables are subject to confirmation from respective parties.
- II) The closing stock as at 30.06.2018 is as taken, valued and certified by the Management.

Our Conclusion is not modified in respect of other matters.

Date: 11/08/2018

Place: Ahmedabad



FOR PARIKH & MAJMUDAR
CHARTERED ACCOUNTANTS
FRNNO 107525W

C.A (Dr) Hiten Parikh
PARTNER
M.No. 040230

N.K.Industries Limited

Registered Office: 7th Floor, Popular House, Ashram Road, Ahmedabad - 380 009.

Works : 745, Kadi-Thor Road, KADI-382715 Dist.Mehsana (North Gujarat)

Standalone Unaudited Financial Results For The Quarter Ended On 30th June, 2018

CIN: L91110GJ1987PLC009905, Phone: 91-79-66309999, Email: nkil@nkproteins.com

Part I		(₹) In Lacs, except per Share data			
		Standalone			
	Particulars	Quarter Ended on			Year Ended
		30/06/2018 Unaudited	31/03/2018 Audited	30/06/2017 Unaudited	31/03/2018 Audited
1	Income from operations				
	(a) Net Sales / Income From Operations (net of Excise Duty)	9,033.28	1,814.16	6,502.07	11,283.75
	(b) Other Operating Income	91.86	33.69	10.45	61.18
	Total Income (1)	9,125.14	1,847.84	6,512.52	11,344.92
2	Expenses				
	a) Cost of materials consumed	7,940.35	-	-	-
	b) Purchase of stock-in-trade	726.59	(140.56)	5,004.55	5,007.50
	c) Changes in inventories of finished goods, work-in-progress and stock in trade	(729.78)	(0.00)	(111.76)	297.14
	d) Excise Duty and Service Tax	-	-	-	-
	e) Employee benefits expenses	236.44	241.31	220.76	928.95
	f) Finance Cost	0.37	0.79	0.01	0.84
	g) Depreciation and amortisation expenses	165.36	171.53	330.98	969.48
	h) Other expenses	814.23	1,334.31	1,420.93	4,397.06
	Total Expenditure	9,153.56	1,607.38	6,865.47	11,600.97
3	Profit /(Loss) before exceptional item (1-2)	(28.42)	240.46	(352.95)	(256.05)
4	Exceptional Items	-	-	-	-
5	Profit /(Loss) before tax (3-4)	(28.42)	240.46	(352.95)	(256.05)
6	Tax expense	12.35	(35.56)	-	(35.56)
7	i) Current Tax	-	-	-	-
8	ii) Deferred Tax	12.35	(35.56)	-	(35.56)
9	Profit / (Loss) for the period (5-6)	(16.07)	276.02	(352.95)	(291.60)
	Other Comprehensive Income (OCI)				
i	items that will not be reclassified to Profit & Loss	(4.80)	(19.45)	0.02	(19.39)
ii	Income taxes relating to items that will not be reclassified to profit or loss	-	-	-	-
iii	items that will be reclassified to Profit or Loss	-	-	-	-
iv	Income taxes relating to items that will be reclassified to profit or loss	-	-	-	-
10	Total Other Comprehensive Income (Net of Tax)	(4.80)	(19.45)	0.02	(19.39)
	Total Comprehensive Income for the period (9+10)	(20.87)	256.58	(352.93)	(310.99)
11	Paid-Up Equity Share Capital of Rs. 10 Each	600.99	600.99	600.99	600.99
i	Earnings per share (for continuing operation) (of ₹10/- each):				
	(a) Basic	(0.27)	4.59	(5.87)	(4.85)
	(b) Diluted	(0.27)	4.59	(5.87)	(4.85)
ii	Earnings per share (for discontinued operation) (of ₹10/- each):				
	(a) Basic	-	-	-	-
	(b) Diluted	-	-	-	-

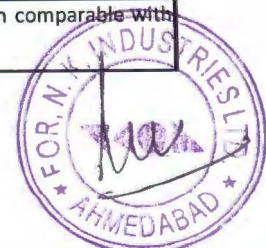
Notes:

1. The above financial results have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 11th August, 2018, and are published in accordance with the SEBI (LODR) Regulations, 2015.

2. As the Company has only one business segment, disclosure under Accounting Standard 17 on "Segment Reporting" issued by the Institute of Chartered Accountants of India is not applicable.

3. The figures of the last quarter are the balancing figures between audited figures in respect of the full financial year and the published year to date figures upto the second quarter of the respective financial years.

4. Figures of the previous period have been regrouped/reclassified wherever necessary to make them comparable with figures of the quarter ended on 30th June, 2018.



5. The Limited Review Report on the standalone unaudited financial results for the quarter ended on 30th June, 2018 contains qualification regarding transactions entered by company during f.y. 2012-13 through trading and clearing member with NSEL. With respect to the said qualification it is to be submitted that National spot Exchange Limited (NSEL) has served a notice to N K Proteins Private Limited (Formerly known as N K Proteins Limited) who was a Trading and Clearing Member at NSEL and N K Industries Limited was only a client Company of Trading Member i.e. N K Proteins Limited. As regards, the balances of trade receivables and trade payables arising out of the transactions through NSEL platform, the same cannot be confirmed pursuant to the pendency of litigations and as the matter is still pending before the respective authorities. Further, the Home Department, Government of Maharashtra has issued a notification under the MPID Act, 1999 securing the attachment of Land & Building and Plant & Machinery of the Company. Against this the Company had challenged the notification issued by Home department, Government of Maharashtra, before the Hon'ble High Court of Gujarat. The Hon'ble Gujarat High Court had disposed off the application of the Company vide its order dated 29th March 2017. Against the said order the Company had preferred a Special Leave Petition before the Hon'ble Supreme Court of India. The Hon'ble Supreme Court of India had disposed off the Special Leave Petition on 17/04/2017, with an observation to file an application before the Hon'ble Bombay High Court. The Company has filed petition before the Hon'ble Bombay High Court in June 2017. Besides the above, the Company has also filed its objections against the attachment notification before the Designated Spl MPID Court, Mumbai. The matter is sub-judice.

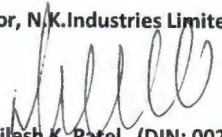
6. The Limited Review Report on the standalone unaudited financial results for the quarter ended on 30th June, 2018 contains qualification regarding proceedings initiated by the Directorate of Enforcement under the Prevention of Money Laundering Act, 2002. With respect to the said qualification it is hereby clarified that the Company has preferred an appeal before the Hon'ble Appellate Tribunal under the Prevention of Money Laundering Act, 2002. The matter is sub-judice.

7. The Company has received a show cause notice from Adjudicating Authority, New Delhi on the basis of Application filed by the Enforcement Directorate on 29th June, 2018. The Company is in the process of filing a reply against the said application.

PLACE : AHMEDABAD
11th August, 2018



For, N.K. Industries Limited


Nitesh K. Patel (DIN: 00244115)
Managing Director