



KANANI INDUSTRIES LIMITED

May 30, 2013

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

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

Respected Sir/Madam,

Ref: Script Code/Script ID:506184/KANANIIND

Sub: Auditor's Report on year to Standalone and Consolidated Financial Result of the Company pursuant to Clause 41 of the Listing Agreement for the Year Ended April 01, 2012 to March 31, 2013.

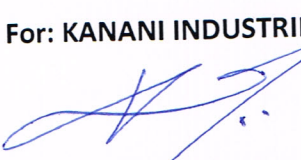
With reference to the above captioned subject, we are enclosing herewith Audit Report on year to Standalone and Consolidated Financial Result of the Company pursuant to Clause 41 of the Listing Agreement for the year April 01, 2012 to March 31, 2013 as received from Statutory Auditors of the Company, M/S. Ravi & Dev, Chartered Accountants, Mumbai.

Kindly find the same in order and acknowledge the same.

Thanking You,

Yours faithfully,

For: KANANI INDUSTRIES LIMITED


MR. HARSHIL KANANI
MANAGING DIRECTOR



Encl. a/a.

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G-6, Prasad Chambers, Tata Road No. 2,
Opera House, Mumbai - 400004
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Email : info@kananiindustries.com

Factory :

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

Ravi & Dev

Chartered Accountants

Auditor's Report On Consolidated Year to Date Results of the Company Pursuant to the Clause 41 of the Listing Agreement

To
Board of Directors of Kanani Industries Limited

1. We have audited the consolidated year to date financial results of **Kanani Industries Limited** for the period from 1st April 2012 to 31st March 2013 attached herewith, being submitted by the company pursuant to the requirement of clause 41 of the Listing Agreement except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the management and have not been audited by us. These consolidated year to date financial results have been prepared from consolidated interim financial statements, which are the responsibility of the company's management. Our responsibility is to express an opinion on these consolidated financial results based on our audit of such consolidated interim financial statements, which have been prepared in accordance with the recognition and measurement principles laid down in Accounting Standard (AS) 25, Interim Financial Reporting issued pursuant to the Companies (Accounting Standards) Rules, 2006 as per section 211 (3C) of the Companies Act, 1956 or by the Institute of Chartered Accountants of India and other accounting principles generally accepted in India.
2. We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatement(s). An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.
3. We did not audit the financial statements of one subsidiary included in the consolidated year to date results, whose consolidated interim financial statements reflect total assets of Rs. 8658.70 lacs as at 31st March 2013 as well as the total revenue of Rs. 21442.58 lacs as at 31st March 2013. These interim financial statements and other financial information have been audited by other auditors whose report have been furnished to us, and our opinion on the year to date results, to the extent they have been derived from such interim financial statements is based solely on the report of such other auditors.
4. In our opinion and to the best of our information and according to the explanations given to us these consolidated year to date financial results as well as the consolidated year to date results;

include the year to date financial results of KIL International Limited;



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Ravi & Dev

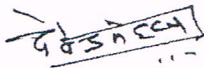
Chartered Accountants

- (ii) have been presented in accordance with the requirements of clause 41 of the Listing Agreement in this regard; and
 - (iii) give a true and fair view of the consolidated net profit and other financial information for the year to date results for the period from 1st April 2012 to 31st March 2013.
5. Further, we also report that we have, on the basis of the books of account and other records and information and explanations given to us by the management, also verified the consolidated number of shares as well as percentage of shareholdings in respect of aggregate amount of consolidated public shareholdings, as furnished by the company in terms of clause 35 of the Listing Agreement and found the same to be correct.

For **RAVI & DEV**

Chartered Accountants

F.R. No: 108752W



(DEVENDRA A. MEHTA)

Partner

M. No: 82325



Mumbai,
May 30, 2013

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E-mail : ravindev@rediffmail.com **Website :** www.ravianddev.com

Ravi & Dev

Chartered Accountants

Auditor's Report On Quarterly and Year to Date Financial Results of the Company Pursuant to the Clause 41 of the Listing Agreement.

To,
Board of Directors of Kanani Industries Limited
Mumbai.

1. We have audited the quarterly financial results of **Kanani Industries Limited** for the quarter ended 31st March 2013 and the year to date results for the period from April 1, 2012 to March 31, 2013 attached herewith, being submitted by the company pursuant to the requirement of clause 41 of the Listing Agreement except for the disclosures regarding 'Public Shareholding' and 'Promoter group Shareholding' which have been traced from disclosures made by management and have not been audited by us. These quarterly financial results as well as the year to date financial results have been prepared on the basis of the interim financial statements, which are the responsibility of the company's management. Our responsibility is to express an opinion on these financial results based on our audit of such interim financial statements, which have been prepared in accordance with the recognition and measurement principles laid down in Accounting Standards (AS) 25, Interim financial reporting, issued pursuant to the Companies (Accounting Standards) Rules, 2006 as per section 211(3C) of the Companies Act, 1956 or by the institute of Chartered Accountants of India and other accounting principles generally accepted in India.
2. We conducted our audit in accordance with the auditing standards generally accepted in India. Those Standards require that we plan & perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.
3. In our opinion and to the best of information and according to the explanation given to us, these year to date financial results :
 - i. are presented in accordance with the requirements of clause 41 of the Listing Agreement in this regard and
 - ii. give a true and fair view of the net profit and other financial information for the quarter ended 31st March 2013 as well as the year to date results for the period from April 1, 2012 to March 31, 2013.



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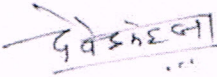
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4. Further, we also report that we have, on the basis of the books of account and other records and information and explanations given to us by the management, also verified the number of shares as well as percentage of shareholdings in respect of aggregate amount of public shareholdings, as furnished by the company in terms of clause 35 of the Listing Agreement and found the same to be correct.

For **Ravi & Dev**
Chartered Accountants
(F.R.N. 108752W)


(Devendra A. Mehta)

Partner
M.N. 82325



Mumbai
May 30, 2013

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