KHANDWALA SECURITIES LIMITED

KHANDWALA SECURITIES LIMITED

Regd. Office : Vikas Bldg, Ground floor, Green Street, Fort, Mumbai 400 023

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER / NINE MONTHS ENDED DECEMBER 31, 2011

(Rs. in lacs)

Sr. No.	Particulars	Quarter ended			Nine Months ended		Year Ended
		31.12.2011 (Unaudited)	30.09.2011 (Unaudited)	31.12.2010 (Unaudited)	31.12.2011 (Unaudited)	31.12.2010 (Unaudited)	31.03.2011 (Audited)
1	Net Sales/ Income from Operations	73.72	50.89	148.77	186.48	447.97	541.00
	Total Income	**73.72**	**50.89**	**148.77**	**186.48**	**447.97**	**541.00**
2	**Total Expenditure**	130.42	155.32	213.56	452.67	620.97	814.13
	a) Increase/decrease in Stock in Trade	3.20	(0.69)	1.04	4.15	1.06	2.24
	b) Consumption of raw materials	-	-	-	-	-	-
	c) Administrative & Other expenditure	49.02	71.46	103.55	198.68	315.86	423.00
	d) Staff Cost	68.03	72.61	95.35	217.59	265.90	343.09
	e) Loss on sale of investment /stock	(0.27)	1.19	1.30	0.93	1.70	1.08
	f) Depreciation	10.44	10.55	12.32	31.33	36.46	44.72
3	**Profit from Operations before Other Income, Interest & Exceptional Items (1-2)**	(56.70)	(104.43)	(64.79)	(266.19)	(173.01)	(273.12)
4	Other Income	49.35	50.51	18.45	162.52	43.74	352.76
5	**Profit before Interest & Exceptional Items (3+4)**	(7.35)	(53.92)	(46.34)	(103.67)	(129.26)	79.64
6	Interest	8.91	9.89	8.79	31.03	25.69	36.53
7	**Profit after Interest but before Exceptional Items (5-6)**	(16.26)	(63.81)	(55.13)	(134.70)	(154.95)	43.11
8	Exceptional Items	27.62	-	-	27.62	-	-
9	**Profit/ (Loss) from Ordinary Activities before Tax**	(43.87)	(63.81)	(55.13)	(162.32)	(154.95)	43.11
10	**Tax Expenses (Including Fringe Benefit Tax)**	0.04	(0.01)	(0.67)	(0.36)	(1.88)	(0.27)
	Current tax	-	-	-	-	-	-
	Deferred tax	0.04	(0.01)	(0.67)	(0.36)	(1.88)	(0.27)
11	**Profit/(Loss) from Ordinary Activities after tax**	(43.91)	(63.80)	(54.46)	(161.96)	(153.07)	43.37
12	Paid-Up Equity Share Capital (Face Value Rs.10/- Per Share)	1,193.90	1,193.90	1,193.90	1,193.90	1,193.90	1,193.90
13	Reserves excluding Revaluation Reserve	-	-	-	-	-	1,676.40
14	Basic EPS before and after Extra Ordinary Items (Rs. per share) *	(0.37)	(0.53)	(0.51)	(1.36)	(1.43)	0.36
	Diluted EPS before and after Extra Ordinary Items (Rs. per share) *	(0.37)	(0.53)	(0.51)	(1.36)	(1.43)	0.36
15	**Public Shareholding**	-	-	-	-	-	-
	No. of Shares	5,672,251	5,677,646	5,852,850	5,672,251	5,852,850	5,792,362
	Percentage of Share holding	47.51%	47.56%	49.02%	47.51%	49.02%	48.52%
16	**Promoters and Promoter Group Shareholding**						
	a) Pledged / Encumbered						
	Number of Shares	1,733,321	1,733,321	1,733,321	1,733,321	1,733,321	1,733,321
	Percentage of shares (as a % of the total shareholding of Promoters and Promoter Group)	27.66%	27.68%	28.48%	27.66%	28.48%	28.20%
	Percentage of shares (as a % of the total share capital of the Company)	14.52%	14.52%	14.52%	14.52%	14.52%	14.52%
	b) Non- Encumbered						
	Number of Shares	4,533,428	4,528,033	4,352,829	4,533,428	4,352,829	4,413,317
	Percentage of shares (as a % of the total shareholding of Promoters and Promoter Group)	72.34%	72.32%	71.52%	72.34%	71.52%	71.80%
	Percentage of shares (as a % of the total share capital of the Company)	37.97%	37.93%	36.46%	37.97%	36.46%	36.97%

* Not Annualised

KHANDWALA SECURITIES LTD. MUMBAI

KHANDWALA SECURITIES LIMITED

UNAUDITED SEGMENT WISE REVENUE, RESULTS AND CAPITAL EMPLOYED FOR QUARTER / NINE MONTHS ENDED DECEMBER 31, 2011

(Rs. In lacs)

Sr. No.	Particulars	Quarter ended			Nine Months ended		Year Ended 31.03.2011 (Audited)
		31.12.2011 (Unaudited)	30.09.2011 (Unaudited)	31.12.2010 (Unaudited)	31.12.2011 (Unaudited)	31.12.2010 (Unaudited)	
1	**Segment Revenue**						
a)	Investment / Stock Operations	8.53	(0.96)	(1.94)	10.98	5.69	6.83
b)	Feebased Operations	65.20	51.85	150.71	175.49	442.38	534.17
c)	Other Unallocated Revenue	49.35	50.51	18.45	162.52	43.74	352.76
	Total	123.07	101.40	167.22	349.00	491.71	893.76
	Less : Intersegment Revenue	-	-	-	-	-	-
	Net Income / (Loss) from operations	123.07	101.40	167.22	349.00	491.71	893.76
2	**Segment Results Profit/ (loss) before interest and tax**						
a)	Investment / Stock Operations	(0.96)	(12.74)	(14.13)	(17.56)	(23.19)	(22.45)
b)	Feebased Operations	(8.56)	(48.56)	8.39	(97.67)	19.52	14.19
	Total	(9.52)	(61.30)	(5.75)	(115.24)	(3.67)	(8.26)
	Less : Interest	8.91	9.89	8.79	31.03	25.69	36.53
	Other unallocable Expenditure net of unallocable revenue	(25.45)	7.37	(40.60)	(16.05)	(125.59)	87.90
	Total Net profit/ (Loss) before Tax	(43.87)	(63.81)	(55.13)	(162.32)	(154.95)	43.11
3	**Capital Employed**						
a)	Investment / Stock Operations	398.13	383.04	379.48	398.13	379.48	591.36
b)	Feebased Operations	1,321.13	1,267.78	1,231.12	1,321.13	1,231.12	1,432.09
c)	Unallocated	1,688.13	1,733.46	1,782.70	1,688.13	1,782.70	1,613.62
	Total Capital Employed	3,407.38	3,384.28	3,393.29	3,407.38	3,393.29	3,637.08

KHANDWALA SECURITIES LTD. MUMBAI

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Notes:

1. The above financial results were discussed and considered by the members of Audit Committee in their meeting held on 03rd February 2012. Subsequently the results were approved and taken on record by the Board of Directors of the Company at the meeting held on the same date.

2. The above results are after considering the diminution in the value of the investments held as Stock-in-trade.

3. Exceptional items include loss on sale of fixed assets of Rs.27.62 Lacs. These assets were sold at the time of surrendering the leasehold premises at Walkeshwar back to the owners.

4. Status of Investor Grievances for the quarter ended 31st December 2011.

Number of Complaints			
Pending as on 01.10.2011	**Received during the Quarter**	**Disposed during the Quarter**	**Lying unresolved as at 31.12.2011**
Nil	Nil	Nil	Nil

5. Limited Review of the above results have been carried out by the Statutory Auditors of the Company and the same is placed before and recorded by the Board.

6. Figures for the earlier periods have been regrouped or reclassified wherever necessary as per the accounting policies and standard issued by ICAI.

For and on behalf of the Board of Directors.

Khandwala Securities Limited

S.M. Parande
Chairman

Paresh J. Khandwala
Managing Director

KHANDWALA SECURITIES LTD. MUMBAI

Place: Mumbai

Date : 03rd February, 2012.

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UDYEN JAIN & ASSOCIATES
Chartered Accountants

To,
The Board of Directors,
Khandwala Securities Limited,
Mumbai.

Limited Review Report (Quarter ending 31st December, 2011)

1. We have reviewed the accompanying statement of Audited financial results of the Quarter ending 31st December 2011" in which are incorporated the results of the quarter ended 31st December, 2011 ("Interim financial information") of Khandwala Securities Limited. This statement is the responsibility of the Company's Management and has been approved by the Board of Directors/ Committee of Board of Directors. Our responsibility is to issue a report on these financial statements based on our review.

2. We conducted our review in accordance with the Standard on Review Engagement (SRE) 2400, engagements to Review Financial Statements 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

3. Share application money valued at Rs. 216.69 lacs advanced by the Company for the purchase of shares (Rs. 216.69 lacs as on 30th Sept, 2011), of which management confirms that it has initiated legal proceedings against the party for the recovery of Rs. 216.69 lacs.

4. Short term deposits of Rs. 100.00 lacs being taken from companies together with interest accrued of Rs. 27.90 lacs and Rs. 530.00 lacs being deposits placed by the Company together with interest thereon of Rs. 135.80 which were subject to confirmation, subsequent adjustments and reconciliation, if any.

5. We have reviewed the quarterly financial results of Khandwala Securities Ltd for the quarter ended 31st December, 2011, the segment wise results for the period 01st October 2011 to 31st December 2011, 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.

UDYEN JAIN & ASSOCIATES

6. The Additional Information regarding shares pledged by the company has also been disclosed in the Audited Financial results for the Quarter ending 31st December, 2011.

7. Except for the matters mentioned in paragraph 3 & 4 above, based on our review conducted as above, nothing has come to our notice that causes us to believe that the accompanying statement of Audited financials results, prepared in accordance with accounting standards and other recognized accounting practices and policies, has not disclosed the information required to be disclosed in terms of clause 41 of the listing agreements with stock exchanges in India, including the manner in which it is to be disclosed and that it contains any material misstatement.

For Udyen Jain & Associates,
Chartered Accountants,
Firm Reg. No.116336W

Aniket Kulkarni
Partner
(M. No. 127246)

Place: Mumbai.
Date: 03rd February, 2012