



KANANI INDUSTRIES LIMITED

CIN : L51900MH1983PLC029598

May 27, 2017

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 AUDITED STANDALONE AND CONSOLIDATED FINANCIAL RESULT
WITH AUDITORS REPORT FOR THE QUARTER/YEAR ENDED MARCH 31, 2017**

With the reference to the above captioned subject, we are enclosing here with the Audited Standalone and Consolidated Financial Result with the Auditors Report on year to Standalone and Consolidated 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 :

The Capital, Unit No. 915/C, 9th Floor,
G Block, Bandra Kurla Complex, Bandra East,
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 - 394230
Tel. : +91 261 321 5152
Website : www.kananiindustries.com



KANNANI INDUSTRIES LIMITED

R.O. : 915C, THE CAPITAL, G-BLOCK, PLOT-C70, BANDRA KURLA COMPLEX, BANDRA (EAST), MUMBAI: 400051.

CIN NO. L51900MH1983PLC029598

WEBSITE: www.kannaniindustries.com

STATEMENT OF STANDALONE/CONSOLIDATED AUDITED FINANCIAL RESULT FOR THE QUARTER/YEAR ENDED 31 ST MARCH, 2017

(Rs. in lacs)

Particulars	Standalone Result Quarter Ended			Standalone Result Year Ended		Consolidated Result Year Ended	
	31.03.2017 Audited	31.12.2016 Unaudited	31.03.2016 Audited	31.03.2017 Audited	31.03.2016 Audited	31.03.2017 Audited	31.03.2016 Audited
1. Income							
a. Sales/ Income from Operation	1,991.88	1,722.82	2,242.59	7,872.47	8,487.91	44,257.01	49,599.68
b. Other Operating Income	-	-	-	-	-	-	-
Total Income	1,991.88	1,722.82	2,242.59	7,872.47	8,487.91	44,257.01	49,599.68
2. Expenditure							
a. Cost of Raw Material Consumed	1,943.50	1,691.06	2,190.07	7,853.62	8,362.85	7,853.62	8,362.85
b. Purchase of Stock-in-trade	-	-	-	-	-	36,320.31	41,104.64
c. Changes in inventories of finished goods, Work-in progress and stock-in trade	-	-	-	-	-	(47.29)	(215.31)
d. Employees Cost	8.71	8.51	13.41	34.95	39.36	85.02	39.36
e. Depreciation	2.28	2.85	2.22	9.13	8.87	9.13	8.87
f. Other Expenses	19.41	5.99	22.77	54.64	56.78	80.20	82.06
Total Expenses	1,973.90	1,708.42	2,228.46	7,952.34	8,467.85	44,300.99	49,382.47
3. Profit from operations before Other Income, finance cost and Exceptional Items (1-2)	17.98	14.41	14.13	(79.87)	20.06	(43.98)	217.21
4. Other Income	28.69	0.71	(3.42)	226.40	37.70	226.40	37.70
5. Profit from ordinary activities before finance cost (3-4)	46.68	15.12	10.71	146.52	57.76	182.42	254.91
6. Finance Cost (Net)	42.43	20.93	0.00	98.08	14.88	115.03	44.42
7. Profit from ordinary activities after finance cost (5-6)	4.25	(5.81)	10.70	48.45	42.87	67.39	210.49
8. Exceptional Items (Net)	-	-	-	-	-	-	-
9. Profit from Ordinary Activities before tax (7-8)	4.25	(5.81)	10.70	48.45	42.87	67.39	210.49
10. Tax Expenses							
- Current Tax	9.25	-	8.19	9.25	8.19	16.98	19.08
- Tax for earlier years	0.12	-	-	0.12	-	0.12	-
11. Net profit from ordinary activities after tax (9-10)	(5.12)	(5.81)	2.52	39.08	34.69	50.29	191.41
12. Paid up Equity Share Capital (Face Value of Rs.1/- each)	989.34	989.34	989.34	989.34	989.34	989.34	989.34
13. Reserve excluding Revaluation Reserves	-	-	-	3,126.20	3,087.12	3,899.95	3,873.33
14. Earning per share (Basic & Diluted) (Face Value of Rs. 1/- per Share)	(0.01)	(0.01)	0.00	0.04	0.04	0.05	0.19
A. Particulars of share holding							
(I) Public Shareholding							
- Number of Shares	24,899,160	24,899,160	24,899,160	24,899,160	24,899,160	24,899,160	24,899,160
- Percentage of Shareholding	25.17	25.17	25.17	25.17	25.17	25.17	25.17
(II) Promoters and promoter group shareholding							
a. Pledged / Encumbered							
- Number of shares	-	-	-	-	-	-	-
- Percentage of shares (as a % of total shareholding of Promoter and promoters group)	-	-	-	-	-	-	-
- Percentage of shares (as a % of total Share Capital of the company)	-	-	-	-	-	-	-
b. Non-Encumbered							
- Number of shares	74,034,840	74,034,840	74,034,840	74,034,840	74,034,840	74,034,840	74,034,840
- Percentage of shares (as a % of total shareholding of Promoter and promoters group)	100.00	100.00	100.00	100.00	100.00	100.00	100.00
- Percentage of shares (as a % of total Share Capital of the company)	74.83	74.83	74.83	74.83	74.83	74.83	74.83

Standalone/Consolidated Statement of Assets and Liabilities					(Rs. in lacs)		NOTES :
Particulars		Standalone As at		Consolidated As at			
		31.03.2017	31.03.2016	31.03.2017	31.03.2016		
A. EQUITY AND LIABILITIES							
1 SHAREHOLDERS' FUNDS:							
(a) Share Capital		989.34	989.34	989.34	989.34	1. Previous period figures have been regrouped/rearranged wherever necessary .	
(b) Reserves & Surplus		3,126.20	3,087.12	3,899.95	3,873.33		
Sub total - Shareholders' fund		4,115.54	4,076.46	4,889.29	4,862.67	2. The figure for the quarter ended 31st March 2017 and 31st March 2016 are the balancing figure between audited figures in respect of the full Financial Years ended 31st March 2017 and 31st March 2016 respectively and the published, unaudited year to date figures upto the third quarter of the respective Financial Year.	
2 Minority interest		-	-	-	-		
3 Non-current liabilities							
(a) Long-term borrowings		171.85	194.65	171.85	194.65	3. The above statement of audited financial results were taken on record at the meeting of the Board of Directors held on 27th May, 2017.	
(b) Deferred tax liabilities (net)		-	-	-	-		
(C) Other Long term liabilities		-	-	-	-		
(d) Long term provision		-	-	-	-		
Sub total - Non Current liabilities		171.85	194.65	171.85	194.65	4. The Company has only one segment i.e. Studded Diamond Jewellery.	
4 Current liabilities							
(a) Short term borrowings		2,086.50	1,738.51	2,702.58	2,806.13	5. The Company has not received any Investor's Complaints during the period under review.	
(b) Trade payables		1,337.34	1,810.83	7,833.35	9,048.59		
(C) Other current liabilities		18.50	10.95	20.25	12.75	For & On Behalf of Board of Directors	
(d) Short term provision		-	-	7.73	8.58		
Sub total - Current liabilities		3,442.34	3,560.29	10,563.90	11,876.05	Mr. Harshil P. Kanani Managing Director DIN NO: 01568262 Place : Mumbai Date : 27/05/2017	
TOTAL - EQUITY AND LIABILITIES		7,729.73	7,831.40	15,625.05	16,933.37		
B. ASSETS							
1 Non-current assets							
(a) Fixed Assets		52.57	60.62	52.57	60.62	KANNANI INDUSTRIES	
(b) Goodwill on consolidation		-	-	-	-		
(C) Non-current investments		2,133.59	2,133.59	-	-	Mumbai	
(d) Long term loans & advances		4.41	10.12	6.42	12.18		
(e) Other non-current assets		-	-	-	-		
Sub total - Non Current assets		2,190.57	2,204.34	58.99	72.80		
2 Current assets							
(a) Inventories		614.32	16.49	2,447.07	1,801.95		
(b) Trade receivables		3,897.59	4,071.61	12,058.88	13,503.37		
(C) Cash and Bank balances		934.28	1,434.69	967.14	1,450.98		
(d) Short term loans & advances		43.43	27.75	43.43	27.75		
(e) Other current assets		49.54	76.53	49.54	76.53		
Sub total - Current assets		5,539.16	5,627.07	15,566.06	16,860.57		
TOTAL - ASSETS		7,729.73	7,831.40	15,625.05	16,933.37		



Deepak Mehta & Associates

Chartered Accountants

**AUDITOR'S REPORT ON QUARTERLY FINANCIAL RESULTS AND YEAR TO DATE RESULTS OF THE
COMPANY PURSUANT TO THE REGULATION 33 OF THE SEBI (LISTING OBLIGATIONS AND
DISCLOSURES REQUIREMENTS) REGULATIONS, 2015**

To
The Board of Directors of Kanani Industries Limited

We have audited the quarterly financial results of Kanani Industries Limited for the quarter ended 31st March, 2017 and the year to date financial results for the period from April 1, 2016 to March 31, 2017 attached herewith, being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. 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, specified under section 133 of the Companies Act, 2013 read with rule 7 of the Companies (Accounts) Rules, 2014 and other accounting principles generally accepted in India.

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.

In our opinion and to the best of information and according to the explanation given to us, these quarterly financial results as well as the year to date financial results :

- i. are presented in accordance with the requirements of Regulation 33 of the SEBI(Listing Obligations and Disclosure Requirements) Regulations, 2015 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, 2017 as well as the year to date results for the period from April 1, 2016 to March 31, 2017.

For Deepak Mehta & Associates
Chartered Accountants
(FRN : 102239W)

(Deepak Mehta)
Proprietor
M. No. 44141

May 27, 2017





Deepak Mehta & Associates

Chartered Accountants

**AUDITOR'S REPORT ON CONSOLIDATED YEAR TO DATE RESULTS OF THE COMPANY PURSUANT TO
THE REGULATION 33 OF THE SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS)
REGULATIONS, 2015**

To
The Board of Directors of Kanani Industries Limited

We have audited the consolidated year to date financial results of Kanani Industries Limited for the period from 1st April 2016 to 31st March 2017 attached herewith, being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. 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 for Interim Financial Reporting (AS 25), mandated under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India.

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.

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. 10028.91 lacs as at 31st March 2017 as well as the total revenue of Rs. 36,384.54 lacs as at 31st March 2017. 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.

In our opinion and to the best of information and according to the explanation given to us, these quarterly financial results as well as the year to date financial results :

- i. include the year to date financial results of KIL International Limited;
- ii. have been presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 in this regard; and



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Deepak Mehta & Associates
Chartered Accountants

- 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 April 1, 2016 to March 31, 2017.

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

(Deepak Mehta)
Proprietor
M. No. 44141



Mumbai
May 27, 2017



KANANI INDUSTRIES LIMITED

CIN : L51900MH1983PLC029598

DECLARATION

[Pursuant to Regulation 33 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015]

Pursuant to the requirement as specified by Regulation 33 Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended by SEBI (Listing Obligations and Disclosure Requirements) (Amendment) Regulations, 2016, it is hereby declared by the Auditors Report for the financial year ended as on March 31, 2017 contains unmodified opinion as provided under the Independent Auditors' Report which is attached herewith for your reference.

You are kindly requested to take the above declaration in your records.

Signed by:		
Managing Director	Harshil Kanani	 Signature
CFO	Darshak Pandya	 Signature
Auditor of the Company	Deepak Mehta & Associates Chartered Accountants (Proprietor) M.No.: 044141 FRN No.102239W	 Signature
Chairman Audit Committee	DevendraKumar Kikani	 Signature

Date: 27th May 2017

Regd. Office :

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Mumbai, Maharashtra 400051
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