



**N.K.
Industries Ltd**

11th February, 2017

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	Bombay Stock Exchange 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 under Regulation 30 of SEBI (LODR), 2015

In continuation of our communication dated 30th January, 2017 informing the date of Board Meeting. The Board of Directors at their meeting held today has approved the Standalone Unaudited Financial Results for the quarter ended on 31st December, 2016.

Further, board took note of the Limited Review Report as received from the Statutory Auditors on the said financial results.

The Board Meeting concluded at 4:00 p.m.

Kindly consider the same and take on your record.

Thanking You.

FOR, N K INDUSTRIES LIMITED

AKANKSHA SRIVASTAVA
COMPANY SECRETARY & COMPLIANCE OFFICER

Encl: As Above



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

Phone : 91-79-66309999
Fax : 91-79-26589214
E-mail : nkil@nkproteins.com

Plant : 745, Kadi-Thor Road,
Kadi - 382 715. Dist. Mehsana (N.G.)
Tele : (02764) 242613, 263884
Fax : (02764) 263667
Email : nkilkadi@yahoo.co.in

CIN No. : L91110GJ1987PLC009905

REVIEW REPORT

To 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 31st December 2016. attached herewith, 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 is the responsibility of the Company's management and has been approved by the Board of Directors in their meeting held on 11th February 2017. Our responsibility is to issue a report on these financial statements 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.

Without qualifying our opinion, we draw your attention to;

- I) The Company has not provided for Deferred Assets as there is no virtual Certainty of setting the same in near future.***
- II) The company had incurred huge losses in past years, and has also incurred loss in the current quarter ended on 31st December , 2016 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".***

.....2.



- III) The company was declared sick by Hon'ble Board for Industrial & Financial Reconstruction (BIFR) and had submitted rehabilitation scheme for consideration to the Operating Agency (OA). However, since SICA Act has been repealed with effect from 01.12.2016, as per the provisions of the SICA Repeal Act the company had to register/submit its scheme to National Company Law Tribunal (NCLT). As informed to us, the company is in the Process of submitting the scheme to NCLT, and as such, therefore, the impact of the said scheme is not ascertainable..
- IV) *Balance of Trade receivables, Loans & Advances & Trade payables are subject to confirmation from respective parties.*
- V) *The closing stock as at 31.12.2016 is as taken, valued and certified by the Management.*

BASIS FOR QUALIFIED OPINION

1. i) 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 transactions through National Spot Exchange Limited (NSEL) from the concerns other than the group concerns are subject to confirmations by the respective parties and reconciliations/adjustments, if any. Further, NSEL has suspended the trading on 31.07.2013 and has initiated 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. However, the company has challenged the notification by Home department of Maharashtra in the Hon'ble Gujarat High Court and the said matter is pending for final order. 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 profit or loss of the company.



- ii) 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. However, matter is subjudice, we are unable to quantify the liability and its impact if any, on the profit or loss of the company

Except for the adjustments to the interim financial information that we might have become aware of had it not been for the situation described above , based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with Accounting Standard as per Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules 2014 (as amended) and other accounting principles generally accepted in India and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulation, 2015 read with SEBI Circular No CIR/CFD/CMD 15/2015 Dated November 30, 2015 and SEBI Circular No CIR/CFD/FAC/62/2016 Dated July, 05, 2016 including the manner in which it is to be disclosed, or that it contains any material misstatement.

Date: 11/02/2017



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 31st December, 2016

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

(₹) In Lakhs							
	Particulars	Quarter Ended			Nine Months Ended		Year Ended
		31/12/2016 (Unaudited)	30/09/2016 (Unaudited)	31/12/2015 (Unaudited)	01/04/2016 to 31/12/2016 (Unaudited)	01/04/2015 to 31/12/2015 (Unaudited)	31/03/2016 (Audited)
Part I							
1	Income from operations						
	(a)Net Sales / Income From Operations (net of Excise Duty)	814.13	2,430.51	1,761.08	7,429.82	5,553.02	8,403.42
	(b) Other Operating Income					-	-
	Total Income from operations (net)	814.13	2,430.51	1,761.08	7,429.82	5,553.02	8,403.42
2	Expenses						
	a) Cost of materials consumed	-	-	-	-	-	-
	b) Purchase of stock-in-trade	0.00	1,603.19	1,082.80	4,275.10	3,527.38	4,770.04
	c) Changes in inventories of finished goods, work-in-progress and stock in trade	88.51	46.06	36.85	333.93	(42.01)	(289.93)
	d) Employee benefits expenses	178.28	163.88	139.74	513.77	397.71	582.95
	e) Depreciation and amortisation expenses	276.50	307.88	314.79	922.84	932.18	1,245.25
	f) Other expenses	585.73	605.53	509.14	2,084.28	1,674.92	2,403.64
	Total Expenditure	1,129.02	2,726.54	2,083.33	8,129.92	6,490.18	8,711.94
3	Profit /(Loss) from operations before other income, interest and exceptional item (1-2)	(314.89)	(296.03)	(322.25)	(700.10)	(937.16)	(308.52)
4	Other Income / (Loss)	121.16	7.32	13.22	138.25	22.84	67.18
5	Profit /(Loss) from ordinary activities before finance cost and exceptional items (3 + 4)	(193.73)	(288.71)	(309.03)	(561.85)	(914.33)	(241.34)
6	Finance costs	(0.01)	0.03	0.27	0.04	0.94	1.57
7	Profit /(Loss) from ordinary activities after finance cost but before exceptional items (5 + 6)	(193.72)	(288.74)	(309.30)	(561.89)	(915.27)	(242.91)
8	Exceptional Items	-	-	-	-	-	-
9	Profit / (Loss) from ordinary activities before tax (7 + 8)	(193.72)	(288.74)	(309.30)	(561.89)	(915.27)	(242.91)
10	Tax expense	-	-	-	-	-	-
11	Net Profit / (Loss) from ordinary activities after tax (9 + 10)	(193.72)	(288.74)	(309.30)	(561.89)	(915.27)	(242.91)
12	Extraordinary items (net of tax exp. Rs.____Lakhs	-	-	-	-	-	-
13	Net Profit / (Loss) for the period (11+12)	(193.72)	(288.74)	(309.30)	(561.89)	(915.27)	(242.91)
14	Share of profit / (loss) of associates*						
15	Minority interest *						
16	Net Profit / (Loss) after taxes, minority interest and share of profit / (loss) of associates (13 + 14 + 15) *	(193.72)	(288.74)	(309.30)	(561.89)	(915.27)	(242.91)
17	Paid-Up Equity Share Capital of Rs. 10 Each	600.99	600.99	600.99	600.99	600.99	600.99
18	Reserve Excluding Revaluation Reserves as per Balance sheet of Previous accounting year	(48,464.46)	(48,270.72)	(48,574.93)	(48,464.46)	(47,902.57)	(47,902.57)
19.i	Earnings per share (before extraordinary items) (of `10/- each) (not annualised):						
	(a) Basic	(3.22)	(4.80)	(5.15)	(9.35)	(15.23)	(4.04)
	(b) Diluted	(3.22)	(4.80)	(5.15)	(9.35)	(15.23)	(4.04)
19.ii	Earnings per share (after extraordinary items) (of `10/- each) (not annualised):						
	(a) Basic	(3.22)	(4.80)	(5.15)	(9.35)	(15.23)	(4.04)
	(b) Diluted	(3.22)	(4.80)	(5.15)	(9.35)	(15.23)	(4.04)

Notes :

- The above unaudited financial results were reviewed by the Audit Committee and thereafter approved by the Board of Directors of the Company at the meeting held on 11th February, 2017.
- The Company operates in one segment only i.e. crushing oil seeds and processing/refining oils.
- The Figures have been regrouped / rearranged wherever necessary.
- Company has not consolidated the quarterly results pursuant to the option selected under Regulation 33(3)(b)(i) of SEBI LODR, Regulations, 2015. Intimation in this regard was sent to the stock exchanges vide letter dated 23 May, 2016.



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Standalone Unaudited Financial Results For The Quarter Ended On 31st December, 2016

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- (5) The Limited Review Report on the unaudited financial results for the quarter ended on 31st December, 2016 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 balance of trade recivables and trade payables arising out of the transactions through NSEL, the same cannot be confirmed pursuant to pendency of litigations and as the matter is pending before the respective authorities. Further the company has challenged the notification issued by the Home Department under the MPID Act attaching the properties of the Company before the Hon'ble Gujarat High Court and the matter is pending for final order.
- (6) The Limited Review Report on the unaudited financial results for the quarter ended on 31st December, 2016 contains qualifications regarding proceedings initiated by the Directorate of Enforcement under the Prevention of Money Laundering Act, 2002. With respect to the said qualification it is to be submitted that the company has filed its detailed response before the Adjudicating Authority (PMLA) New Delhi. The matter is sub-judice.

Ahmedabad
11th Feb, 2017



For N.K. Industries Ltd.

(Nilesh K. Patel)

Managing Director

DIN: 00244115