

Limited Review Report

REVIEW REPORT TO THE BOARD OF DIRECTORS OF KHAITAN ELECTRICALS LIMITED

1. We have reviewed the accompanying statement of unaudited financial results of Khaitan Electricals Limited ("the Company"), for the quarter and six months ended 30th September, 2016 ("the statement"). This statement is the responsibility of the Company's Management and has been approved by the 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) 2410, "Review of interim Financial Information Performed by the Independent Auditor of the Entity" 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 provides less assurance than an audit. We do have not performed an audit and accordingly, we do not express an audit opinion.
3. 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 applicable accounting standards and other recognized practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.

FOR G.P.AGRAWAL & CO.
(F.R. NO.302082E)
CHARTERED ACCOUNTANTS

Rakesh Singh
(CA. RAKESH KUMAR SINGH)
PARTNER
Membership No. 066421
7A, KIRAN SHANKAR RAY ROAD
KOLKATA - 700 001

Date :21st November, 2016



FOR V.S.RAO & CO.
(REGN. NO. 003157S)
CHARTERED ACCOUNTANTS

V.S. Rao
(CA. V.G. TARAK NATH)
PARTNER
Membership No. 23302
6-3-609/136, ANANDNAGAR KHAIRATABAD
HYDERABAD - 500 004

Date :21st November, 2016





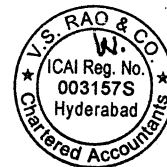
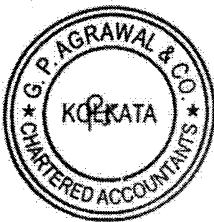
Khatan electricals limited

Regd. Office : A-13, Co - Operative Industrial Estate, Balanagar, Hyderabad - 500 037.

CIN:L31909AP1975PLC001949

STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND SIX MONTHS ENDED 30TH SEPTEMBER, 2016

Sl. No.	Particulars	(Rs. in lacs)					
		QUARTER ENDED			SIX MONTHS ENDED		YEAR ENDED
		30.09.2016	30.06.2016	30.09.2015	30.09.2016	30.09.2015	31.03.2016
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited	
1	Income from Operations						
a	Net Sales/Income from Operations	1,596.01	2,242.81	5,965.97	3,838.82	14,617.40	29,296.87
b	Other Operating Income	44.92	34.78	35.86	79.70	89.16	201.05
	Total Income from Operations (net)	1,640.93	2,277.59	6,001.83	3,918.52	14,706.56	29,497.92
2	Expenses						
a	Cost of Materials Consumed	928.51	1,161.61	817.00	2,090.12	2,344.95	7,384.86
b	Purchases of Stock-in-Trade	300.27	721.20	3,224.17	1,021.47	8,519.50	13,720.48
c	Changes in inventories of finished goods, Work-in-Progress and Stock-in-Trade	5,039.62	317.01	255.34	5,356.63	(729.84)	2,958.31
d	Excise duty on sale of Goods	35.39	209.36	136.54	244.75	454.43	1,237.39
e	Fabrication Charges	94.88	196.63	90.68	291.51	269.16	885.60
f	Employee benefits expense	416.27	509.53	590.46	925.80	1,179.41	2,246.78
g	Depreciation and amortisation expense	49.59	48.97	49.74	98.56	102.89	219.43
h	Other expenses	945.34	857.68	1,498.17	1,803.02	3,437.39	6,990.02
	Total Expenses	7,809.87	4,021.99	6,662.10	11,831.86	15,577.89	35,642.87
3	Profit/(Loss) from Operations before other income, finance costs and exceptional items (1-2)	(6,168.94)	(1,744.40)	(660.27)	(7,913.34)	(871.33)	(6,144.95)
4	Other Income	230.29	241.08	245.02	471.37	506.68	1,080.52
5	Profit/(Loss) from ordinary activities before finance costs and exceptional items (3+4)	(5,938.65)	(1,503.32)	(415.25)	(7,441.97)	(364.65)	(5,064.43)
6	Finance cost	1,346.52	1,207.70	958.17	2,554.22	2,001.96	4,137.44
7	Profit/(Loss) from ordinary activities after finance costs but before exceptional items (5-6)	(7,285.17)	(2,711.02)	(1,373.42)	(9,996.19)	(2,366.61)	(9,201.87)
8	Exceptional Items	-	-	-	-	-	-
9	Profit/(Loss) from ordinary activities before Tax (7+8)	(7,285.17)	(2,711.02)	(1,373.42)	(9,996.19)	(2,366.61)	(9,201.87)
10	Tax Expense	-	-	-	-	-	-
11	Net Profit / (Loss) from ordinary activities after tax (9-10)	(7,285.17)	(2,711.02)	(1,373.42)	(9,996.19)	(2,366.61)	(9,201.87)
12	Extraordinary items (Net of tax expense)	-	-	-	-	(344.27)	(259.32)
13	Net Profit / (Loss) for the period (11-12)	(7,285.17)	(2,711.02)	(1,373.42)	(9,996.19)	(2,710.88)	(9,461.19)
14	Paid-up Equity Share Capital (Face Value per share Rs.10/-)	1,150.00	1,150.00	1,150.00	1,150.00	1,150.00	1,150.00
15	Reserves & Surplus (excluding Revaluation Reserves) as per balance sheet of previous accounting year	-	-	-	-	-	(6,152.06)
16	Earning Per Share (Before Extraordinary Items) of Rs. 10/- each (not annualised)						
	Basic and Diluted	(63.35)	(23.57)	(11.94)	(86.92)	(20.58)	(80.02)
17	Earning Per Share (After Extraordinary Items) of Rs. 10/- each (not annualised)						
	Basic and Diluted	(63.35)	(23.57)	(11.94)	(86.92)	(23.57)	(82.27)





Khaitan electricals limited

Regd. Office : A-13, Co - Operative Industrial Estate, Balanagar, Hyderabad - 500 037.

CIN:L31909AP1975PLC081949

		STATEMENT OF ASSETS AND LIABILITIES	
Sl. No.	Particulars	(Rs. in lacs)	
		YEAR ENDED	
		30.09.2016	31.03.2016
		Unaudited	Audited
A	EQUITY AND LIABILITIES		
1	Shareholders' Funds:		
	a. Share Capital	1,650.00	1,650.00
	b. Reserves and Surplus	(16,148.25)	(6,152.06)
	Sub-Total -Shareholders' Funds	(14,498.25)	(4,502.06)
2	Non Current Liabilities		
	a. Long Term borrowings	10,766.27	11,755.78
	b. Deferred tax liabilities (net)		
	c. Other long-term liabilities	9.65	11.02
	d. Long-term provisions		
	Sub-Total Non-Current Liabilities	10,775.92	11,766.80
3	Current Liabilities		
	a. Short-term borrowings	22,589.84	19,573.50
	b. Trade payables	5,746.27	10,025.62
	c. Other current Liabilities	8,392.42	6,268.27
	d. Short term provisions:	163.91	211.11
	Sub-Total- Current Liabilities	36,892.44	36,038.50
	TOTAL -EQUITY AND LIABILITIES	33,170.11	43,283.24
B	ASSETS		
1	Non-current assets		
	a. Fixed assets	1,912.89	1,952.17
	b. Non-current investments	421.20	634.20
	c. Deferred Tax Assets (Net)		
	d. Long-term loans and advances	179.38	214.48
	e. Other non-current assets	1,132.13	1,085.64
	Sub-Total- Non Current Assets	3,645.60	3,886.49
2	Current assets		
	a. Inventories	12,423.34	18,399.99
	b. Trade receivables	5,879.85	9,324.93
	c. Cash and cash equivalents	696.49	1,241.18
	d. Short-term loans and advances	8,726.08	8,401.93
	e. Other current assets	2,298.75	2,028.72
	Sub-total-Current assets	29,524.51	39,396.75
	TOTAL ASSETS	33,170.11	43,283.24

Notes:

- The above unaudited results for the Quarter and Half Year ended 30th September, 2016 have been reviewed by the Audited Committee and approved by the Board of Directors at its adjourned Meeting held on 21st November, 2016. Original Board Meeting dated 14th November, 2016 was adjourned due to want of Quorum.
- The Statutory Auditors have conducted the Limited Review of the above Financial Results.
- The Figures for the Quarter ended 30th September, 2016 and for the corresponding Quarter ended 30th September, 2015 are the balancing figures between unaudited figures in respect of the six months and the published year to date figures upto the first quarter of the respective six months ended on 30th September.
- The Company operates predominantly only in one business segment, viz., Electrical Goods which is the primary segment.
- The sales of the Company is mainly in India and Export sales being less than 10% of the total turnover of the Company, there are no reportable geographical segments.
- The Extraordinary Item represents Loss by fire of Stocks and Fixed Assets at Hyderabad Unit on 10.05.2015. The Stocks and Fixed Assets are fully insured and the Company had already lodged insurance Claim with United India Assurance Company Limited. An amount of Rs. 84.95 lakhs received on ad hoc basis has been shown as income in the previous quarter under Extraordinary items. As prudent practice, the balance Claim will be accounted for as and when received.
- The Company has submitted an application for reference to the Board for Industrial and Financial Reconstruction (BIFR) on 22.07.2016 as the company has become a Sick Industrial Company pursuant to the provisions of Sick Industrial Companies (Special Provisions) Act, 1985 (SICA).
- Joint Lenders Forum has invoked Strategic Debt Restructuring Scheme with reference date as 17th August, 2016.
- Previous Year's / period's figures have been regrouped/re-arranged wherever necessary.

PLACE: KOLKATA
DATE: 21st November, 2016

By order of the Board

SUNIL K. KHAITAN
Chairman & Managing Director

