

Independent Auditors Review Report on Review of Interim Financial Results

To,
Board of Directors
Acknit Industries Ltd

We have reviewed the accompanying statement of Standalone Unaudited Financial Results of Acknit Industries Ltd ('the Company') for the quarter and nine month ended 31st December, 2017 ('the Statement') being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations 2015 as notified by Circular No. CIR/CFD/FAC/62/2016 dated 5th July 2016.

This statement which is the responsibility of the Company's management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34") prescribed under section 133 of the Companies Act 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to issue a report on these financial statements based on our review.

We conducted our review of the Statement 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 have not performed an audit and accordingly, we do not express an audit opinion.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement, prepared in accordance with the aforesaid Indian Accounting Standards and other Accounting principles generally accepted in India, has not disclosed the Information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated 5th July 2016 including the manner in which it is to be disclosed, or that it contains any material misstatement.

For SRB & Associates
Chartered Accountants
Firm Regd No. 310009E



Biswanath Paul
Partner

Membership Number: 068186

Place: Kolkata
Date: 14.02.2018



Un-audited Financial Results for the quarter and nine months ended 31st December, 2017

(₹ in lacs)

Particulars	Quarter Ended			Nine Month Ended		Year Ended
	31.12.2017	30.09.2017	31.12.2016	31.12.2017	31.12.2016	31.03.2017
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1 Income						
Gross revenue from sales of products	3,583.30	3,683.37	3,627.59	10,982.86	10,702.72	14,968.44
Other operating income	158.31	232.69	287.13	666.72	801.01	1,094.57
Revenue from Operations	3,741.61	3,916.06	3,914.72	11,649.58	11,503.73	16,063.01
Other Income	83.85	64.15	109.54	348.38	189.46	286.73
Total Revenue	3,825.46	3,980.21	4,024.26	11,997.96	11,693.19	16,349.74
2 Expenses						
Cost of materials consumed	2,420.72	2,247.85	2,389.53	7,123.88	7,205.82	9,789.21
Purchase of stock-in-trade	43.57	29.72	229.90	320.11	808.45	1,084.76
Changes in inventories of finished goods, work-in-progress and stock-in-trade	(253.12)	148.86	(48.97)	(64.28)	(456.28)	(208.86)
Excise / Customs Duty Expenses	23.57	18.61	36.39	81.87	121.10	160.44
Employee benefits expense	116.53	135.32	107.30	369.22	339.61	462.85
Finance cost	127.99	148.33	150.42	382.02	343.30	449.45
Depreciation and amortisation expense	54.51	53.01	49.26	159.93	140.02	231.97
Other expenses	1,190.54	1,115.39	945.24	3,362.31	2,818.86	3,880.40
Total expenses	3,724.31	3,897.09	3,859.07	11,735.06	11,320.88	15,850.22
3 Profit before tax and exceptional items (1-2)	101.15	83.12	165.19	262.90	372.31	499.52
4 Exceptional items [gain (+) / loss (-)]	-	-	-	-	-	-
5 Profit before tax (3-4)	101.15	83.12	165.19	262.90	372.31	499.52
6 Tax expense						
- Current Tax	33.46	35.44	88.16	93.08	151.20	184.29
- Deferred Tax	(2.20)	(6.63)	(31.01)	(1.87)	(17.26)	(13.34)
7 Net profit for the period (5-6)	69.89	54.31	108.04	171.69	238.37	328.57
8 Other comprehensive income (net of tax)	-	-	-	-	-	-
9 Total comprehensive income (7+8)	69.89	54.31	108.04	171.69	238.37	328.57
10 Paid up equity share capital (Face value of Rs. 10/- each)	304.00	252.00	252.00	304.00	252.00	252.00
11 Reserves excluding revaluation reserves						2,994.41
12 Earnings per Share (of Rs 10 / each) (not annualised)						
(a) Basic	2.52	2.16	4.29	6.20	9.46	13.04
(b) Diluted	2.52	2.16	4.29	6.20	9.46	13.04





ACKNIT INDUSTRIES LIMITED

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Un-audited Financial Results for the quarter and nine months ended 31st December, 2017

Segment wise Revenue, Results and Capital employed for the quarter and nine months ended 31st December, 2017

Particulars	Quarter Ended			Nine Month Ended		Year Ended
	31.12.2017	30.09.2017	31.12.2016	31.12.2017	31.12.2016	31.03.2017
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
Segment Revenue						
Hand Gloves	2,336.55	2,637.21	3,028.47	8,004.34	8,544.39	11,877.56
Readymade garment	1,265.48	1,178.33	837.63	3,305.08	2,747.63	3,868.61
Power generation	5.66	37.28	6.18	79.01	85.78	96.08
Others & traded items	133.92	63.24	42.44	261.15	125.93	220.76
Total	3,741.61	3,916.06	3,914.72	11,649.58	11,503.73	16,063.01
Less : Inter segmental revenue	-	-	-	-	-	-
Net sales / income from operations	3,741.61	3,916.06	3,914.72	11,649.58	11,503.73	16,063.01
Segment Results						
Hand Gloves	200.91	313.19	270.78	731.54	642.20	891.55
Readymade garment	21.88	16.60	94.01	47.47	230.02	254.36
Power generation	(0.15)	27.63	(3.94)	53.22	55.59	54.37
Others & traded items	13.92	7.72	8.71	24.19	23.32	29.31
Total	236.56	365.14	369.56	856.42	951.13	1,229.59
Add / (less) : Finance costs net	(127.57)	(147.56)	(150.40)	(380.32)	(342.44)	(444.87)
Unallocable expenditure net of unallocable income	(7.84)	(134.46)	(53.97)	(213.20)	(236.38)	(285.20)
Total profit before tax	101.15	83.12	165.19	262.90	372.31	499.52
Capital employed (Segment assets - segment liabilities)						
Hand Gloves	2,597.09	1,988.73	1,691.06	2,597.09	1,691.06	1,679.64
Readymade garment	848.22	857.22	664.64	848.22	664.64	772.81
Power generation	366.13	373.48	400.92	366.13	400.92	367.69
Others & traded items	30.63	40.59	12.09	30.63	12.09	50.42
Unallocated corporate assets/(liabilities)	216.10	66.48	437.11	216.10	437.11	399.62
Total	4,058.17	3,326.50	3,205.83	4,058.17	3,205.83	3,270.18

Notes to financial results:

- 1 With effect from 1 April 2017, the company has adopted India Accounting Standards (IND AS) prescribed under section 133 of the Companies Act, 2013 read with relevant rules issued thereunder. Accordingly, the financial results of the company for the quarter and nine months ended 31 December 2017 have been prepared in accordance with the IND AS and Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015 and SEBI circular dated 5 July 2016. Further, the transition date being 1 April 2016, results for the quarter and nine months ended 31 December 2016 have been presented after incorporating the applicable IND AS adjustments. The Company has availed the relaxation provided by SEBI in respect of disclosure requirements for the financial results for the previous year ended 31 March 2017.
- 2 The unaudited financial results were reviewed by the Audit Committee and then approved by the Board of Directors of the Company at their meeting held on 14.02.2018. The statutory auditors of the Company have conducted limited review of these financial results.
- 3 Post implementation of Goods and service tax ("GST") with effect from July 1, 2017, revenue from operations is disclosed net of GST. Revenue from operations for the earlier periods included excise duty which is now subsumed in the GST. Revenue from operations for the nine months ended December 31, 2017 includes excise duty June 30, 2017. Accordingly the revenue for the current quarter and nine months ended December 31, 2017 is not comparable with the previous period.
- 4 Increase in Share Capital of Rs. 52.00 lacs during this quarter through Preferential Issue has effected EPS for the quarter as also the cumulative for nine month period and hence not comparable with other quarter / last financial year.
- 5 Figure for the previous periods have been re-grouped & re-arranged so as to confirm to those of current period.
- 6 Reconciliation of the financial results to those reported under previous Generally Accepted Accounting Principles (GAAP) are summarised as follows:

Particulars	Notes	For the quarter ended 31.12.2017
Profit after tax as reported under previous GAAP		171.69
Add / Less: Impact	-	-
Profit after tax as reported under Ind AS		171.69
Other comprehensive income (net of tax)	-	-
Total comprehensive income as reported under Ind AS		171.69

Dated: 14.02.2018
 Place: Kolkata



Deo Kishan Saraf
 Deo Kishan Saraf
 Executive Director & CFO
 DIN:00128804