

**INDEPENDENT AUDITOR'S REVIEW REPORT TO THE BOARD OF DIRECTORS,
KHANDELWAL EXTRACTIONS LIMITED**

1. We have reviewed the accompanying statement of unaudited financial results of KHANDELWAL EXTRACTIONS LIMITED ('The Company') for the quarter and six month ended 30-09-2014(the Statement), 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 reviewed by us. 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 the 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 statement is 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. Based on our review conducted as stated 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 notified under the Companies Act,1956 (the Act) read with the General Circular 15/2013 dated 13th September 2013 of the Ministry of Corporate Affairs in respect of section 133 of the Companies Act, 2013 and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement including the manner in which it is to be disclosed, or that it contains any material misstatement.

PLACE : KANPUR.

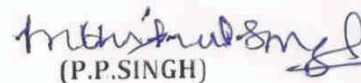
DATED: 01-11-2014



For P.L.TANDON & CO:

Chartered Accountants.

Registration No.000186C


(P.P.SINGH)

PARTNER

Membership No.072754

KHANDELWAL EXTRACTIONS LIMITED

Regd. Office: 51/47, Naya Ganj, Kanpur.

UNAUDITED FINANCIAL RESULTS FOR QUARTER ENDED AND HALF YEAR ENDED 30.09.2014

CIN L24241UP1981PLC005282

(Rs. In lacs)

PARTICULARS	QUARTER ENDED			SIX MONTHS ENDED		YEAR ENDED
	30.09.2014	30.06.2014	30.09.2013	30.09.2014	30.09.2013	31.03.2014
PART I						(Audited)
1. Income From Operations						
(a) Net Sales/Income from Operation	281.12	331.53	446.63	612.65	921.22	1600.59
(b) Other Operating Income	(0.01)	0.01	(0.15)	-	0.30	1.56
Total Income From Operations (Net)	281.11	331.54	446.48	612.65	921.52	1602.15
2. Expenses						
a. Cost of Materials Consumed	70.54	159.36	-	229.90	357.42	1305.98
b. Purchases of Stock in Trade	-	-	26.14	-	69.62	106.53
c. Changes in Inventories of Finished Goods , Work in Progress & Stock in trade (Increase) / Decrease	218.84	95.04	368.88	313.88	262.66	(201.93)
d. Employees Benefit Expense	17.14	19.00	16.24	36.14	32.39	72.67
e. Depreciation	1.00	1.00	0.75	2.00	1.75	3.08
f. Freight & Handling outward	4.28	17.64	37.42	21.92	59.88	65.32
g. Other Expenses	20.20	33.79	32.08	53.99	93.61	225.08
Total	332.00	325.83	481.51	657.83	877.33	1576.73
3. Profit/(loss) from Operations but before other Income & Finance Cost & Exceptional items (1-2)	(50.89)	5.71	(35.03)	(45.18)	44.19	25.42
4. Other Income (net)	8.92	8.63	11.32	17.55	14.94	42.39
5. Profit/(loss) from Ordinary Activities before Finance Cost & Exceptional items (3+4)	(41.97)	14.34	(23.71)	(27.63)	59.13	67.81
6. Finance Costs	7.32	13.16	2.99	20.48	9.56	23.82
7. Profit/(loss) from Ordinary Activities after Finance Cost but before Exceptional items (5-6)	(49.29)	1.18	(26.70)	(48.11)	49.57	43.99
8. Exceptional Item	-	-	-	-	-	-
9. Profit/(loss) from ordinary activities before tax (7-8)	(49.29)	1.18	(26.70)	(48.11)	49.57	43.99
10. Tax Expense (Excess provision of earlier year written back)	-	-	-	-	-	13.89
11. Net Profit /(loss) form ordinary activities after tax (9-10)	(49.29)	1.18	(26.70)	(48.11)	49.57	30.10
12. Extraordinary Items (Net of Tax expense)	-	-	-	-	-	-
13. Net Profit/(loss) for the period(11-12)	(49.29)	1.18	(26.70)	(48.11)	49.57	30.10
14. Paid up Equity Share Capital (Face Value of Rs. 10/-each)						85.01
15. Reserves (Excluding Revaluation Reserve)						264.20
16. Basic & Diluted Earning Per Share(Rs.)						
i. Before extraordinary items						3.54
ii. After extraordinary items						3.54



PART II

A. Particulars of Shareholding						
1. Public Shareholding						
- No. of Shares	524100.00	526850.00	526850.00	524100.00	526850.00	526850.00
- Percentage of Shareholding	61.65	61.98	61.98	61.65	61.98	61.98
2. Promoters and Promoter Group Shareholding						
(a) Pledged /Encumbered						
- Number of Shares	NIL	NIL	NIL	NIL	NIL	NIL
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	NIL	NIL	NIL	NIL	NIL	NIL
- Percentage of shares (as a % of the total share capital of the company)	NIL	NIL	NIL	NIL	NIL	NIL
(b) Non – Encumbered						
- Number of shares	326000.00	323250.00	323250.00	326000.00	323250.00	323250.00
- Percentage of shares (as a % of total shareholding of promoter and promoter group)	100.00	100.00	100.00	100.00	100.00	100.00
- Percentage of shares (as a % of the total share capital of the company)	38.35	38.02	38.02	38.35	38.02	38.02

PARTICULARS	6 Months ended (30.09.2013)
B. INVESTOR COMPLAINTS	
Pending at the beginning of the quarter	NIL
Received during the quarter	NIL
Disposed of during the quarter	NIL
Remining unresolved at the end of the quarter	NIL

STATEMENT OF ASSETS AND LIABILITIES

(Rs. in lacs)

	As at 30.09.2014	As at 31.03.2014 (Audited)
<u>EQUITY AND LIABILITIES</u>		
<u>SHAREHOLDERS FUNDS</u>		
SHARE CAPITAL	128.01	128.01
RESERVES AND SURPLUS	216.09	264.20
	344.10	392.21
<u>NON-CURRENT LIABILITIES</u>		
LONG TERM BORROWINGS	119.25	74.25
DEFERRED TAX LIABILITIES (NET)	17.07	17.07
	136.32	91.32
<u>CURRENT LIABILITIES</u>		
SHORT TERM BORROWINGS	11.90	427.54
TRADE PAYABLES	57.57	122.16
OTHER CURRENT LIABILITIES	118.15	95.69
SHORT TERM PROVISIONS	8.87	10.38
	196.49	655.77
TOTAL - LIABILITIES	332.81	747.09



TOTAL - EQUITY AND LIABILITIES		
ASSETS	676.91	1139.30
NON-CURRENT ASSETS		
FIXED ASSETS		
LONG-TERM LOANS AND ADVANCES	84.50	86.16
	4.10	4.10
	88.60	90.26
CURRENT ASSETS		
CURRENT INVESTMENT		
INVENTORIES		
TRADE RECEIVABLES	189.37	666.11
CASH AND CASH EQUIVALENTS	109.86	106.22
SHORT-TERM LOANS AND ADVANCES	9.57	8.96
OTHER CURRENT ASSETS	261.37	266.37
	18.14	1.38
TOTAL - ASSETS	588.31	1049.04
	676.91	1139.30

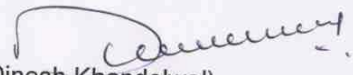
NOTES:

1 Since, ours unit (the only one segment i.e. – Solvent Extraction plant) being of seasonal nature and agro-based is subject to wild fluctuations , the above results cannot be taken in multiple of four for full year working results. Consequently provisions for tax including deferred tax would be considered at the end of the year. For this reason earning per share for the quarters is also not calculated.

2 Previous period figures have been regrouped to make them comparable.

3 The above financial results after having reviewed by the Audit Committee and Auditors were approved by the Board of Directors in the meeting held on 01.11.2014

By order of the Board


(Dinesh Khandelwal)
Director (Finance & CFO)
DIN 00161831

Place: Kanpur
Date : 01.11.2014

