



Registered Office : 129, Sri Venkateswara Co-op. Industrial Estate, IDA, Bollaram – 502 325
CIN: L31909TG1975PLC001949

Ref: KHE:SEC:SKK :45:2018-19
Date 13/02/2019

To Listing Compliance, National Stock Exchange India Limited, Exchange Plaza, C-1, Block-G, Bandra Kurla Complex, Bandra–(East). Mumbai-400051	To Dept of Corporate Services BSE Ltd. (Bombay Stock Exchange) Floor 25, F.J.Towers, Dalal Street, Mumbai-400001
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Dear Sir,

Sub: Outcome of Board Meeting held on 13th February, 2019

Ref: BSE Security Code: 504269, NSE Symbol: KHAITANELE

This is to inform you that Mr. Kamalesh Kumar Singhania, Resolution Professional at meeting held on Wednesday 13th February, 2019, inter-alia has approved and taken on record the Un- Audited Financial Results for the Quarter ended 31st December, 2018.


In term of Regulation 33 read with other relevant regulation of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, please find enclose herewith copy of Statement of Un-Audited Financial Results for the Quarter ended 31st December, 2018.

The meeting of the Kamalesh Kumar Singhania, Resolution Professional of the company commenced at 2.00 p.m. and concluded at 4.30 p.m.

This is for your information and records.

Thanking You
Yours faithfully

For Khaitan Electricals Limited


Kamalesh Kumar Singhania
Resolution Professional
In the matter of KHAITAN ELECTRICALS LIMITED
IP Registration No. IBBI/IPA-O02/IP-N00023/2016-17/10050



KAMALESH KUMAR SINGHANIA
Resolution Professional
In the matter of Khaitan Electricals Ltd.
IP Registration No. IBBI/IPA-O02/IP-N00023/2016-2017/10050
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Independent Auditor's Review Report

Review Report to
The Board of Directors
Khaitan Electricals Limited
[CIN: L31909AP1975PLC001949]

We have reviewed the accompanying statement of unaudited financial results ("The Statement") of Khaitan Electricals Limited ("the Company") for the Quarter ended on 31st December, 2018 prepared by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015 read with SEBI circular no. CIR/CFD/FAC/62/2016 dated 5th July 2016. This statement is the responsibility of the Company's Management and has been approved by the Board of Directors/ committee of Board of Directors of the Issuer. Our responsibility is to issue a report on these financial statements based on our review.

The preparation of the Statement in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, Interim Financial Reporting (Ind AS 34) prescribed under Section 133 of the Companies Act, 2013 read with Rule 3 of Companies (Indian Accounting Standards) Rules, 2015 and SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016 is the responsibility of the Company's management and has been approved by Mr. Kamlesh Kumar Singhania, Resolution Professional in discharging the powers of the Board of Directors which have been conferred upon him by the Honourable National Company Law Tribunal, Kolkata Bench (NCLT) vide Order No CP(IB) NO.326/7/HDB/2018 dated 28.11.2018. Our responsibility is to issue a report on the Statement based on our review.

We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, "Review of 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 Issuer's 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 of unaudited financial results prepared in accordance with applicable Indian Accounting Standards (IND AS) as specified under section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2015 and other recognized accounting practices and policies generally accepted in India, 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) Regulations, 2015 read with 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, except as given below, the effect of which could not be determined:

- i. The accounts have been prepared on going concern basis although the net worth of the Company has been fully eroded.
- ii. The balance due to / from creditors, parties to whom advances have been given and debtors are subject to confirmation.
- iii. The Company has not provided for Bank interest from the month of July 2017, since the same has been declared Non Performing Assets by the Banks and NBFCs. Had the interest been provided then there would have been an increase in the loss amounting to Rs. 4,352.18 Lakhs for the Nine Months ending 31st December 2018 (Previous year ending 31st March 2018 Rs. 4041.50 Lakhs).

Attentions drawn to:

Note on the accompanying results, stating thereto the matter of the Company incurring losses continuously and consequently the net-worth being eroded completely, the current liabilities exceeding the current assets. Consequent thereto, Bank of India, in its capacity as financial creditor had filed a petition under Insolvency and Bankruptcy Code, 2016 (IBC) with Hon'ble National Company Law Tribunal, Kolkata Bench (NCLT). On 28th November 2018, the NCLT vide its order of even date, has admitted the Corporate Insolvency Resolution Process (CIRP) in respect of the Company. Since there is a possibility of submission of resolution plan, the financial statements of the Company have been prepared on a going concern basis. However, the Company has not recognised impairment loss on Company's property, plant and equipment. Hence the material impact due to non recognition of impairment loss cannot be ascertained at present.

As part of the CIRP, creditors of the Company were called upon to submit their claims to the Resolution Professional in terms of the applicable provisions of the Insolvency and Bankruptcy Code, 2016. Claims submitted by financial and operational creditors have been verified and admitted by the Resolution Professional. In some instances, the amount of claim admitted by the Resolution



Professional is different than the amount reflecting in the books of accounts of the Company. No adjustments have been made in the books for the differential amount in the claims admitted. Hence consequential impact on such differences on claim submitted/admitted if any, on the financial results is not currently ascertainable.

For Bidasaria & Associates
Chartered Accountants
F.R. No. 315101E



(CA. Rajkumar Bidasaria)
Partner
Membership No. 052251

Place of Signature: Kolkata
Date: 13th February, 2019



Khaltan electricals limited

Regd. Office : 129, Sri Venkateshwara Co-op Industrial Estate, IDA, Bollaram - 502 325

CIN:L31909AP197PLC001949

STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTH ENDED 31ST DECEMBER, 2018

PART-1		(Rs. in Lacs)					
Sl. No.	Particulars	Quarter Ended			9 Months ended		Year ended
		31.12.2018	30.09.2018	31.12.2017	31.12.2018	31.12.2017	31.03.18
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	Revenue from operations						
2	Other income	148.13	(12.76)	537.70	438.12	3,453.06	3,899.94
3	Other Gains/(Losses)	13.37	14.51	92.22	46.13	123.43	289.22
		(5.07)	244.04	-	244.43	-	208.10
	Total Income	156.43	245.79	629.92	728.88	3576.49	4197.26
4	Expenses						
a)	Cost of materials consumed	(11.77)	37.55	133.31	118.29	1,249.09	1,336.19
b)	Excise duty on sale of goods	-	-	-	-	102.90	120.10
c)	Purchase of stock in trade	44.20	(5.48)	155.90	49.30	966.40	1,079.12
d)	Changes in inventories of finished goods and work-in progress	207.29	40.63	281.06	1,247.64	1,747.65	1,875.18
e)	Employee benefits expense	69.30	64.49	118.92	208.56	511.02	912.70
f)	Finance costs	29.49	26.41	4.77	82.88	1170.45	1337.85
g)	Depreciation and amortisation expense	26.30	31.36	43.67	89.60	131.04	169.13
	Other expenses	738.53	55.73	406.16	884.98	1511.99	2146.74
	Total expenses	1,103.34	250.69	1,149.79	2,681.25	7,390.54	8,977.21
5	Profit/(loss) before exceptional items and tax (1+2+3-4)	(946.91)	(4.90)	(513.87)	(1952.37)	(3814.05)	(4579.95)
6	Exceptional items	-	-	-	-	-	-
7	Profit/(loss) before tax (5-6)	(946.91)	(4.90)	(513.87)	(1952.37)	(3814.05)	(4579.95)
8	Tax expense						
	Current Tax	-	-	-	-	-	-
	Deferred Tax	-	-	-	-	-	-
9	Profit/(loss) for the period (7-8)	(946.91)	(4.90)	(513.87)	(1952.37)	(3814.05)	(4579.95)
10	Other Comprehensive Income (net of tax)	-	-	-	-	(21.02)	104.22
11	Total Comprehensive Income for the period (9 + 10)	(946.91)	(4.90)	(513.87)	(1952.37)	(3835.07)	(4475.73)
12	Paid-up Equity share capital (Face value of Rs.10/- each)	1150	1150	1150	1150	1150	1150
13	Earnings per share (Before & after extraordinary items) (of Rs.10/-each) (not annualised for quarterly figures):						
a)	Basic (Rs.)	(8.23)	(0.04)	(4.47)	(16.98)	(33.17)	(39.83)
b)	Diluted (Rs.)	(8.23)	(0.04)	(4.47)	(16.98)	(33.17)	(39.83)
	See accompanying notes to the financial results						
Notes:							
1)	The financial results of the Company for the quarter and nine months ended 31st December 2018 has been approved and signed by the Mr. Kamallesh Kumar Singhania, Resolution Professional appointed by Hon'ble NCLT, Hyderabad Bench in the matter of Khaltan Electricals Limited only to the limited extent of discharging the powers of the Board of Directors. The aforesaid financial results for the said quarter which was part under Corporate insolvency Resolution Period (CIRP) (start date of CIRP is 28.11.2018) were reviewed by the statutory auditors. While approving the financial results, the Mr. Kamallesh Kumar Singhania, Resolution Professional appointed by Hon'ble NCLT, Hyderabad Bench in the matter of Khaltan Electricals Limited has also relied on the certifications, representations and statements made by the Chief Financial Officer and/or Key Managerial Personnel (KMP) of the Company.						
2)	The Company has incurred significant amount of losses leading to erosion of net worth and the current liabilities exceeds the current assets. The Bank of India, in its capacity as financial creditor had filed a petition under the Insolvency and Bankruptcy Code, 2016 (IBC) with The Hon'ble National Company Law Tribunal, Hyderabad Bench (NCLT) for initiation of CIRP process against the company. The NCLT vide its order No. CP (IB) No. 326 / 7 / HDB / 2018 dated 28.11.2018, has admitted the Corporate Insolvency Resolution Process (CIRP) in respect of the Company. Pending disposal of above matter, the financial statements of the Company have been prepared on a going concern basis and no impairment loss on property, plant and equipment have been recognized.						
3)	The figures for the Quarter ended 31st December, 2018 are the balance figure between unaudited figures in respect of Nine Months upto December 31, 2018 and the unaudited published year to date reviewed figures upto the end of the Second quarter ended on 30th September, 2018, being the date of the end of the Second quarter of the current financial year which were subjected to limited review.						
4)	The Limited Review of the Results for the Quarter and Nine Months ended 31st December, 2018 as required under Regulation 33 of the SEBI (Listing Obligations & Disclosure Requirements) Regulation, 2015, has been done by the Statutory Auditors of the Company.						
5)	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.						
6)	As regards observations of the Auditors on the Unaudited Financial Results for the Quarter and Nine Months ended 31st December, 2018 in their Limited Review Report, it is stated that said observations are self explanatory and the impact thereof on the profit or loss of the Company for the Quarter and Nine Months ended 31st December, 2018 can only be ascertained on final determination of issues.						
7)	The figures of previous periods have been regrouped/reclassified wherever necessary to make them comparable with those of the current period.						
8)	Ind AS 115 Revenue from Contracts with Customers is mandatory for reporting from the period beginning on or after April 01, 2018 and has replaced the existing Ind AS related thereto. Under the modified retrospective approach, there were no material adjustments required to be made to the retained earnings as at April 01, 2018. Also, the application of Ind AS 115 did not have any material impact of recognition and measurement of revenue and related items in the financial results for the Nine Months ended 31st December, 2018.						
Place of Signature : Kolkata Date: 13th February, 2019		<p style="text-align: center;">KAMALESH KUMAR SINGHANIA Resolution Professional In the matter of Khaltan Electricals Ltd Registration No. IBBI/IPA-002/IP-N00023/2016-2017/10050</p>				<p style="text-align: center;"> Kamallesh Kumar Singhania Resolution Professional In the matter of Khaltan Electricals Limited Registration No. IBBI/IPA-002/IP-N00023/2016-17/10050</p>	

