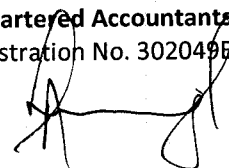


INDEPENDENT AUDITOR'S REVIEW REPORT

TO THE BOARD OF DIRECTORS OF GILLANDERS ARBUTHNOT & COMPANY LIMITED

1. We have reviewed the accompanying statement of Standalone Unaudited Financial Results of Gillanders Arbuthnot & Company Limited ("the Company") for the quarter and nine months ended 31st December, 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 provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
3. We did not review revenues and total assets of Rs 19,500.10 lakhs and Rs 38,019.64 lakhs respectively, included in the accompanying unaudited financial results in respect of the Company's Engineering (MICCO) Division and GIS Cotton Mill (a unit of Textile Division), whose financial information have been reviewed by the other auditors and whose reports have been furnished to us. Our conclusion on the unaudited quarterly financial results, in so far as it relates to the affairs of such divisions is based solely on the reports of the other auditors.
4. 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 accounting 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, *subject to the non-provision of income tax and deferred tax for the quarter and nine months ended 31st December, 2016, as per Accounting Standard 22 on "Accounting for Taxes on Income", impact of which has not been ascertained by the Company.*

For Singhi & Co.
Chartered Accountants
Firm Registration No. 302049E



(Anurag Singhi)
Partner

Membership No. 066274

Place : Kolkata

Dated : 14th day of February, 2017



Gillanders Arbuthnot and Company Limited

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E-mail : gillanders@gillandersarbuthnot.com, Website : www.gillandersarbuthnot.com

STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31ST DECEMBER, 2016

(₹ in Lakhs)

Particulars	Quarter Ended			Nine Months Ended		Year Ended
	31.12.2016 (Unaudited)	30.09.2016 (Unaudited)	31.12.2015 (Unaudited)	31.12.2016 (Unaudited)	31.12.2015 (Unaudited)	31.03.2016 (Audited)
1. Income from Operations						
a) Net Sales / Income from Operations (Net of Excise Duty)	15,253.01	16,207.03	21,841.28	47,256.47	59,216.09	77,362.48
b) Other Operating Income	422.12	549.76	615.63	1,605.91	1,599.39	2,158.80
Total Income from Operations (net)	15,675.13	16,756.79	22,456.91	48,862.38	60,815.48	79,521.28
2. Expenses						
a) Cost of Materials Consumed	5,360.11	6,178.31	7,039.51	17,785.57	21,791.05	28,242.53
b) Purchase of Stock in Trade	2,050.20	1,723.74	3,391.89	4,502.88	8,405.71	10,127.28
c) Changes in inventories of Finished Goods, Work-in-progress and Stock-in-trade	(1,649.39)	(2,321.22)	403.63	(4,509.42)	(3,983.70)	(575.56)
d) Employee Benefits Expense	3,381.97	3,636.61	3,218.42	10,321.43	10,034.66	13,255.64
e) Power & Fuel	1,353.65	1,726.80	1,575.40	4,537.66	5,255.22	6,430.91
f) Jobs on Contract	1,103.45	1,232.28	1,862.44	3,718.67	4,209.04	5,637.52
g) Depreciation & Amortisation Expense	476.57	488.60	424.90	1,424.54	1,408.09	1,868.18
h) Other Expenses	2,538.42	2,851.88	3,232.75	8,311.82	9,419.27	12,886.95
Total Expenses	14,614.98	15,517.00	21,148.94	46,093.15	56,539.34	77,873.45
3. Profit / (Loss) from Operations before Other Income, Finance Costs and Exceptional Items (1 - 2)	1,060.15	1,239.79	1,307.97	2,769.23	4,276.14	1,647.83
4. Other Income	198.49	659.90	174.24	1,132.47	603.82	815.53
5. Profit / (Loss) from Ordinary Activities before Finance Costs & Exceptional Items (3 + 4)	1,258.64	1,899.69	1,482.21	3,901.70	4,879.96	2,463.36
6. Finance Costs	1,222.25	1,206.97	1,135.04	3,589.44	3,450.52	4,650.28
7. Profit / (Loss) from Ordinary Activities after Finance Costs but before Exceptional Items (5 - 6)	36.39	692.72	347.17	312.26	1,429.44	(2,186.92)
8. Exceptional Items	-	-	-	-	-	-
9. Profit / (Loss) from Ordinary Activities before Tax (7 + 8)	36.39	692.72	347.17	312.26	1,429.44	(2,186.92)
10. Tax expense						
- for Current Tax	-	-	-	-	-	80.00
- for Deferred Tax	-	-	-	-	-	-
11. Net Profit / (Loss) from Ordinary Activities after Tax (9-10)	36.39	692.72	347.17	312.26	1,429.44	(2,266.92)
12. Extraordinary Items (Net of Tax Expense ₹ - Nil)	-	-	-	-	-	-
13. Net Profit/ (Loss) for the Period (11-12)	36.39	692.72	347.17	312.26	1,429.44	(2,266.92)
14. Paid up Ordinary Share Capital (Face Value : ₹ 10/- each)	2,134.23	2,134.23	2,134.23	2,134.23	2,134.23	2,134.23
15. Reserves excluding Revaluation Reserves as per balance sheet of previous accounting year						16,752.33
16. Earnings Per Share (of ₹ 10 each) (not annualised)						
a) Basic and diluted EPS before Extraordinary items	0.10	3.24	1.61	1.36	6.63	(10.70)
b) Basic and diluted EPS after Extraordinary items	0.10	3.24	1.61	1.36	6.63	(10.70)



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REPORTING OF SEGMENTWISE REVENUE, RESULTS AND CAPITAL EMPLOYED

(₹ in Lakhs)

Particulars	Quarter Ended			Nine Months Ended		Year Ended
	31.12.2016 (Unaudited)	30.09.2016 (Unaudited)	31.12.2015 (Unaudited)	31.12.2016 (Unaudited)	31.12.2015 (Unaudited)	31.03.2016 (Audited)
1. Segment Revenue (Net Sales/Income from Operations)						
a) Tea	6,087.16	5,283.80	7,667.29	14,729.25	17,301.41	21,757.27
b) Trading (Discontinued Operation)	-	-	0.30	-	182.94	182.94
c) Property	195.65	196.72	222.19	610.69	662.00	880.66
d) Textile	7,044.82	9,480.01	8,337.13	26,043.92	25,750.10	34,839.22
e) Engineering (MICCO)	2,364.39	1,812.04	5,187.57	7,534.56	13,928.93	17,553.44
f) Chemical (Waldies) [Refer Note No. 5]	-	-	1,067.86	-	3,066.39	4,409.47
Total	15,692.02	16,772.57	22,482.34	48,918.42	60,891.77	79,623.00
Less: Inter Segment Revenue	16.89	15.78	25.43	56.04	76.29	101.72
Net Sales/Income from Operations	15,675.13	16,756.79	22,456.91	48,862.38	60,815.48	79,521.28
2. Segment Result [Profit/(Loss) before tax and interest from each segment]						
a) Tea	699.35	1,479.35	1,215.47	2,368.48	3,093.60	1,454.20
b) Trading (Discontinued Operation)	-	-	(13.87)	-	(53.51)	(99.12)
c) Property	138.06	133.73	168.80	435.93	491.71	640.64
d) Textile	276.72	603.02	36.28	1,515.35	443.40	524.86
e) Engineering (MICCO)	197.93	(681.85)	20.85	(750.61)	854.45	(121.15)
f) Chemical (Waldies) [Refer Note No. 5]	-	-	60.29	-	109.18	170.90
Total:	1,312.06	1,534.25	1,487.82	3,569.15	4,938.83	2,570.33
Less: i) Finance Cost	1,222.25	1,206.97	1,135.04	3,589.44	3,450.52	4,650.28
ii) Other Un-allocable Expenditure net off Un-allocable Income	53.42	(365.44)	5.61	(332.55)	58.87	106.97
Total Profit/(Loss) before Tax	36.39	692.72	347.17	312.26	1,429.44	(2,186.92)
3. Capital Employed (Segment Assets-Segment Liabilities)						
a) Tea	12,270.58	11,583.84	10,530.48	12,270.58	10,530.48	7,706.10
b) Trading (Discontinued Operation)	-	-	247.66	-	247.66	227.14
c) Property	(422.15)	(436.71)	(412.88)	(422.15)	(412.88)	(425.53)
d) Textile	22,082.65	22,424.87	24,061.46	22,082.65	24,061.46	24,144.02
e) Engineering (MICCO)	18,457.23	18,991.80	19,626.30	18,457.23	19,626.30	18,632.10
f) Chemical (Waldies) [Refer Note No. 5]	-	-	939.85	-	939.85	916.57
g) Unallocated	(31,188.54)	(32,610.42)	(32,209.95)	(31,188.54)	(32,209.95)	(32,113.84)
Total Capital Employed	21,199.77	19,953.38	22,782.92	21,199.77	22,782.92	19,086.56



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Notes:-

- 1) Tea Industry being seasonal in character, results of the Company for the part of the year (which includes results of Tea Division) cannot be taken as indicative of results of the full year.
- 2) In view of note - 1 above, the Taxable profit for the year is unascertainable at present and hence Provision for Taxation - both current and deferred for the current year will be considered at the year-end which has been reported by the Auditors in their Review Report.
- 3) Pursuant to the requirements of revised Accounting Standard (AS) 10 on "Property, Plant and Equipment (PPE)", effective from 1st April, 2016, additional depreciation amounting to ₹ 72.24 Lakhs on bearer plants has been provided during the nine months ended 31st December, 2016. Further, expenditure on uprooting, replanting and upkeep of young bearer plants have been capitalised to the tune of ₹ 269.81 Lakhs during the nine months ended 31st December, 2016, which was hitherto charged to the Statement of Profit and Loss. As a result, profit for the quarter and nine months ended 31st December, 2016, is higher by ₹ 69.41 Lakhs and ₹ 197.57 Lakhs respectively.
- 4) The above results, as reviewed and recommended by the Audit Committee, was approved by the Board of Directors at their respective meetings held on 14th February, 2017. 'Limited Review' of the above results have been carried out by the Statutory Auditors of the Company.
- 5) In view of the Order passed by the Hon'ble High Court at Calcutta, sanctioning the Scheme of Arrangement for reconstruction by transfer of its Chemical (Waldies) Division in West Bengal, to a subsidiary viz., Barfani Builder Limited with effect from 1st April, 2015 (Appointed Date), the financials of the Chemical (Waldies) Division for the quarter and nine months ended 31st December 2016, have not been included in these Financial Results. Further, results for the quarter ended 30th September, 2016, does not include the financials of Chemical (Waldies) Division. The effective date of the said scheme is 6th January, 2017.
- 6) Pursuant to the sanctioned Scheme of Arrangement, the Company has been issued and allotted 1,46,80,000 fully paid up equity shares of ₹ 10 each at par, in consideration of transfer of the Chemical (Waldies) Division to Barfani Builder Limited, a subsidiary of the Company.
- 7) During the quarter ended on 31st December, 2016, the Company has issued and allotted 12,10,000 numbers of 7.75% Cumulative Redeemable Preference Shares of ₹ 100 each at par, to the promoter group companies on private placement basis.
- 8) The Company has discontinued operations with respect to its Trading Division with effect from the close of business hours of 31st March, 2016.
- 9) In view of Note-5 & 8 above, the figures for the quarter and nine months ended on 31st December, 2016 are not comparable with the corresponding periods.
- 10) Previous period's/year figures have been rearranged and/or regrouped, wherever necessary.

For Gillanders Arbuthnot and Company Limited



D. K. Sharda

(Managing Director & CEO)

Kolkata
14th February 2017

