

Euro Ceramics Ltd.

CIN : L26914MH2002PLC135548



September 14, 2017

To,
The Manager - CRD
BSE Limited
Phiroze Jeejeebhoy Towers,
Dalal Street, Fort.
Mumbai - 400051
Scrip Code: **532823**

The Manager - Listing Department
National Stock Exchange of India Limited,
"Exchange Plaza", BandraKurla Complex,
Bandra (East),
Mumbai - 400 001
Symbol: **EUROCERA**

Dear Sir,

Sub: Outcome of the Board Meeting held today i.e. September 14, 2017

Pursuant to the provisions of Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we wish to inform you that the Board of Directors of the Company at their Meeting held today i.e. Thursday, September 14, 2017; *inter-alia*, considered and approved the Standalone Unaudited Financial Results of the Company for the quarter ended June 30, 2017.

In terms of the provisions of Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we are enclosing the following:

- Standalone Unaudited Financial Results for the quarter ended June 30, 2017.
- Limited Review Report on the Standalone Unaudited Financial Results for the quarter ended June 30, 2017 received from the Statutory Auditors of the Company.

The meeting of the Board of Directors commenced at 5pm and concluded at 7.30pm.

Kindly take the above on your record.

Thanking you,

Yours faithfully,

For Euro Ceramics Limited




Viral T. Nandu
Chairman & Whole Time Director
DIN: 01767620

Encl.: As above

Regd. Office : 208, Sangam Arcade, Vallabhkhay Road, Vile Parle (West), Mumbai - 400056. INDIA.
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EURO CERAMICS LTD.

Regd. Office : 208, Sangam Arcade, Vallabhkhai Road, Vile Parle (West), Mumbai 400 056

(CIN- L26914MH2002PLC135548)

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Part-1

Statement of Standalone Uaudited Financial Results for the Quarter June 30, 2017

(Rs. in Lakhs except EPS)

Sr. No.	Particulars	Quarter Ended	
		30-Jun-17	30-Jun-16
		Uaudited	Uaudited
1	INCOME		
a	Revenue from operations	887.48	1218.95
b	Other Income	1.32	6.75
	Total Income	888.80	1,225.70
2	Expenses		
a	Cost of Materials consumed	522.09	907.57
b	Purchase of stock-in-trade	65.50	35.73
c	Changes in inventories of finished goods, work-in-progress and stock-in-trade	222.87	(513.03)
d	Employee benefits expense	87.02	138.7
e	Finance Cost	13.26	29.26
f	Depreciation and amortisation expense	490.88	662.02
g	Other expenses		
i	Power & Fuel Expenses	67.09	250.71
ii	Other expenses	98.73	379.98
	Total Other expenses	165.82	630.69
	Total Expenses	1,567.44	1,890.94
3	Total Profit / (Loss) before exceptional and tax (1-2)	(678.64)	(665.24)
4	Exceptional Items	-	-
5	Total Profit / (Loss) Before Tax	(678.64)	(665.24)
8	Tax expense		
	Current Tax	-	-
	Deferred Tax	-	-
	Total Tax Expenses	-	-
9	Net Profit/(Loss) for the period from continuing operations	(678.64)	(665.24)
10	Profit (Loss) from discontinuing operations before tax	-	-
11	Tax Expenses of discontinuing operations	-	-
12	Net Profit (Loss) for the period from discontinuing operations after Tax	-	-
13	Share of Profit (Loss) of associates and joint ventures accounted for using equity method	-	-
14	Total Profit (Loss) for period	(678.64)	(665.24)
15	Other Comprehensive Income (net of taxes)	-	-
16	Total Comprehensive Income	(678.64)	(665.24)
17	Details of Equity Share Capital		
	Paid-up equity share capital	3,373.77	3,373.77
	Face Value of equity share capital (Rs.)	10.00	10.00
18	Earning per equity share		
i	Basic earnings/(loss) per share from continuing and discontinued operations	(2.01)	(1.97)
ii	Diluted earnings/(loss) per share from continuing and discontinued operations	(2.01)	(1.97)



Segmentwise Revenue, Results, Assets and Liabilities

(Rs. In Lakhs)

Sr. No.	Particulars	Quarter Ended	
		30-Jun-17	30-Jun-16
		Unaudited	Unaudited
1	Segment Revenue		
	(a) Tiles	300.37	221.40
	(b) Aluminium Sections	-	-
	(c) Sanitaryware	587.11	997.55
	(d) Realty	-	-
	Total	887.48	1,218.95
	Less: Inter-Segment Revenue	-	-
	Net Sales	887.48	1,218.95
2	Segmental Results		
	(a) Tiles	(781.78)	(711.72)
	(b) Aluminium Sections	(1.09)	(1.09)
	(c) Sanitaryware	286.66	225.53
	(d) Realty	-	-
	Total	(496.21)	(487.28)
	Less: (i) Interest	13.26	29.26
	(ii) Other Unallocable (Income)/ Expenditure (Net)	169.17	148.70
	(iii) Exceptional/ Extraordinary Items [(gain)/loss]	-	-
	Profit Before Tax	(678.64)	(665.24)
3	Capital Employed		
	Segment Asset		
	(a) Tiles	45,091.67	44,997.53
	(b) Aluminium Sections	258.31	258.31
	(c) Sanitaryware	1,250.72	12,174.91
	(d) Realty	4,198.83	4,332.42
	(e) Unallocable	7,426.51	8,875.80
	Total	58,226.04	70,638.97
	Segment Liabilities		
	(a) Tiles	13,310.20	29,201.40
	(b) Aluminium Sections	12.23	17.09
	(c) Sanitaryware	860.09	476.44
	(d) Realty	-	-
	(e) Unallocable	20,978.00	27,611.55
	Total	35,160.52	57,306.48
	Total Capital Employed	23,065.52	13,332.49

NOTES

- The above Standalone Unaudited Financial Results for the quarter ended June 30, 2017 have been reviewed by the Audit Committee and approved by the Board of Directors at their meetings held on September 14, 2017. The Statutory Auditors have carried out limited review for quarter ended June 30, 2017.
- The Company has presented, for the first time, its Unaudited Standalone Financial Results under Indian Accounting Standards ("Ind AS") which was applicable to the Company w.e.f April 1, 2017 and accordingly the financial results for the quarter ended June 30, 2017 have been prepared in accordance with recognition and measurement principles laid down in the Ind AS 34 - Interim Financial Reporting prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India.
- Figures for the quarter ended June 30, 2016 have been restated as required in terms of Ind AS. which have been approved by the Company's Board of Directors but have not been subjected to a limited review. However, the management has exercised necessary due diligence to ensure that the financial results provide a true and fair view of its affairs. The statement does not include Ind AS compliant results for the preceding quarter and previous year ended 31st March, 2017 and have not been subjected to limited review or audit, as the same is not mandatory as per SEBI's Circular CIR/CFD/FAC/62/2016 dated 5th July, 2016.
- Reconciliation between Standalone Unaudited Financial Results, as previously reported and as restated under Ind AS for the quarter ended June 30, 2016 are as under:

Particulars	(Rs. In Lakhs) Quarter ended June 30, 2016
Profit/(Loss) after tax as reported under the previous IGAAP	(665.24)
Net Profit/(Loss) after tax as per Ind AS	(665.24)
Other Comprehensive Income	-
Total Comprehensive Income	(665.24)

- As per IND AS 108, the Company has four reportable segments namely Tiles, Aluminium Extruded Sections, Sanitaryware (discontinued operation) & Realty.
- Other Income includes Rental Income and Interest Income
- The Company has made settlement arrangement with its secured lenders in FY 2016-17 and accordingly some of the lenders had been settled completely and rest of the lenders, had given deferred payment schedule with some upfront payment. Accordingly the Company has not provided the interest amounting to Rs.278.61 Lakhs, on the balance amount outstanding post settlement, for the quarter ended June 30, 2017. Had the same been accounted for, the net loss (after tax) and current liability for the quarter ended June 30, 2017 would have increased by that amount.
- The Company's current liabilities exceeds its current assets and net worth of the Company has been fully eroded.
- The Deferred Tax provision as per IND AS 12 has not been made on account of losses and absence of reasonable certainty of earning future taxable income in the Company.
- Previous Period/Year's figures have been regrouped / reclassified wherever necessary.
- The format for un-audited quarterly results as prescribed in SEBI's Circular CIR/CFD/CMD/15/2015 dated 30th November, 2015 has been modified to comply with requirement of SEBI's Circular CIR/CFD/FAC/62/2016 dated 5th July, 2016, applicable to the companies that are required to comply with Ind AS.

Place : Mumbai
Date : September 14, 2017

For Euro Ceramics Ltd.

Vinod T. Nandu
Chairman & Whole Time Director
DIN - 01767620



Deepak Maru & Co.

Chartered Accountants

701, 7th Floor, Topiwala Centre,
Goregaon (W), Mumbai – 400062
Tel.: 022- 40161347 / 40161348

Certificate No.: DMC/2017-18/J-006

To,
The Board of Directors,
EURO CERAMICS LIMITED,
208, Sangam Arcade,
Vallabhbhai Road, Vile Parle (W),
Mumbai – 400 056.

Dear Sirs,

Subj: Limited Review Report for the quarter ended 30TH JUNE 2017

We have reviewed the accompanying statement of unaudited financial results of EURO CERAMICS LIMITED for the quarter ended 30th June 2017, attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. This statement is the responsibility of the Company's Management and has been approved by the Board of Directors in their meeting held on 14th September 2017. Our responsibility is to issue a report on these financial statements based on our review.

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.

The financial results for the quarter ended 30th June 2016, included in the Statements, are based on the previously issued financial results of the Company, prepared in the accordance with the Accounting Standards specified under Section 133 of the Company Act, 2013 read with relevant rules issued there under. Management has adjusted these results for the differences in the accounting principles adopted by the Company on the transition to the Indian Accounting Standards (IND AS) and presented a reconciliation of loss under IND AS of corresponding quarter with loss reported under the previous GAAP, which have been approved by the Company's Board of Directors but have not been subjected to a limited review.

BASIS FOR QUALIFIED CONCLUSIONS



Deepak Maru & Co.

Chartered Accountants

701, 7th Floor, Topiwala Centre,

Goregaon (W), Mumbai – 400062

Tel.: 022- 40161347 / 40161348

As referred in Note No. 5, The Company has made settlement arrangement with its secured lenders in FY 2016-17 and accordingly some of the lenders had been settled completely and rest of the lenders, had given deferred payment schedule with some upfront payment. Accordingly the Company has not provided the interest amounting to Rs. 278.61 Lakhs, on the balance amount outstanding post settlement, for the quarter ended June 30, 2017. Had the same been accounted for, the net loss (after tax) and current liability for the quarter ended June 30, 2017 would have increased by that amount.

As referred in Note No.6, The Company's current liabilities exceeds its current assets and net worth of the Company has been fully eroded, these events indicate a material uncertainty that casts a significant doubt on the Company's ability to continue as a going concern and therefore it may be unable to realize its assets and discharge its liabilities in the normal course of business. The financial results do not disclose the fact that the fundamental accounting assumption of going concern is under doubt. The Company is taking appropriate action and negotiating with the lenders for finding amicable solution.

Based on our review conducted as above, and *except* for the possible effect of the matters stated in our basis for qualified conclusions 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 i.e. IND AS prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued there under 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, as modified by the SEBI's Circular 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 DEEPAK MARU & CO.

Chartered Accountants

Firm Regn. No.115678W

Jaymin P. Shah

CA Jaymin P. Shah

(Partner)

Mem. No.: 118113

Place: Mumbai

Date: 14th September, 2017

