

# Euro Ceramics Ltd.

CIN : L26914MH2002PLC135548



February 08, 2019

To,  
The Manager - CRD  
BSE Limited  
Phiroze Jeejeebhoy Towers,  
Dalal Street, Fort.  
Mumbai - 400051

To,  
The Manager - Listing Department  
National Stock Exchange of India Limited,  
"Exchange Plaza", Bandra Kurla Complex,  
Bandra (East),  
Mumbai - 400 001

Scrip Code: 532823

Symbol: EUROCERA

Dear Sir,

**Sub: Outcome of the Board Meeting held today i.e. Friday, February 08, 2019**

Pursuant to the provisions of Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('Listing Regulations'), we wish to inform you that the Board of Directors of the Company at their Meeting held today i.e. Friday, February 08, 2019; *inter-alia*, considered and approved the Standalone Un-audited Financial Results of the Company for the quarter and nine months ended December 31, 2018.

In terms of the provisions of Regulation 33 of the Listing Regulations, we hereby enclose copy of the following documents:

- Standalone Un-audited Financial Results for the quarter and nine months ended December 31, 2018.
- Limited Review Report on the said results received from the Statutory Auditors of the Company.

The meeting of the Board of Directors commenced at 05:00 P.M. and concluded at 05:30 P.M.

Kindly take the above on your record.

Thanking you,  
Yours faithfully,

For Euro Ceramics Limited

*Lata T. Mehta*  
Lata T. Mehta  
Director  
02027592



Encl.: As above

**Regd. Office :** 208, Sangam Arcade, Vallabhnbhai Road, Vile Parle (West), Mumbai - 400056. INDIA.  
Tel.: +91-22-4019 4019 • Fax : +91-22-4019 4020 • Email : sales@eurocl.com • Web : www.eurocl.com

**Plant :** Survey No. 510, 511, 512, 517/1, Bhachau, Dudhai Road, Bhachau (Kutch), Gujarat, Pin : 370140.  
Tel.: +91-2837-224751 / 224752 / 224753



# EURO CERAMICS LTD.

Regd. Office : 208, Sangam Arcade, Vallabhbai Road, Vile Parle (West), Mumbai 400 056  
(CIN- L26914MH2002PLC135548)  
Website - www.eurovittrified.com, email - sales@euroci.com, Ph-022 40194019, Fax - 022 40194020

(Rs. in Lakhs except EPS)

## Statement of Standalone Unaudited Financial Results for the Quarter and Nine Months Ended December 31, 2018

Sr. No.	Particulars	Quarter Ended			Nine Months Ended		Year Ended
		31-Dec-18	30-Sep-18	31-Dec-17	31-Dec-18	31-Dec-17	31-Mar-18
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
	<b>CONTINUING OPERATIONS</b>						
	<b>Particulars</b>						
I	Revenue From Operations						
II	Other Income	892.96	456.26	406.82	1,644.17	1,629.63	2,030.03
III	<b>Total Income (I+II)</b>	64.44	935.26	37.96	1,068.69	43.77	142.06
IV	<b>EXPENSES</b>	957.40	1,391.52	444.78	2,712.86	1,673.40	2,172.09
	Cost of materials consumed						
	Purchases of Stock-in-Trade	751.09	675.03	302.60	1,695.62	976.56	2,066.65
	Changes in inventories of finished goods, Stock-in-Trade and work-in-progress	12.72	308.26	74.68	339.60	145.94	168.16
	Excise Duty on Sale of Goods	269.07	40.83	(159.63)	489.32	(1.45)	33.13
	Employee benefits expense	-	-	-	-	94.59	94.59
	Finance costs	79.71	93.38	95.48	239.96	274.12	351.60
	Depreciation and amortization expense	11.23	13.26	9.18	33.77	27.50	36.87
	Other expenses	489.79	485.66	495.93	1,463.70	1,483.15	1,971.89
	<b>Total expenses (IV)</b>	159.12	128.59	277.08	403.67	494.87	650.22
V	<b>Profit/(loss) before exceptional items and tax (I-IV)</b>	1,772.74	1,745.01	1,095.32	4,665.65	3,495.28	5,373.10
VI	Exceptional Items	(815.34)	(353.49)	(650.54)	(1,952.79)	(1,821.88)	(3,201.01)
VII	<b>Profit/(loss) before tax (V-VI)</b>	-	481.73	584.94	591.98	584.94	831.11
VIII	<b>Tax expense:</b>	(815.34)	128.24	(65.61)	(1,360.82)	(1,236.94)	(2,369.90)
	(1) Current tax	-	-	-	-	-	-
	(2) Deferred tax	-	-	-	-	-	-
	(3) Mat Credit Entitlement - Reversal	-	-	-	-	-	-
	<b>Total Tax Expense (VIII)</b>	-	-	-	-	-	532.64
IX	<b>Profit (Loss) for the period from continuing operations (VII-VIII)</b>	(815.34)	128.24	(65.61)	(1,360.82)	(1,236.94)	532.64
X	Profit/(loss) from discontinued operations	-	-	-	-	-	(2,902.54)
XI	Net Profit from Disposal of Assets of Discontinuing operations	-	-	-	-	-	-
XII	Tax expense of discontinued operations	-	-	-	-	-	-
XIII	Profit/(loss) from Discontinued operations (after tax) (X-XI)	-	-	-	-	-	-
XIV	<b>Profit/(loss) for the period (IX+XII)</b>	(815.34)	128.24	(65.61)	(1,360.82)	(1,236.94)	(2,902.54)
	Other Comprehensive Income (net of taxes)	-	-	-	-	-	-
XV	A (i) Items that will not be reclassified to profit or loss	-	-	-	-	-	-
	(ii) Income tax relating to items that will not be reclassified to profit or loss	-	-	-	-	-	0.55
	<b>B (i) Items that will be reclassified to profit or loss</b>	-	-	-	-	-	-
	(ii) Income tax relating to items that will be reclassified to profit or loss	-	-	-	-	-	-
XVI	<b>Total Comprehensive Income for the period (XIII+XIV)(Comprising Profit (Loss) and Other Comprehensive Income for the period)</b>	(815.34)	128.24	(65.61)	(1,360.82)	(1,236.94)	(2,901.99)
XVII	<b>Details of Equity Share Capital</b>						
	Paid-up equity share capital	3,373.77	3,373.77	3,373.77	3,373.77	3,373.77	3,373.77
	Face Value of equity share capital (Rs.)	10.00	10.00	10.00	10.00	10.00	10.00
XVII	<b>Earnings per equity share (for Continuing and Discontinuing Operations)</b>						
I	(1) Basic	(2.42)	0.38	(0.19)	(4.03)	(3.67)	(8.60)
	(2) Diluted	(2.42)	0.38	(0.19)	(4.03)	(3.67)	(8.60)



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Sr. No.	Particulars	Quarter Ended			Nine Months Ended		(Rs. In Lakhs)
		31-Dec-18	30-Sep-18	31-Dec-17	31-Dec-18	31-Dec-17	Year Ended
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	31-Mar-18
1	<b>Segment Revenue</b>						
	(a) Tiles	470.30	430.99	290.73	1,158.52	858.83	1,213.46
	(b) Aluminium Sections	-	-	-	-	-	-
	(c) Sanitaryware	15.46	25.27	116.09	78.45	770.80	816.57
	(d) Realty	407.20	-	-	407.20	-	-
	<b>Total</b>	<b>892.96</b>	<b>456.26</b>	<b>406.82</b>	<b>1,644.17</b>	<b>1,629.63</b>	<b>2,030.03</b>
	Less: Inter-Segment Revenue	-	-	-	-	-	-
	<b>Net Sales</b>	<b>892.96</b>	<b>456.26</b>	<b>406.82</b>	<b>1,644.17</b>	<b>1,629.63</b>	<b>2,030.03</b>
2	<b>Segmental Results</b>						
	(a) Tiles	(870.98)	(1,150.75)	(581.17)	(2,810.50)	(1,726.18)	(3,028.98)
	(b) Aluminium Sections	-	-	(1.20)	-	(3.39)	(3.39)
	(c) Sanitaryware	(5.77)	(16.84)	51.14	1.35	349.42	371.71
	(d) Realty	112.46	-	-	112.46	-	-
	<b>Total</b>	<b>(764.29)</b>	<b>(1,167.59)</b>	<b>(531.23)</b>	<b>(2,696.69)</b>	<b>(1,380.15)</b>	<b>(2,660.66)</b>
	Less: (i) Interest	11.23	13.26	9.18	33.77	27.50	36.87
	(ii) Other Unallocable (Income)/	-	-	-	-	-	-
	Expenditure (Net)	39.82	(827.36)	110.14	(777.66)	414.23	503.48
	(iii) Exceptional/	-	-	-	-	-	-
	Extraordinary Items [(gain)/loss]	-	(481.73)	(584.94)	(591.98)	(584.94)	(831.11)
	<b>Profit Before Tax</b>	<b>(815.34)</b>	<b>128.24</b>	<b>(65.61)</b>	<b>(1,360.82)</b>	<b>(1,236.94)</b>	<b>(2,369.90)</b>
3	<b>Capital Employed</b>						
	<b>Segment Asset</b>						
	(a) Tiles	14,508.93	15,371.02	18,714.89	14,508.93	18,714.89	17,185.38
	(b) Aluminium Sections	-	-	-	-	-	-
	(c) Sanitaryware	1,054.53	1,035.44	1,145.40	1,054.53	1,145.40	1,107.42
	(d) Realty	4,198.80	4,493.54	4,198.83	4,198.80	4,198.83	4,198.80
	(e) Unallocable	3,470.15	3,339.49	3,903.87	3,470.15	3,903.87	3,308.63
	<b>Total</b>	<b>23,232.41</b>	<b>24,239.49</b>	<b>27,962.99</b>	<b>23,232.41</b>	<b>27,962.99</b>	<b>25,800.23</b>
	<b>Segment Liabilities</b>						
	(a) Tiles	11,829.80	11,850.49	12,612.61	11,829.80	12,612.61	12,564.04
	(b) Aluminium Sections	2.77	2.77	12.23	2.77	12.23	12.23
	(c) Sanitaryware	162.03	153.43	1,182.96	162.03	1,182.96	209.73
	(d) Realty	-	-	-	-	-	-
	(e) Unallocable	20,499.18	20,678.84	20,390.70	20,499.18	20,390.70	20,914.78
	<b>Total</b>	<b>32,493.78</b>	<b>32,685.53</b>	<b>34,198.50</b>	<b>32,493.78</b>	<b>34,198.50</b>	<b>33,700.78</b>
	<b>Capital Employed</b>						
	(a) Tiles	2,679.13	3,520.53	6,102.28	2,679.13	6,102.28	4,621.34
	(b) Aluminium Sections	(2.77)	(2.77)	(12.23)	(2.77)	(12.23)	(12.23)
	(c) Sanitaryware	892.50	882.01	(37.56)	892.50	(37.56)	897.69
	(d) Realty	4,198.80	4,493.54	4,198.83	4,198.80	4,198.83	4,198.80
	(e) Unallocable	(17,029.03)	(17,339.35)	(16,486.83)	(17,029.03)	(16,486.83)	(17,606.15)
	<b>Total Capital Employed</b>	<b>(9,261.37)</b>	<b>(8,446.04)</b>	<b>(6,235.51)</b>	<b>(9,261.37)</b>	<b>(6,235.51)</b>	<b>(7,900.55)</b>

#### NOTES

- The above unaudited results, which have been subjected to Limited Review by the Statutory Auditors of the Company, are published in accordance with Regulation 33 of the SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015, have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on February 8, 2019. The financial results are prepared in accordance with the Indian Accounting Standards (Ind AS) as prescribed under Section 133 of the Companies Act, 2013, read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015, Companies (Indian Accounting Standards) (Amendment) rules, 2016 and other accounting principles generally accepted in India.
- The format for unaudited financial results as prescribed in SEBI's Circular CIR/CFD/CMD/15/2015 dated November 30, 2015 has been modified to comply with the requirements of SEBI's circular dated July 5, 2016, Ind AS and Schedule III (Division II) to the Companies Act, 2013, which are applicable to Companies that are required to comply with Ind AS.
- As per IND AS 108, the Company has four reportable segments namely Tiles, Aluminium Extruded Sections, Sanitaryware & Realty.
- Other Income includes Royalty Income, 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. 313.88 Lakhs and Rs. 892.79 Lakhs, for the quarter and nine months ended December 31, 2018 respectively, on the balance amount outstanding post settlement. Had the same been accounted for, the net loss (after tax) and current liability for the quarter and nine months ended December 31, 2018 would have increased by that amount. Also, attention is drawn to the fact that one time settlement agreement with one of the secured lenders stands withdrawn, as the Company has defaulted in repayment of dues to the lender based on the terms of the agreement.
- 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 probable certainty of earning future taxable income in the Company.
- The Company has not provided for impairment on its assets as per Indian Accounting Standard (Ind AS) 36 as notified under section 133 to the Companies Act, 2013. The effect of such impairment has not been quantified by the management and hence the same is not ascertainable.
- During the current quarter, the Company has written off stock of raw material, work-in-progress, finished goods, packing material and stores and spares which have expired or become obsolete or which are no more in use, amounting to Rs.462.79 Lakhs.
- Exceptional item in nine months ending December 31, 2018 is pertaining to Royalty received on account of assignment of Brand, settlement of court case pertaining to Brand and Profit on sale of land. Exceptional item for the year ended March 31, 2018 is pertaining to Profit on sale of land and building.
- Previous Period/Year's figures have been regrouped / reclassified wherever necessary.

Place : Mumbai  
Date : February 8, 2019

For Euro Ceramics Ltd

*Lata T. Mehta*

Lata T.Mehta  
Director  
DIN:02027592





**EURO CERAMICS LTD.**

(CIN- L26914MH2002PLC135548)

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

Ph-022 40194019, Fax - 022 40194020

Web - [www.eurovitrified.com](http://www.eurovitrified.com), email - [sales@eurocl.com](mailto:sales@eurocl.com),**Extract of Standalone Unaudited Financial Results for the Quarter and Nine Months Ended December 31, 2018**

Rs. In Lakhs except EPS

Sr. No.	Particulars	Quarter Ended		Nine Months Ended
		31-Dec-18	31-Dec-17	31-Dec-18
		Unaudited	Unaudited	Unaudited
1	Total income from continuing operations (net)	957.40	444.78	2,712.86
2	Net Profit / (Loss) from ordinary activities before tax (before exceptional items)	(815.34)	(650.54)	(1,952.79)
3	Net Profit / (Loss) from ordinary activities after tax (after exceptional items)	(815.34)	(65.61)	(1,360.82)
4	Total Comprehensive Income for the period [Comprising profit for the period (after tax) and Other Comprehensive Income]	(815.34)	(65.61)	(1,360.82)
5	Equity Share Capital	3,373.77	3,373.77	3,373.77
6	Reserves (excluding Revaluation Reserves) as shown in the Audited Balance Sheet of previous year (As on 31-Mar-18)	(11,274.33)	(11,274.33)	(11,274.33)
7	Earnings Per Share (of Rs.10/- each)			
	a) Basic	(2.42)	(0.19)	(4.03)
	b) Diluted	(2.42)	(0.19)	(4.03)

**Note :**

- 1 The above is an extract of the detailed format of Standalone Unaudited Financial Results for the quarter and nine months ended December 31, 2018 filed with the Stock Exchanges under Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The full format of the quarterly financial results are available on the Stock Exchange websites ([www.bseindia.com](http://www.bseindia.com) and [www.nseindia.com](http://www.nseindia.com)) and Company's website ([www.eurovitrified.com](http://www.eurovitrified.com))
- 2 The above unaudited financial results for the quarter and nine months ended December 31, 2018 have been reviewed by the Audit Committee and approved by the Board of Directors at their meetings held on February 8, 2019.
- 3 The Unaudited financial results for the Quarter and nine months ended December 31, 2018, 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.

For Euro Ceramics Ltd

*Lata T. Mehta*  
 Lata T. Mehta  
 Director  
 DIN:02027592



Place : Mumbai

Date : February 8, 2019

To,  
The Board of Directors  
Euro Ceramics Limited  
208, Sangam Arcade,  
Vallabhbhai Road, Vile Parle (W),  
Mumbai – 400 056

Dear Sirs,

**Sub: Limited Review Report for the Quarter and Nine Month ended December 31, 2018**

1. We have reviewed the unaudited financial results of Euro Ceramics Limited (the "Company") for the quarter ended December 31, 2018 which are included in the accompanying 'Statement of Standalone Unaudited Financial Results for the Quarter and nine month ended December 31, 2018' together with the notes thereon (the "Statement"). The Statement has been prepared by the Company pursuant to Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (the "Listing Regulations, 2015") and SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016, which has been initialled by us for identification purposes. The Statement is the responsibility of the Company's management and has been approved by the Board of Directors in their meeting held on February 8, 2019. The management is also responsible to ensure that the accounting policies used in the preparation of this Statement are in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (Ind AS) prescribed under Section 133 of the Companies Act, 2013 and other recognised accounting practices and policies. Our responsibility is to issue a report on the Statement 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. It is substantially less in scope than an audit conducted in accordance with the generally accepted auditing standards, the objective of which is expression of an opinion regarding the financial statements taken as a whole. We have not performed an audit and accordingly, we do not express an audit opinion.
3. **Basis for Qualified Conclusions**
  - a. *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. 313.88 Lakhs and Rs. 892.79 Lakhs, on the balance amount outstanding post settlement, for the quarter and nine months ended December 31, 2018 respectively. Had the same been accounted for, the net loss (after tax) and current liability for the quarter and nine months ended December 31, 2018 would have increased by that amount. Also, attention is drawn to the fact that one time settlement with one of the secured lenders stands withdrawn, as the Company has defaulted in repayment of dues to the lender based on the terms of the agreement.*





- b. 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.
- c. As referred in Note No. 7, the Deferred Tax as per Ind-AS 12 "Income Taxes" has not been made on account of, absence of probable certainty of future taxable income flowing to the Company.
- d. As referred in Note No. 8, the Company has not provided for impairment on its assets as per Indian Accounting Standard (Ind AS) 36 as notified under section 133 to the Companies Act, 2013. The effect of such impairment has not been quantified by the management and hence the same is not ascertainable.
4. 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 Statement has not been prepared in all material respects in accordance with Ind AS and other recognised accounting practices and policies, and has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations, 2015 and SEBI circular CIR/CFD/FAC/62/2016 dated July 5, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For Rasesh Shah & Associates

Firm Registration Number: 108671W

Chartered Accountants



*Mh*

Mehul Shah

Partner

Membership Number: 137148

Mumbai

February 8, 2019