

EURO CERAMICS LTD.

Regd. Office : 208, Sangam Arcade, Vallabhkhai Road, Vile Parle West, Mumbai 400 056 (CIN- L26914MH2002PLC135548)

Web - www.eurocl.com, email - sales@eurocl.com, Ph-022 40194019, Fax - 022 40194020

Unaudited Financial Results for the Quarter ended and Half year ended 30th September 2015

(Rs. in Lacs except EPS and No. of Shares)

PART - I		STANDALONE					
		Quarter Ended			Half Year Ended		Year Ended
		30-Sep-15	30-Jun-15	30-Sep-14	30-Sep-15	30-Sep-14	31-Mar-15
Sr. No.	Particulars	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	Income from operations						
	(a) Net Sales/Income from Operations (Net of excise duty)	950.55	1,475.06	1,027.23	2,425.61	2,109.41	4,971.09
	(b) Other Operating Income	-	-	-	-	-	-
	Total Income from operations (net)	950.55	1,475.06	1,027.23	2,425.61	2,109.41	4,971.09
2	Expenses						
	(a) Cost of Materials Consumed	293.26	555.84	295.73	849.10	766.62	2,388.52
	(b) Purchase of stock in trade	49.61	26.87	43.88	76.48	62.05	139.15
	(c) (Increase) / Decrease in Inventories of finished goods & work-in-progress and stock in trade	44.84	339.81	135.70	384.65	(62.91)	9.25
	(d) Employees Benefit Expenses	156.33	135.75	118.05	292.08	276.40	576.77
	(e) Power and Fuel Expenses	207.67	191.27	261.07	398.94	668.16	1,085.51
	(f) Depreciation and amortisation expenses	674.03	673.98	991.44	1,348.01	1,972.39	2,882.80
	(g) Other expenses	194.13	151.71	158.07	345.84	386.69	741.73
	Total expenses	1,619.86	2,075.23	2,003.94	3,695.09	4,069.40	7,823.72
3	Profit / (Loss) from Operations before other income, finance cost and exceptional items (1-2)	(669.32)	(600.17)	(976.71)	(1,269.49)	(1,959.99)	(2,852.64)
4	Other Income	34.77	5.87	1.17	40.64	7.80	271.09
5	Profit / (Loss) from ordinary activities before finance costs and exceptional items (3+4)	(634.55)	(594.30)	(975.54)	(1,228.85)	(1,952.19)	(2,581.55)
6	Finance Costs	22.23	26.73	27.03	48.96	46.37	69.95
7	Profit / (Loss) from ordinary activities after finance costs and before exceptional items (5+6)	(656.78)	(621.03)	(1,002.57)	(1,277.81)	(1,998.56)	(2,651.50)
8	Exceptional items	-	-	-	-	-	-
9	Profit / (Loss) from ordinary activities before tax (7+8)	(656.78)	(621.03)	(1,002.57)	(1,277.81)	(1,998.56)	(2,651.50)
10	Tax expenses	-	-	-	-	-	-
11	Profit / (Loss) from ordinary activities after tax (9+10)	(656.78)	(621.03)	(1,002.57)	(1,277.81)	(1,998.56)	(2,651.50)
12	Extraordinary items (Expense)/Income	-	-	(3,409.67)	-	(3,409.67)	(3,552.17)
13	Net Profit / (Loss) for the period (11+12)	(656.78)	(621.03)	(4,412.24)	(1,277.81)	(5,408.23)	(6,203.67)
14	Share of Profit / (Loss) of Associates*	-	-	-	-	-	-
15	Minority Interest *	-	-	-	-	-	-
16	Net Profit / (Loss) after taxes, minority interest and share of profit / (loss) of associates (13+14+15) *	(656.78)	(621.03)	(4,412.24)	(1,277.81)	(5,408.23)	(6,203.67)
17	Paid-up Equity Share Capital (Face Value of Rs. 10/- each)	3,373.77	3,373.77	3,373.77	3,373.77	3,373.77	3,373.77
18	Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year	-	-	-	-	-	(19,481.24)
19.i	EPS (before extraordinary items) (of Rs. 10/- each) (not annualised)						
	(a) Basic	(1.95)	(1.84)	(2.97)	(3.79)	(5.92)	(7.86)
	(b) Diluted	(1.95)	(1.84)	(2.97)	(3.79)	(5.92)	(7.86)
19.ii	EPS (After extraordinary items) (of Rs. 10/- each) (not to be annualised)						
	(a) Basic	(1.95)	(1.84)	(13.08)	(3.79)	(16.03)	(18.39)
	(b) Diluted	(1.95)	(1.84)	(13.08)	(3.79)	(16.03)	(18.39)

PART - II SELECT INFORMATION FOR THE QUARTER AND HALF YEAR ENDED 30TH SEPTEMBER, 2015

A PARTICULARS OF SHAREHOLDING							
1	Public shareholding:						
	- Number of shares	27,075,695	26,233,160	26,233,160	27,075,695	26,233,160	26,233,160
	- Percentage of shareholdings	80.25	77.76	77.76	80.25	77.76	77.76
2	Promoters and Promoters group Shareholding**						
	(a) Pledged / Encumbered						
	- Number of shares	6,661,512	7,504,047	7,504,047	6,661,512	7,504,047	7,504,047
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	99.99	99.99	99.99	99.99	99.99	99.99
	- Percentage of shares (as a % of the total share capital of the Company)	19.74	22.24	22.24	19.74	22.24	22.24
	(b) Non-encumbered						
	- Number of shares	510	510	510	510	510	510
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	0.01	0.01	0.01	0.01	0.01	0.01
	- Percentage of shares (as a % of the total share capital of the Company)	0.00	0.00	0.00	0.00	0.00	0.00

Particulars	30-Sep-15
B INVESTOR COMPLAINTS	
Pending at the beginning of the quarter	NIL
Received during the quarter	NIL
Disposed of during the quarter	NIL
Remaining unresolved at the end of the quarter	NIL



Segmentwise Revenue, Results and Capital Employed

Rs. In Lacs

Sr. No.	Particulars	STANDALONE					
		Quarter Ended			Six Months Ended		Year Ended
		30-Sep-15 Unaudited	30-Jun-15 Unaudited	30-Sep-14 Unaudited	30-Sep-15 Unaudited	30-Sep-14 Unaudited	31-Mar-15 Audited
1	Segment Revenue						
	(a) Tiles	246.28	796.43	450.33	1,042.71	905.89	2,512.11
	(b) Aluminium Sections	-	-	-	-	-	-
	(c) Sanitaryware	704.26	678.63	576.90	1,382.89	1203.52	2,458.97
	(d) Realty	-	-	-	-	-	-
	Total	950.54	1,475.06	1,027.23	2,425.60	2,109.41	4,971.08
	Less: Inter-Segment Revenue	-	-	-	-	-	-
	Net Sales	950.54	1,475.06	1,027.23	2,425.60	2,109.41	4,971.08
2	Segmental Results						
	(a) Tiles	(530.48)	(509.81)	(761.38)	(1,040.29)	(1,646.54)	(1,898.29)
	(b) Aluminium Sections	(1.09)	(1.09)	(3.97)	(2.18)	(7.90)	(4.37)
	(c) Sanitaryware	36.51	68.73	(16.48)	105.24	107.09	(3.64)
	(d) Realty	-	-	-	-	-	-
	Total	(495.06)	(442.17)	(781.83)	(937.23)	(1,547.35)	(1,906.30)
	Less: (i) Interest	22.22	26.74	27.03	48.96	46.37	69.95
	(ii) Other Unallocable (Income)/ Expenditure (Net)	139.50	152.12	193.71	291.62	404.84	675.24
	(iii) Exceptional/Extraordinary Items	-	-	3,409.67	-	3,409.67	3,552.17
	Profit Before Tax	(656.78)	(621.03)	(4,412.24)	(1,277.81)	(5,408.23)	(6,203.66)
3	Capital Employed (Segment Assets Less Segment Liabilities)						
	(a) Tiles	16,150.07	16,189.75	16,024.33	16,150.07	16,024.33	16,223.33
	(b) Aluminium Sections	243.10	243.10	243.23	243.10	243.23	243.10
	(c) Sanitaryware	11,425.97	11,468.50	11,611.69	11,425.97	11,611.69	11,462.34
	(d) Realty	4,355.67	4,355.67	4,358.89	4,355.67	4,358.89	4,355.67
	(e) Unallocable	(20,230.38)	(20,329.84)	(20,478.88)	(20,230.38)	(20,478.88)	(20,410.21)
	Total Capital Employed	11,944.43	11,927.18	11,759.26	11,944.43	11,759.26	11,874.23

STATEMENT OF ASSETS AND LIABILITIES

(Rs. in Lacs)

Particulars	(Rs. in Lacs)	
	As at 30-Sept- 2015	As at 31-Mar- 2015
A EQUITY AND LIABILITIES		
1 Shareholders' funds		
(a) Share capital	3,373.77	3,373.77
(b) Reserves and surplus	(20,759.05)	(19,481.24)
	(17,385.28)	(16,107.47)
2 Non-current liabilities		
(a) Long-term borrowings	3,111.24	3,222.04
(b) Deferred tax liabilities (net)	1,523.92	1,523.92
	4,635.16	4,745.96
3 Current liabilities		
(a) Short-term borrowings	1,458.83	1,458.33
(b) Trade payables	3,888.25	3,037.20
(c) Other current liabilities	48,751.30	48,835.59
(d) Short-term provisions	59.41	74.92
	54,157.79	53,406.04
TOTAL	41,407.67	42,044.53
B ASSETS		
1 Non-current assets		
(a) Fixed assets		
(i) Tangible assets	29,995.08	31,341.44
(ii) Capital work-in-progress	-	-
	29,995.08	31,341.44
(b) Non-current investments	134.11	134.11
(c) Long-term loans and advances	912.31	940.75
	31,041.50	32,416.30
2 Current assets		
(a) Inventories	3,418.81	3,208.82
(b) Trade receivables	1,829.75	1,311.03
(c) Cash and Bank Balances	304.97	315.18
(d) Short-term loans and advances	4,811.48	4,792.04
(e) Other current assets	1.16	1.16
	10,366.17	9,628.23
TOTAL	41,407.67	42,044.53



NOTES

1	The above financial results for the quarter ended September 30, 2015 have been reviewed by the Audit Committee and approved by the Board of Directors at their meetings held on November 7, 2015.
2	The statutory auditors of the Company have carried out a limited review of the results for the quarter ended September 30, 2015 in accordance with the Clause 41 of the Listing Agreement.
3	As per AS 17 issued by the Institute of Chartered Accountants of India, the Company has four reportable segments namely Tiles, Aluminium Extruded Sections, Sanitaryware & Realty.
4	Other Income includes Rental Income and amount written off on account of liabilities which are no longer payable.
5	<p>The Company's financing arrangements have expired and the amount outstanding is overdue for repayment for more than two years. The Company has been unable to renegotiate, restructure nor obtain replacement financing and the bankers have initiated legal proceeding for recovery from the Company with the Debt Recovery Tribunal. Further some of the secured lenders have taken symbolic possession of the securities u/s.13(4) of the SARFAESI Act, 2002. In addition to this, the Company has continuously been incurring substantial losses since past few years. The Company's current liabilities exceeds its current assets and net worth of the Company has been fully eroded and the Company has filed application for registration u/s 15 (1) of Sick Industrial Companies (Special Provisions) Act, 1985, before the Hon'ble Board for Industrial & Financial Reconstruction.</p> <p>All the above 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.</p>
6	The Company on the basis of application filed u/s 15 (1) of Sick Industrial Companies (Special Provisions) Act, 1985, before the Hon'ble Board for Industrial & Financial Reconstruction and the hearings of which are in process for determination of sickness; has not provided for interest amounting to Rs.2,520.23 lacs and Rs.4,930.51 lacs for the quarter and half year ended September 30, 2015 respectively on financing facilities taken from Banks. Had the same been accounted for; the net loss (after tax) and current liability for the quarter ended September 30, 2015 would have increased by that amount. The Company had also not provided the interest amounting to Rs. 15,184.52 Lacs pertaining to F.Y.2013-14 and F.Y.2014-15 on the said facilities.
7	The Deferred Tax provision as per AS 22 issued by the Institute Of Chartered Accountants of India has not been made on account of losses and virtual uncertainty of earning future taxable income in the Company.
8	Previous Period/Year's figures have been regrouped / reclassified wherever necessary.

By Order of the Board of Directors
For Euro Ceramics Ltd.



Pratik K. Shah
Whole Time Director



Place : Mumbai

Date : 7th November, 2015

Deepak Maru & Co.

Chartered Accountants

701, 7th Floor, Topiwala Centre,

Goregaon (W), Mumbai – 400062

Tel.: 022- 40161347 / 40161348

Certificate No.: DMC/2015-16/J-013

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

Dear Sirs,

Sub: Limited Review Report for the quarter ended 30th September 2015

We have reviewed the accompanying statement of unaudited financial results of EURO CERAMICS LIMITED for the period ended 30th September 2015 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 audited by us. This statement is the responsibility of the Company's Management and has been approved by the Board of Directors/ Committee of Board of Directors. 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) 2400, engagements to Review Financial Statements 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.

As referred in Note No. 5, the Company's financing arrangements have expired and the amount outstanding is overdue for repayment for more than two years. The Company has not been able to renegotiate, restructure nor obtain replacement financing and the bankers have initiated legal proceeding for recovery from the Company with the Debt Recovery Tribunal. Further some of the secured lenders have taken symbolic possession of the securities u/s.13(4) of the SARFAESI Act, 2002. In addition to this, the Company has continuously been incurring substantial losses since past few years. The Company's current liabilities exceeds its current assets and the net worth of the Company has been fully eroded and the Company has filed application for registration u/s 15 (1) of Sick Industrial Companies (Special Provisions) Act, 1985, before the Hon'ble Board for Industrial & Financial Reconstruction. All the above 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



Deepak Maru & Co.

Chartered Accountants

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

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.

As referred in Note No. 6, the Company on the basis of application filed w/s 15 (1) of Sick Industrial Companies (Special Provisions) Act, 1985, before the Hon'ble Board for Industrial & Financial Reconstruction, & the hearings of which are in process for determination of sickness; has not provided for interest amounting to Rs.2,520.23 lacs and Rs.4,930.51 lacs for the quarter and six months ended 30th September, 2015 on financing facilities taken from Banks. Had the same been accounted for; the net loss (after tax) and current liabilities for the quarter ended 30th September, 2015 would have increased by that amount. The Company had also not provided the interest amounting to Rs.15,184.52 lacs pertaining to F.Y.2013-14 and F.Y.2014-15 on the said facilities.

Based on our review conducted as above, and **subject to** the effect of the matters stated in above paragraph, 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 Clause 41 of the Listing Agreement 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 : 7th November, 2015

