

Euro Ceramics Ltd.



14th August, 2015

To,
The Manager – CRD,
BSE Ltd.
Phiroze Jeejeebhoy Towers,
Dalal Street, Fort.
Mumbai – 400051
Scrip Code: 532823

National Stock Exchange of India Limited,
“Exchange Plaza”, BandraKurlaComplex,
Bandra (East),
Mumbai – 400 001
Symbol: EUROCERA

Dear Sir,

Sub: Outcome of the Board Meeting held today i.e. 14th August, 2015

Pursuant to the provisions of Clause 41 of the Listing Agreement, we wish to inform you that the Board of Directors of the Company at its meeting held today i.e. Friday, 14th August, 2015 inter-alia, approved the Un-audited Financial Results of the Company for the quarter ended 30th June, 2015.

A copy of the Un-audited Financial Results for the quarter ended 30th June, 2015 alongwith Limited Review Report received from the Statutory Auditors of the Company on the said results are enclosed for your record.

Kindly take the above on your record and acknowledge the receipt of the same.

Thanking you,

Yours faithfully,
For EURO CERAMICS LIMITED

Pratik Shah
Compliance Officer



CC: National Stock Exchange of India Ltd.
CC: BSE Ltd.

EURO CERAMICS LTD.

Regd. Office : 208, Sangam Arcade, Vallabhbai 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 30th June 2015

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

STANDALONE

| PART - I | | Quarter Ended | | | Year Ended | |
|----------|---|-----------------|-----------------|-----------------|-------------------|--|
| Sr. No. | Particulars | 30-Jun-15 | 31-Mar-15 | 30-Jun-14 | 31-Mar-15 | |
| | | Unaudited | Audited | Unaudited | Audited | |
| 1 | Income from operations | | | | | |
| | (a) Net Sales/Income from Operations (Net of excise duty) | 1,475.06 | 1,815.12 | 1,082.18 | 4,971.09 | |
| | (b) Other Operating Income | - | - | - | - | |
| | Total Income from operations (net) | 1,475.06 | 1,815.12 | 1,082.18 | 4,971.09 | |
| 2 | Expenses | | | | | |
| | (a) Cost of Materials Consumed | 555.84 | 1,108.72 | 470.89 | 2,388.52 | |
| | (b) Purchase of stock in trade | 26.87 | 37.46 | 18.17 | 139.15 | |
| | (c) (Increase) / Decrease in Inventories of finished goods & work-in-progress and stock in trade | 339.81 | 32.33 | (198.61) | 9.25 | |
| | (d) Employees Benefit Expenses | 135.75 | 175.17 | 158.35 | 576.77 | |
| | (e) Power and Fuel Expenses | 191.27 | 207.17 | 407.09 | 1,085.51 | |
| | (f) Depreciation and amortisation expenses | 673.98 | (80.84) | 980.95 | 2,882.80 | |
| | (g) Other expenses | 151.71 | 220.68 | 228.62 | 741.73 | |
| | Total expenses | 2,075.23 | 1,700.69 | 2,065.46 | 7,823.72 | |
| 3 | Profit / (Loss) from Operations before other income, finance cost and exceptional items (1-2) | (600.17) | 114.43 | (983.28) | (2,852.64) | |
| 4 | Other Income | 5.87 | 243.24 | 6.63 | 271.09 | |
| 5 | Profit / (Loss) from ordinary activities before finance costs and exceptional items (3+4) | (594.30) | 357.67 | (976.65) | (2,581.55) | |
| 6 | Finance Costs | 26.73 | 3.87 | 19.34 | 69.95 | |
| 7 | Profit / (Loss) from ordinary activities after finance costs and before exceptional items (5+6) | (621.03) | 353.80 | (995.99) | (2,651.50) | |
| 8 | Exceptional items | - | 142.50 | - | 3,552.17 | |
| 9 | Profit / (Loss) from ordinary activities before tax (7+8) | (621.03) | 211.30 | (995.99) | (6,203.67) | |
| 10 | Tax expenses | - | - | - | - | |
| 11 | Profit / (Loss) from ordinary activities after tax (9+10) | (621.03) | 211.30 | (995.99) | (6,203.67) | |
| 12 | Extraordinary items (Expense)/Income | - | - | - | - | |
| 13 | Net Profit / (Loss) for the period (11+12) | (621.03) | 211.30 | (995.99) | (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) * | (621.03) | 211.30 | (995.99) | (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 | |
| 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 | (1.84) | 0.63 | (2.95) | (18.39) | |
| | (b) Diluted | (1.84) | 0.63 | (2.95) | (18.39) | |
| 19.ii | EPS (After extraordinary items) (of Rs. 10/- each) (not to be annualised) | | | | | |
| | (a) Basic | (1.84) | 0.63 | (2.95) | (18.39) | |
| | (b) Diluted | (1.84) | 0.63 | (2.95) | (18.39) | |

PART - II

| A PARTICULARS OF SHAREHOLDING | | | | | |
|-------------------------------|--|------------|------------|------------|------------|
| 1 | Public shareholding: | | | | |
| | - Number of shares | 26,233,160 | 26,233,160 | 26,233,370 | 26,233,160 |
| | - Percentage of shareholdings | 77.76 | 77.76 | 77.76 | 77.76 |
| 2 | Promoters and Promoters group Shareholding** | | | | |
| | (a) Pledged / Encumbered | | | | |
| | - Number of shares | 7,504,047 | 7,504,047 | 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 |
| | - Percentage of shares (as a % of the total share capital of the Company) | 22.24 | 22.24 | 22.24 | 22.24 |
| | (b) Non-encumbered | | | | |
| | - Number of shares | 510 | 510 | 300 | 510 |
| | - Percentage of shares (as a % of the total shareholding of promoter and promoter group) | - | - | - | - |
| | - Percentage of shares (as a % of the total share capital of the Company) | - | - | - | - |

| Particulars | 30-Jun-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 | | Year Ended | |
| | | 30-Jun-15 | 31-Mar-15 | 30-Jun-14 | 31-Mar-15 |
| | | Unaudited | Audited | Unaudited | Audited |
| 1 | Segment Revenue | | | | |
| | (a) Tiles | 796.43 | 1,128.55 | 455.56 | 2,512.11 |
| | (b) Aluminium Sections | - | - | - | - |
| | (c) Sanitaryware | 678.63 | 686.56 | 626.62 | 2,458.97 |
| | (d) Realty | - | - | - | - |
| | Total | 1,475.06 | 1,815.11 | 1,082.18 | 4,971.08 |
| | Less: Inter-Segment Revenue | - | - | - | - |
| | Net Sales | 1,475.06 | 1,815.11 | 1,082.18 | 4,971.08 |
| 2 | Segmental Results | | | | |
| | (a) Tiles | (509.81) | 532.18 | (885.16) | (1,898.29) |
| | (b) Aluminium Sections | (1.09) | 7.50 | (3.93) | (4.37) |
| | (c) Sanitaryware | 68.73 | (61.90) | 123.57 | (3.64) |
| | (d) Realty | - | - | - | - |
| | Total | (442.17) | 477.77 | (765.52) | (1,906.30) |
| | Less: (i) Interest | 26.74 | 3.87 | 19.34 | 69.95 |
| | (ii) Other Unallocable (Income)/ Expenditure (Net) | 152.12 | 120.10 | 211.13 | 675.24 |
| | (iii) Exceptional Items | - | 142.50 | - | 3,552.17 |
| | Profit Before Tax | (621.03) | 211.30 | (995.99) | (6,203.66) |
| 3 | Capital Employed (Segment Assets Less Segment Liabilities) | | | | |
| | (a) Tiles | 16,189.75 | 16,223.33 | 16,167.14 | 16,223.33 |
| | (b) Aluminium Sections | 243.10 | 243.10 | 243.24 | 243.10 |
| | (c) Sanitaryware | 11,468.50 | 11,462.34 | 11,589.97 | 11,462.34 |
| | (d) Realty | 4,355.67 | 4,355.67 | 7,768.56 | 4,355.67 |
| | (e) Unallocable | (20,329.84) | (20,410.21) | (20,588.85) | (20,410.21) |
| | Total Capital Employed | 11,927.18 | 11,874.23 | 15,180.06 | 11,874.23 |

NOTES

| | |
|---|---|
| 1 | The above financial results for the quarter ended June 30, 2015 have been reviewed by the Audit Committee and approved by the Board of Directors at their meetings held on August 14, 2015. |
| 2 | The statutory auditors of the Company have carried out a limited review of the results for the quarter ended June 30, 2015 in accordance with the Clause 41 of the Listing Agreement. |
| 3 | The figures for the quarter ended March 31, 2015 are the balancing figures between audited figures in respect of the full financial year ended March 31, 2015 and the published year to date figures upto the third quarter of the financial year. |
| 4 | 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. |
| 5 | Other Income includes Rental Income and amount written off on account of liabilities which are no longer payable. |
| 6 | 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. 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. |
| | 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. |
| 7 | 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.2,410.28 lacs for the quarter ended June 30, 2015 on financing facilities taken from Banks. Had the same been accounted for; the net loss (after tax) and current liability for the quarter ended June 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. |
| 8 | 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. |
| 9 | 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 : 14th August, 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-006

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 ended 30th June 2015

We have reviewed the accompanying statement of unaudited financial results of EURO CERAMICS LIMITED for the period ended 30th June 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. 6, 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. 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 discharge its liabilities in the normal course



Deepak Maru & Co.

Chartered Accountants

701, 7th Floor, Topiwala Centre,

Goregaon (W), Mumbai – 400062

Tel.: 022- 40161347 / 40161348

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. 7, 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, & the hearings of which are in process for determination of sickness; has not provided for interest amounting to Rs.2,410.28 lacs for the quarter ended 30th June, 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 June, 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 : 14th August, 2015

