



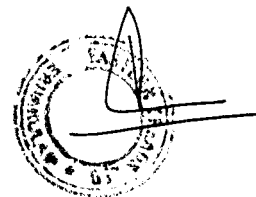
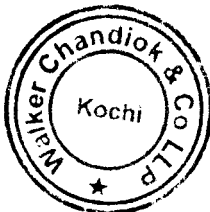
## Eastern Treads Limited

CIN: L25119KL1993PLC007213

Regd. Off: 3A, 3rd floor, Eastern Corporate Office, 34/137 E, NH Bypass, Edappally, Kochi, Ernakulam-682 024

(₹ in lakhs, except per share data)

Statement of Standalone Unaudited Financial Results for the quarter ended 30 June 2017			
Sl. No.	Particulars (Refer notes below)	Quarter ended	
		30-Jun-17	30-Jun-16
		Unaudited	Unaudited
I	Revenue from operations		
II	Other income	2,897.26	2,381.88
III	<b>Total revenue (I+II)</b>	<b>8.73</b>	<b>10.28</b>
IV	<b>Expenses:</b>	<b>2,905.99</b>	<b>2,392.16</b>
	a. Cost of materials consumed		
	b. Purchases of stock in trade	1,337.72	895.65
	c. Changes in inventories of finished goods, work-in-progress and stock-in-trade	903.65	683.49
		60.22	(174.89)
	d. Employee benefits expense		
	e. Finance costs	216.56	192.49
	f. Depreciation and amortisation expense	79.39	54.09
	g. Other expenses	48.61	50.35
		423.66	573.89
	<b>Total expenses</b>	<b>3,069.81</b>	<b>2,275.07</b>
V	<b>(Loss)/Profit before exceptional and extraordinary items and taxes (III-IV)</b>	<b>(163.82)</b>	<b>117.09</b>
VI	Exceptional items	-	-
VII	<b>(Loss)/Profit before extraordinary items and tax (V-VI)</b>	<b>(163.82)</b>	<b>117.09</b>
VIII	Extraordinary items	-	-
IX	<b>(Loss)/Profit before tax (VII-VIII)</b>	<b>(163.82)</b>	<b>117.09</b>
X	Tax expenses:		
	- Current tax		47.63
	- Deferred tax		(9.21)
		(5.37)	
XI	<b>(Loss)/Profit for the period from continuing operations (IX-X)</b>	<b>(158.45)</b>	<b>78.67</b>
XII	(Loss)/Profit from discontinuing operations	-	-
XIII	Tax expense of discontinuing operations	-	-
XIV	<b>(Loss)/Profit from discontinuing operations (after tax) (XII-XIII)</b>	<b>-</b>	<b>-</b>
XV	<b>(Loss)/Profit for the period (XI+XIV)</b>	<b>(158.45)</b>	<b>78.67</b>
XVI	Other comprehensive loss (net of tax)	-	-
XVII	<b>Total comprehensive loss for the period (XV+XVI)</b>	<b>(158.45)</b>	<b>78.67</b>
XVIII	Paid-up equity share capital (face value of ₹ 10 each) (numbers in lakhs)	52.32	52.32
XIX	<b>(Loss)/ Profit per equity share:</b>		
	(1) Basic: (₹)	(3.03)	1.50
	(2) Diluted: (₹)	(3.03)	1.50



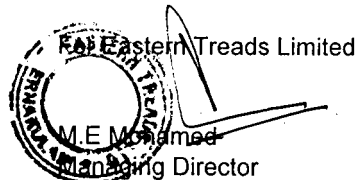
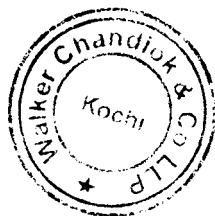
**Notes:**

- The Company has adopted, Indian Accounting Standards prescribed under Section 133 of the Companies Act, 2013 (Ind AS) from 1 April 2017 and accordingly these financial results and all the period presented have been prepared in accordance with the recognition and measurement principles laid down in Ind AS 34 "Interim Financial Reporting" read with relevant rules issued thereunder and the other accounting principles generally accepted in India and discloses the information required to be disclosed in terms of Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulation, 2015 as modified by circular no. CIR/CFD/FAC62/2016 dated 5 July 2016. The Company has opted to avail the relaxation provided by Securities and Exchange Board of India in respect of the disclosure requirements for preceding quarter and previous year ended 31 March 2017. The results for the quarter ended 30 June 2016 have been recast to be Ind AS compliant. The opening Balance Sheet as at 1 April 2016 and the results for the subsequent periods would be finalised and will be subject to audit at the time of annual financial statements for the year ending 31 March 2018.
- The reconciliation of net loss as previously reported (referred to as 'previous GAAP') and the total comprehensive income as per Ind AS for the quarter ended 30 June 2016 is as per table below:

Particulars	Quarter ended 30 June 2016 (Unaudited)
<b>Profit after tax as reported under previous GAAP</b>	<b>91.11</b>
<b>Adjustments on account of:</b>	
(i) Measurement of financial assets and liabilities at amortised cost	
- Long term borrowings	(0.60)
- Issue of preference shares	(16.95)
- Security deposits paid	(0.03)
- Loans given to franchisees	0.16
(ii) Revenue from credit sales recorded at fair value	(1.60)
(iii) Deferred tax impact of above Ind AS adjustments	6.58
<b>Profit after tax as reported under Ind AS</b>	<b>78.67</b>
Other comprehensive income (net of tax)	-
<b>Total comprehensive income as reported under Ind AS</b>	<b>78.67</b>

- The above unaudited results were reviewed by the Audit Committee on September 13, 2017, which were approved by the Board of Directors in the meeting held on September 13, 2017 and the limited review of the same has been carried out by the statutory auditors.
- The Statement does not include Ind AS complied results for the preceding quarter and previous year ended March 31, 2017, as the same is not mandatory as per the SEBI Circular dated July 05, 2016. The management has exercised necessary due diligence to ensure that the financial results give a true and fair view.
- As the Company has only one operating segment, representing manufacture and trading of quality Tread Rubber, Rubber Compounds, Bonding Gum & BVC, disclosure under Ind AS 108 on "Operating Segment" is not applicable.
- Normal variations in input costs are generally factored in product pricing, however exceptional fluctuations had adversely impacted on profitability. Even though Pre GST sales affected margins, it will normalise by coming quarters, hence the results for the quarter ended June 30, 2017 may not be indicative of the expected financial results for the year.
- Prior period comparatives have been regrouped/reclassified wherever necessary to conform to the presentation in the current period and are compliant with Ind AS.

Place: Kochi  
Dated 13th September 2017



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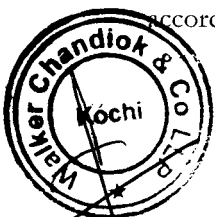
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## **Independent Auditor's Review Report on the Quarterly Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

### **To the Board of Directors of Eastern Treads Limited**

1. We have reviewed the accompanying statement of unaudited financial results ("Statement") of Eastern Treads Limited ("the Company") for the quarter ended 30 June 2017, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. Attention is drawn to the fact that the figures for the corresponding quarter ended 30 June 2016, including the reconciliation of net profit under Ind AS of the corresponding quarter with the net profit reported under previous GAAP, as included in the Statement have been approved by the Board of Directors but have not been subject to limited review or audit. 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 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 provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.



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3. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement prepared in accordance with applicable Indian Accounting Standards specified under Section 133 of the Companies Act, 2013 and SEBI Circulars CIR/CFD/CMD/15/2015 dated 30 November 2015 and CIR/CFD/FAC/62/2016 dated 5 July 2016, and other recognised accounting practices and policies has not disclosed the information required to be disclosed in accordance with the requirements 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.

*Walker Chandiook & Co LLP*  
For Walker Chandiook & Co LLP

Chartered Accountants

Firm Registration No: 001076N/N500013

*Aashish Arjun Singh*  
per Aashish Arjun Singh  
Partner

Membership No. 210122

Kochi

13 September 2017

