

REVIEW REPORT

TO THE BOARD OF DIRECTORS OF ASSAM CARBON PRODUCTS LIMITED

1. We have reviewed the accompanying statement of unaudited financial results (the statement¹) of Assam Carbon Products Limited ("the Company") for the quarter ended 31st December 2016. This statement is the responsibility of the Company's Management and has been approved by the Board of Directors on 9th February, 2017. Our responsibility is to issue a report on these financial statements based on our review.
2. 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.
3. We draw attention to Note 3 to the financial results wherein it is stated that the Company has not established a provision for employee wages and benefits for the lock out period at the Company's Guwahati Factory from 7 December 2010 to 8 March 2012 on the principle of 'No Work No Pay'. The matter is currently pending with the labour commissioner, Guwahati, and hence the impact, if any, in terms of provision of employee wages and employee benefits and its resultant impact on loss for the quarter ended 31st December 2016, reserves and surplus and current liabilities cannot be currently determined.
4. Based on our review conducted as above and subject to our observations in paragraphs 3 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 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 including the manner in which it is to be disclosed, or that it contains any material misstatement.

for **D.Basu & Company**

Chartered Accountants

Firm's Registration No.: 301111E

[Malay Bhaduri]

Partner Chartered Accountants

Membership No : 012724

Place: Kolkata

Date : 9th February 2017

(Rs. In Lacs)

Statement of Un-audited Financial Results for the quarter ended 31st December, 2016

Particulars	Three months ended			Nine Months ended		Year Ended
	31st Dec 2016 (Un-Audited)	31st Dec 2015 (Un-Audited)	30th Sep 2016 (Un-Audited)	31st Dec 2016 (Un-Audited)	31st Dec 2015 (Un-Audited)	31st March 2016 (Audited)
1. Income from Operations						
a) Gross sales / Income from operations (inclusive of excise duty)	703	727	988	2,632	2,620	3,690
b) Other operating income	1	7	4	11	12	14
Total Income from Operations (a) + (b)	704	734	992	2,643	2,632	3,704
2. Expenditure						
a. Cost of materials consumed	230	212	219	668	663	843
b. Purchase of stock-in-trade	5	3	4	12	16	20
c. Changes in inventories of finished goods, Work In Progress and stock in trade	(156)	(111)	(36)	(191)	16	59
d. Employee benefit expenses	276	272	325	888	888	1,176
e. Excise Duty	77	64	108	287	228	340
f. Depreciation and amortisation expense	30	43	31	92	130	165
g. Other expenses	252	251	315	828	833	1,117
h. Total	714	734	966	2,584	2,774	3,720
3. Profit/(Loss) from operations before other income, finance costs and exceptional items (1-2)	(10)	-	26	59	(142)	(16)
4. Other Income	1	5	4	17	8	12
5. Profit/(Loss) from ordinary activities before finance costs and exceptional items (3 + 4)	(9)	5	30	76	(134)	(4)
6. Finance cost	-	-	-	1	2	1
7. Profit/(Loss) from ordinary activities after finance costs but before exceptional items (5-6)	(9)	5	30	75	(136)	(5)
8. Exceptional items	-	-	-	-	-	-
9. Profit/(Loss) from ordinary activities before tax (7+8)	(9)	5	30	75	(136)	(5)
10. Tax expense	-	-	-	-	-	-
11. Net Profit / (Loss) from Ordinary Activities after tax (9-10)	(9)	5	30	75	(136)	(5)
12. Extraordinary Items (net of tax expenses)	-	-	-	-	-	-
13. Net (Loss)/Profit for the period (11-12)	(9)	5	30	75	(136)	(5)
14. Paid-up equity share capital (Face Value of Rs. 10 each)	276	276	276	276	276	276
15. Reserves excluding Revaluation Reserves as per Balance Sheet of previous accounting year	-	-	-	-	-	-
16. (i) Earnings per share of Rs. 10 each (before extraordinary items) :						
(a) Basic and diluted [not annualised]	(0.32)	0.23	1.09	2.72	(4.88)	(0.19)
(ii) Earnings per share of Rs. 10 each (after extraordinary items) :						
(a) Basic and diluted [not annualised]	(0.32)	0.23	1.09	2.72	(4.88)	(0.19)

REPORTING OF SEGMENTWISE REVENUES, RESULTS AND CAPITAL EMPLOYED UNDER CLAUSE 41 OF THE LISTING AGREEMENT

Particulars	Three months ended			Nine months ended		Year Ended
	31st Dec 2016 (Un-Audited)	31st Dec 2015 (Un-Audited)	30th Sep 2016 (Un-Audited)	31st Dec 2016 (Un-Audited)	31st Dec 2015 (Un-Audited)	31st March 2016 (Audited)
1 Segment Revenue						
a) Export	-	3	16	42	55	64
b) Domestic	704	731	976	2,601	2,577	3,640
c) Unallocated	1	5	4	17	8	12
Total	705	739	996	2,660	2,640	3,716
Less : Inter Segment Revenue	-	-	-	-	-	-
Net Sales / Income from Operations	705	739	996	2,660	2,640	3,716
2 Segment Results [Profit / (Loss)] before Tax and Interest						
a) Export	(1)	-	2	13	(2)	4
b) Domestic	6	21	52	112	(71)	138
Total	5	21	54	125	(73)	142
Less: Interest	(1)	-	-	-	2	1
Less: Unallocable expenditure net of unallocable income	15	16	24	50	61	146
Profit / (Loss) before tax	(9)	5	30	75	(136)	(5)
3 Capital Employed (Segment Assets - Segment Liabilities)						
a) Export	8	290	280	8	290	287
b) Domestic	324	(702)	314	324	(702)	(513)
c) Unallocated	(215)	315	(478)	(215)	315	258
Total	117	(97)	116	117	(97)	32



- 1 The above results have been reviewed by the Audit Committee and approved by the Board of Directors in their meetings held on 9th February 2017.
- 2 Revenue, expenses, assets and liabilities have been identified to segments on the basis of their relationship to the operating activities of the segment. Revenue and expenses which relate to the enterprise as a whole and are not allocable to particular segments on a reasonable basis have been included under Unallocable expenditure net of unallocable (income).
- 3 The issue of payment of back wages during the period of strike / lock-out at the Company's Guwahati Unit employees effective from 7 December 2010 to 8 March 2012 has been referred to appropriate authorities. However, the Company, on the principle of 'No Work No Pay', has neither ascertained nor made any provision for payment of such wages and other employee benefits for the period of strike and lock out. The labour matter is currently pending with the labour commissioner.
- 4 The Company was compelled to declare a lock-out at its Patancheru Factory for the period from 5 December 2016 to 11 January 2017 due to lighting strike by the workmen. The Company on the principal of 'No Work No Pay' has neither ascertained nor made any provision for payment of wages and other employee benefits for the period of lockout.
- 5 The Company has earned a net profit of Rs 75 lacs during the nine months ended 31 December 2016. The Company's operational results have improved during the current quarter, as compared to the earlier periods, largely due to the cost savings, operational efficiencies, improved realisation and other measures initiated by the management. The Board is of the opinion based on the facts and figures as presented by the management, that the company's performance during the current financial year is expected to show improved results.
- 6 As stated by Auditors in previous review report : - (i) non- provision for wages and other employee benefits for the lock out period at Guwahati factory, (ii) Non compliance with Section 185 of the Companies Act, 2013, the Company have realised the outstanding amount of Rs. 6.53 Lacs from the concerned ertswihle Director, hence the matter relating to point (i) is only pending.
- 7 Figures have been regrouped or rearranged wherever necessary. Further, the figures has been rounded off to the nearest Lacs rupees.

Kolkata
9th February, 2017

For Assam Carbon Products Limited

