

Dated, 13<sup>th</sup> April, 2016  
REF: ETL/BSE/BM1/16-17

Manager – Listing Department/Corporate Relations,  
Bombay Stock Exchange Limited,  
Floor 25, PJ Towers, Dalal Street, MUMBAI – 400001.

Dear Sir,

Sub: Financial Statements

We are forwarding herewith the Audited Financial Statements and Auditors Report along with Form A for the year ended 31<sup>st</sup> March 2016 pursuant to the Listing Agreement read Regulation 33 of SEBI (LODR) Regulation, 2015

Kindly note that the Board meeting held today, 13<sup>th</sup> April, 2016 at 11.00 AM at the registered office of the company and concluded at 3.30 PM

Kindly take the information on your record.

Thanking you,  
Yours faithfully,

for EASTERN TREADS LIMITED



CS. BAIJU.T  
Company Secretary

**Eastern Treads Ltd.**

**CIN :** L25119KL1993PLC007213

**Reg. Office:** 3 A, 3rd Floor, Eastern  
Corporate Office, 34/137 E. N H Bye-Pass,  
Edappally P. O., Kochi, Kerala - 682 024, India.



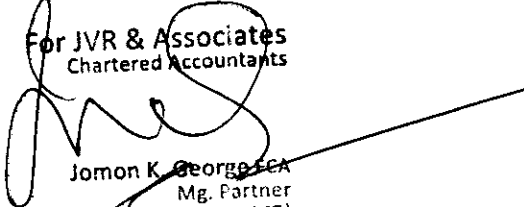
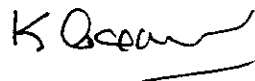
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Web : www.easterntreads.com

**Factory :** Oonnukal P.O, Kothamangalam  
Ernakulam, Kerala - 686 693.

Phone : +91 485 2855 448 / 338

**FORM A**

**Format of covering letter of the Annual Audit Report to be filed with the Stock Exchange**

1	Name of the company	Eastern Treads Limited
2	Annual financial statements for the year ended	31 <sup>st</sup> March, 2016
3	Type of Audit observation	Matter of Emphasis
4	Frequency of observation	The matter of Emphasis is reported for Second time
5	To be signed by-	<p data-bbox="836 927 1234 1102"> <b>For EASTERN TREADS LTD.</b>    <b>M.E. MOHAMMED</b>  <b>Managing Director</b> </p> <p data-bbox="860 1166 1266 1320"> <b>For EASTERN TREADS LTD</b>    <b>RAJESH S</b>  <b>CFO &amp; Vice President- Operations</b> </p> <p data-bbox="860 1354 1153 1584"> <b>For JVR &amp; Associates</b>  <b>Chartered Accountants</b>    <b>Jomon K. George FCA</b>  <b>Mg. Partner</b>  <b>(M.No. 202147)</b> </p> <p data-bbox="836 1676 1088 1756">   <b>K. Osean</b> </p>



**EASTERN TREADS LIMITED**

CIN: L25119KL1993PLC007213

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



PART I	PARTICULARS	STATEMENT OF STANDALONE AUDITED FINANCIAL RESULTS FOR THE QUARTER AND PERIOD ENDED 31/03/2016					
		Three Months Ended			Year Ended		
		31/03/2016 Audited	31/12/2015 Audited	31/03/2015 Audited	31/03/2016 Audited	31/03/2015 Audited	31/03/2016 Audited
		Rs in lakhs					
1	Income from Operations	2382.13	2225.18	1900.81	8654.78	8679.42	
	(a) Net Sales / Income from Operations (Net of Excise Duty)					81.85	
	(b) Other Operating Income	30.55	23.97	17.49	104.20		
	<b>Total income from Operations (Net)</b>	<b>2412.68</b>	<b>2249.15</b>	<b>1918.30</b>	<b>8758.98</b>	<b>8761.27</b>	
2	Expenditure	913.97	894.17	762.34	3213.97	3866.16	
	(a) Cost of materials consumed					2596.97	
	(b) Purchase of Stock in Trade	700.94	638.55	516.06	2565.96		
	(c) Changes in Inventories of Finished Goods, Work in Progress and Stock in Trade	-5.94	-40.86	29.50	43.98	-46.58	
	(d) Employees benefits expense	205.69	176.98	166.37	733.53	623.34	
	(e) Depreciation and Amortisation expense	30.76	30.46	16.45	115.93	94.57	
	(f) Other expenses	404.43	349.01	425.13	1445.34	1442.09	
	<b>Total Expenses</b>	<b>2249.85</b>	<b>2048.31</b>	<b>1915.85</b>	<b>8118.71</b>	<b>8576.55</b>	
3	Profit/(Loss) from operations before Other Income, Finance Costs and Exceptional Items (1-2)	162.83	200.84	2.45	640.27	184.72	
4	Other Income	5.00	2.06	2.18	11.49	107.42	
5	Profit/(loss) from ordinary activities before Finance Cost and Exceptional Items (3+4)	167.83	202.90	4.63	651.76	292.14	
6	Finance Cost	39.44	35.41	41.17	137.61	154.46	
7	Profit/(Loss) from ordinary activities after Finance Cost but before Exceptional Items (5-6)	128.39	167.49	-36.54	514.15	137.68	
8	Exceptional items	0.00	0.00	0.00	0.00	104.06	
9	<b>Profit (+) / Loss(-) from Ordinary Activities before tax (7+8)</b>	<b>128.39</b>	<b>167.49</b>	<b>-36.54</b>	<b>514.15</b>	<b>241.74</b>	
10	Tax expense	47.73	54.44	-5.91	172.99	84.15	
11	<b>Net Profit (+) / Loss (-) from Ordinary Activities after tax (9-10)</b>	<b>80.66</b>	<b>113.05</b>	<b>-30.63</b>	<b>341.16</b>	<b>157.59</b>	



12	Extraordinary items	0.00	0.00	0.00	0.00	0.00	0.00
13	Net Profit (+) / Loss (-) for the period (11-12)	80.66	113.05	-30.63	341.16	157.59	157.59
14	Paid-up equity share capital (Face value of Rs. 10/- per share)	523.20	523.10	523.10	523.20	523.10	523.10
15	Reserves excluding Revaluation Reserves as per balance sheet of previous accounting year					97.46	97.46
16	Earnings Per Share (before Extra ordinary items) (of Rs. 10/- each) (not Annualised)	1.54	2.16	-0.59	6.52	3.01	3.01
	(a) Basic	1.54	2.16	-0.59	6.52	3.01	3.01
	(b) Diluted	1.54	2.16	-0.59	6.52	3.01	3.01
17	Earnings Per Share (after Extra ordinary items) (of Rs. 10/- each) (not Annualised)	1.54	2.16	-0.59	6.52	3.01	3.01
	(a) Basic	1.54	2.16	-0.59	6.52	3.01	3.01
	(b) Diluted	1.54	2.16	-0.59	6.52	3.01	3.01

### STANDALONE STATEMENT OF ASSETS AND LIABILITIES

Sl No	Particulars	Rs In Lakhs	
		As At 31/03/2016 Audited	As At 31/03/2015 Audited
<b>A</b>	<b>EQUITY AND LIABILITIES</b>		
1	<b>Shareholders' Funds</b>		
	(a) Share Capital	1523.20	1523.10
	Share Forfeited	17.98	18.03
	(b) Reserves and Surplus	375.73	97.46
	(c) Money received against share warrants	0	0.00
	<b>Sub total - Shareholders' Fund</b>	1916.91	1638.59
2	<b>Shareapplication money pending allotment</b>	0	0.00
3	<b>Non current liabilities</b>		
	(a) Long Term Borrowings	252.06	237.41
	(b) Deferred Tax Liabilities (net)	61.84	54.52
	(c) Other Long Term Liabilities	23.94	2.46
	(d) Long Term Provisions	30.33	27.63
	<b>Sub total - Non current liabilities</b>	368.17	322.02
4	<b>Current Liabilities</b>		
	(a) Short Term Borrowings	289.63	625.32
	(b) Trade Payables	893.17	741.04

(c) Other Current Liabilities	349.37	187.59
(d) Short Term Provisions	159.07	82.45
<b>Sub total - Current liabilities</b>	<b>1691.24</b>	<b>1636.40</b>
<b>TOTAL - EQUITY AND LIABILITIES</b>	<b>3976.32</b>	<b>3597.01</b>
<b>B ASSETS</b>		
<b>1 Non Current Assets</b>		
(a) Fixed Assets	1134.56	916.94
(b) Non Current Investments	0	0.00
(c) Deferred Tax Assets (net)	0	0.00
(d) Long Term Loans and Advances	249.90	243.04
(e) Other Non Current Assets	3.69	0.50
<b>Sub total - Non current assets</b>	<b>1388.15</b>	<b>1160.48</b>
<b>2 Current Assets</b>		
(a) Current Investment	0	0.00
(b) Inventories	824.93	831.93
(c) Trade Receivables	1163.46	935.87
(d) Cash and Cash Equivalents	54.17	97.52
(e) Short Term Loans and Advances	350.77	469.79
(f) Other Current Assets	194.84	101.42
<b>Sub total - Current assets</b>	<b>2588.17</b>	<b>2436.53</b>
<b>TOTAL - ASSETS</b>	<b>3976.32</b>	<b>3597.01</b>

**Notes:**

- 1 Above audited results were reviewed by the Audit Committee and approved by the Board of Directors at their Meeting held on 13/04/2016
- 2 The entire operations of the company relates to one segment, which is Tread Rubber.
- 3 As such there is no separately reportable segment as per Accounting Standard (AS)-17.
- 3 The figures of last quarter are the balancing figures between audited figures in respect of the full financial year and the published year to date figures up to third quarter of the current financial year
- 4 Previous period/year's figures are regrouped/reclassified where ever necessary.

Kochi  
13/04/2016



**Eastern Treads Ltd.**

**M.E. MOHAMMED**  
Managing Director

**EASTERN TRENDS LIMITED**

3A, Eastern Corporate Office, N.H.Byepass, Edapally - 682 024

**Profit and Loss Statement for the year ended 31st March 2016**

Particulars	Notes	Current Year	Previous Year Amount (Rs.)
I. Revenue from Operations	22	875,898,627	876,126,982
II. Other Income	23	1,149,143	10,742,324
<b>III. Total Revenue</b>		<b>877,047,771</b>	<b>886,869,306</b>
<b>IV. Expenses:</b>			
Cost of materials consumed	24	321,396,546	386,616,522
Purchase of Stock-in-Trade		256,595,982	259,696,593
Changes in Inventories	25	4,398,013	(4,658,134)
Operating Expenses	26	60,577,720	66,273,776
Employee Benefits	27	73,353,673	62,333,528
Financial costs	28	13,761,337	15,446,196
Depreciation and amortization expense		11,593,710	9,457,053
Other expenses	29	83,955,943	77,935,994
<b>Total Expenses</b>		<b>825,632,924</b>	<b>873,101,528</b>
V. Profit before exceptional and extraordinary items and tax	(III - IV)	51,414,847	13,767,777
VI. Exceptional/Extraordinary items - Excess Depreciation written back		-	(10,405,973)
VII. Profit before tax	(V - VI)	51,414,847	24,173,750
VIII. Tax expense:			
(1) Current Tax		16,567,200	5,106,600
(2) Deferred Tax		732,480	4,136,832
(3) Mat Credit Entitlement		-	(828,990)
IX. Profit for the year from continuing operations	(VII-VIII)	<b>34,115,167</b>	<b>15,759,308</b>
X. Earning Per Share : Basic & Diluted		6.52	3.01

*The accompanying notes form integral part of the financial statements*

As per our report of even date attached

For JVR & ASSOCIATES  
Chartered AccountantsNAVAS M. MEERAN  
ChairmanRAJESH S  
Chief Financial OfficerBAIJU.T  
Company SecretaryJOMON K GEORGE  
PartnerPLACE : Cochin 24  
DATE : 13.04.2016

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For EASTERN TRENDS LTD

  
CS BAIJU T.  
Company Secretary & Internal Auditor

# EASTERN TREADS LIMITED

3A, Eastern Corporate Office, N.H.Byepass, Edapally - 682 024

## BALANCE SHEET AS AT 31.03.2016

Particulars	Notes	Current Year	Previous Year Amount (Rs)
<b>I. EQUITY AND LIABILITIES</b>			
<b>(1) Shareholder's Funds</b>			
(a) Share Capital	3	154,117,500	154,112,500
(b) Reserves and Surplus	4	37,573,411	9,745,852
<b>(2) Non-Current Liabilities</b>			
(a) Long Term Borrowings	5	25,206,262	23,740,577
(b) Deferred Tax Liability (Net)		6,184,331	5,451,851
(d) Long Term Liabilities	6	2,393,339	246,200
(c) Long Term Provisions	7	3,033,328	2,763,237
<b>(3) Current Liabilities</b>			
(a) Short Term Borrowings	8	28,963,347	62,531,944
(b) Trade Payables	9	89,316,897	74,104,469
(c) Other Current Liabilities	10	34,937,474	18,759,609
(d) Short-Term Provisions	11	15,906,590	8,245,043
<b>Total</b>		<b>397,632,478</b>	<b>359,701,282</b>
<b>II. ASSETS</b>			
<b>(1) Non-Current Assets</b>			
<b>(a) Fixed Assets</b>			
(i) Tangible Assets	12	109,511,771	87,262,554
(ii) Intangible Assets	13	1,328,609	953,913
(iii) Capital work-in-progress	14	2,615,304	3,477,595
(b) Long Term Loans and Advances	15	24,989,612	24,304,365
(c) Other Non-current Assets	16	368,700	50,000
<b>(2) Current Assets</b>			
(a) Inventories	17	82,493,016	83,192,769
(b) Trade Receivables	18	116,345,843	93,586,775
(c) Cash and Cash Equivalents	19	5,417,950	9,752,528
(d) Short Term Loans and Advances	20	35,077,254	46,978,994
(e) Other Current Assets	21	19,484,419	10,141,788
<b>Total</b>		<b>397,632,478</b>	<b>359,701,282</b>

The accompanying notes form integral part of the financial statements

As per our report of even date attached

For JVR & ASSOCIATES  
Chartered Accountants

NAVAS M. MEERAN  
Chairman

RAJESH S  
Chief Financial Officer

BAIJU.T  
Company Secretary

JOMON K GEORGE  
Partner

PLACE : Cochin 24  
DATE : 13.04.2016



True copy

EASTERN TREADS LTD  
  
CS BAIJU T.  
Company Secretary & Internal Auditor

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

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

We have audited the quarterly financial results of **Eastern Treads Limited** for the quarter ended 31<sup>st</sup> March 2016 and the year to date results for the period 1<sup>st</sup> April 2015 to 31<sup>st</sup> March 2016, attached herewith, being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. These quarterly financial results as well as the year to date financial results have been prepared on the basis of the interim financial statements, which are the responsibility of the company's management. Our responsibility is to express an opinion on these financial results based on our audit of such interim financial statements, which have been prepared in accordance with the recognition and measurement principles laid down in Accounting Standard - 25 for Interim Financial Reporting prescribed, under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder; or by the Institute of Chartered Accountants of India, as applicable and other accounting principles generally accepted in India.

We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatement(s). An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.

In our opinion and to the best of our information and according to the explanations given to us these quarterly financial results as well as the year to date results:

- i. are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 in this regard; and
- ii. give a true and fair view of the net profit and other financial information for the quarter ended 31<sup>st</sup> March 2016 as well as the year to date results for the period from 1<sup>st</sup> April 2015 to 31<sup>st</sup> March 2016.





# JVR & ASSOCIATES

Chartered Accountants  
www.jvr-cas.com

39/2790A, Wilmont Park Business Centre  
Near St. George's Church, Pallimukku  
Kochi - 682 016. Ph : 2355314, 6598252  
e-mail : jvr@airtelmail.in

## Emphasis of Matter

We draw attention to 'Trade Receivables' (Note no.18), which includes an amount of Rs.92.90 lakhs receivable from a party, the recoverability of which is not fully certain in the absence of conclusive evidence for the same, against which a provision has been made only for Rs. 37.85 lakhs. Our opinion is not qualified in respect of this matter.

For JVR & ASSOCIATES  
Chartered Accountants  
(E. R. No. 011121S)

  
Jomon K George  
Partner  
M.No.202144

Date: 13.04.2016

