

REVIEW REPORT

TO THE BOARD OF DIRECTORS OF ASSAM CARBON PRODUCTS LIMITED

1. We have audited the accompanying statement of annual financial results (the statement') of Assam Carbon Products Limited ("the Company") for the year ended 31st March, 2016. This statement is the responsibility of the Company's Management and has been approved by the Board of Directors on 25th May, 2016. Our responsibility is to issue a report on these financial statements based on our audit.
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 year ended 31st March 2016, reserves and surplus and current liabilities cannot be currently determined.
4. The Company had advanced a sum of Rs 6.53 lacs to one of its directors, which is in contravention of Section 185 of the Companies Act, 2013. The advance is outstanding as at 31st March, 2016. The consequential impact, if any, of the non-compliance on loss for the year ended 31st March 2016, reserves and surplus and current liabilities cannot be currently ascertained.
5. Based on our review conducted as above and subject to our observations in paragraphs 3 and 4 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.
6. We draw attention to Note 4 to the financial results wherein it is stated that the Company has incurred a net loss of Rs 5.33 lacs during the twelve months ended 31st March 2016 and the Company's net worth is substantially eroded. However, the Company's operational results have improved during the current year, as compared to the earlier period. The Board is of the opinion based on the facts and figures as presented by the management, that the company's performance for the coming financial year will show improved results. Accordingly, in view of the above, the



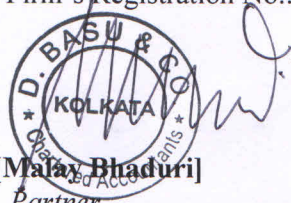
management considers it appropriate to prepare its financial statements for the quarter and year ended 31st March 2016 on a going concern basis.

7. Further attention to Note 5 to the financial results is drawn regarding the Contingent Liabilities which are disclosed when there is a possible obligation or a present obligation that may require an outflow of resources. Taking into consideration the recent developments and status, there exists a Contingent Liability at the reporting date in case of (i) Custom duty matter under appeal for one license and similar cases for other three licenses, (ii) Sales-tax matter under appeal, (iii) Transit house matter under appeal and (iv) Industrial Shed matter under negotiation.

for **D.Basu & Company**

Chartered Accountants

Firm's Registration No.: 301111E



[Malay Bhaduri]

Partner

Membership No : 012724

Place: Kolkata

Date: 25th May 2016



ASSAM CARBON PRODUCTS LIMITED

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(Rs. In Lacs)

Statement of Audited Financial Results for the year ended 31st March,2016

Particulars	Three months ended			Year ended	
	31st March 2016 (Audited)* Balancing Figure*	31st December 2015 (Un-audited)	31st March 2015 (Audited)* Balancing Figure*	31st March 2016 (Audited)	31st March 2015 (Audited)
1. Income from Operations					
a) Net sales / Income from operations (net of excise duty)	958	663	729	3,350	3,415
b) Other operating income	2	7	11	14	22
Total Income from Operations (a) + (b)	960	670	740	3,364	3,437
2. Expenditure					
a. Cost of materials consumed	180	212	154	843	943
b. Purchase of stock-in-trade	4	3	9	20	32
c. Changes in inventories of finished goods, Work In Progress and stock in trade	43	(111)	44	59	96
d. Employee benefit expenses	288	272	316	1,176	1,220
e. Depreciation and amortisation expense	35	43	44	165	183
f. Other expenses	284	251	315	1,117	1,283
g. Total	834	670	882	3,380	3,757
3. Profit/(Loss) from operations before other income, finance costs and exceptional items (1-2)	126	-	(142)	(16)	(320)
4. Other Income	4	5	213	12	267
5. Profit/(Loss) from ordinary activities before finance costs and exceptional items (3 + 4)	130	5	71	(4)	(53)
6. Finance cost	(1)	-	28	1	118
7. Profit/(Loss) from ordinary activities after finance costs but before exceptional items (5-6)	131	5	43	(5)	(171)
8. Exceptional items	-	-	-	-	-
9. Profit/(Loss) from ordinary activities before tax (7+8)	131	5	43	(5)	(171)
10. Tax expense	-	-	10	-	10
11. Net Profit /(Loss) from Ordinary Activities after tax (9-10)	131	5	33	(5)	(181)
12. Extraordinary Items (net of tax expenses)	-	-	-	-	-
13. Net (Loss)/Profit for the period (11-12)	131	5	33	(5)	(181)
14. Paid-up equity share capital (Face Value of Rs. 10 each)	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]	4.69	0.23	1.20	(0.19)	(6.56)
(ii) Earnings per share of Rs. 10 each (after extraordinary items) :					
(a) Basic and diluted [not annualised]	4.69	0.23	1.20	(0.19)	(6.56)

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

Particulars	Three months ended			Year ended	
	31st March 2016 (Audited)* Balancing Figure*	31st December 2015 (Un-audited)	31st March 2015 (Audited)* Balancing Figure*	31st March 2016 (Audited)	31st March 2015 (Audited)
1 Segment Revenue					
a) Export	9	3	14	64	134
b) Domestic	951	667	936	3,300	3,545
c) Unallocated	4	5	3	12	25
Total	964	675	953	3,376	3,704
Less : Inter Segment Revenue	-	-	-	-	-
Net Sales / Income from Operations	964	675	953	3,376	3,704
2 Segment Results [Profit / (Loss)] before Tax and Interest					
a) Export	6	-	5	4	3
b) Domestic	209	21	108	138	29
c) Unallocated	-	-	-	-	-
Total	215	21	113	142	32
Less: Interest	(1)	-	28	1	118
Less: Unallocable expenditure net of unallocable income	85	16	42	146	85
Profit / (Loss) before tax	131	5	43	(5)	(171)
3 Capital Employed (Segment Assets - Segment Liabilities)					
a) Export	287	290	245	287	245
b) Domestic	(513)	(702)	(608)	(513)	(608)
c) Unallocated	258	315	401	258	401
Total	32	(97)	38	32	38



Statement of Assets & Liabilities	As at 31st March 2016	As at 31st March 2015
EQUITY AND LIABILITIES		
Shareholders's Funds		
Share Capital	276	276
Reserves and Surplus	(244)	(238)
Non Current Liabilities	32	38
Long term borrowings	5	6
Long term provisions	262	254
Current Liabilities	267	260
Short-term borrowings	1,004	1,004
Trade payables	1,515	1,582
Other current liabilities	329	267
Short-term provisions	175	192
Total Equity & Liabilities	3,023	3,045
	3,322	3,343

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ASSETS		
Non Current Assets		
Fixed Assets	821	1,008
Non Current Investments**	-	-
Long term loans and advances	55	37
Other non current assets	3	3
	879	1,048
CURRENT ASSETS		
Inventories	786	815
Trade receivables	1,361	1,274
Cash and cash equivalents	180	75
Short term loans and advances	102	90
Other current assets	14	41
	2,443	2,295
Total Assets	3,322	3,343

(*) Figures for the three months ended 31 March are the balancing figures between audited figures in respect of full financial year and the published year to date figures upto the third quarter of the respective financial years. Also the figures upto the end of the third quarter were only reviewed and not subjected to audit.

** Amount less than Rs 1 lacs

- 1 The above results have been approved by the Board of Directors in their meeting held on 25th May 2016.
- 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 has incurred a net loss of Rs 5.33 lacs during the twelve months ended 31 March 2016. However, the Company's operational results have improved during the current year, 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 for the coming financial year will show improved results. In view of the same, the financial results have been prepared on a going concern basis for the current period.
- 5 A provision is created when there is a present obligation as a result of a past event that probably requires an outflow of resources and a reliable estimate can be made of the obligation. A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may require an outflow of resources. Taking into consideration the recent developments and status, there exists a Contingent Liability at the reporting date in case of (ii) Sales-tax matter under appeal, (iii) Transit house matter under appeal and (iv) Industrial Shed matter under negotiation.
- 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 matter relating to point (i) and (ii) are pending.
- 8 Figures have been regrouped or rearranged wherever necessary.

Kolkata
25th May, 2016



For Assam Carbon Products Limited

K K Bhattacharya
K K Bhattacharya
Managing Director