

12th August, 2016

National Stock Exchange of India Ltd
Exchange Plaza, 5th Floor
Plot No.C/1, G Block
Bandra-Kurla Complex
Bandra (E)
Mumbai 400 051

Bombay Stock Exchange Ltd
1st Floor
New Trading Ring, Rotunda Building
P J Towers, Dalal Street
Fort
Mumbai 400 001

Dear Sir/ Madam,

Sub: Outcome of Board Meeting held today, the 12th Aug 2016

Ref: Disclosures of events or information under Regulation 30 (6)

Pursuant to Regulation 30(6) read with Clause 4(h) Part A of Schedule III of The Securities and Exchange Board of India (Listing Obligations And Disclosure Requirements) Regulations, 2015, we wish to inform you that the meeting of the Board of Directors of our Company held today, the 12th day of Aug 2016, as scheduled. The Board of Directors inter-alia among other things:

- Approved the Un-audited (Standalone Financial Results) for the Quarter ended 30th Jun, 2016 (Copy of Results along with Limited Review Report Enclosed).
- Fixed the 16th Annual General Meeting of the Company to be held on Wednesday the 28th September 2016.
- Register of Members and Share Transfer Books of the Company will remain closed from 22nd September 2016 to 25th September 2016, both days inclusive for the purpose of Annual General Meeting.

The Board Meeting commenced today at 12.30 PM and concluded at 6.30 PM.

For Everonn Education Limited



N P MathiLingan
Company Secretary

[An ISO 9001-2008 Certified Company]

Regd. Off: "Capital Tower", Unit No 203 & 204 , II Floor, New Door Nos.6/13 & 6/14, Kodambakkam High Road
(Alias) Dr. M.G.R. Salai, Nungambakkam, Chennai - 600 034
Tel.: +91-44-6699 8400, **Fax.:** +91-44-6699 8412
E-mail: everonn@everonn.com **Website:** www.everonn.com
CIN No.: L65991TN2000PLC058466



EVERONN EDUCATION LIMITED

Regd. Office : Capital Towers, Unit No. 203 & 204, II Floor, New Door No. 6/13 & 6/14,

Kodambakkam High Road, Nungambakkam, Chennai - 600034

CIN : L65991TN2000PLC058466

Telephone No : 91-44-6699 8400, Fax : 91-44-6699 8412

E-mail : everonn@everonn.com, Website : www.everonn.com

PART I Statement of Standalone Unaudited Results for the Quarter Ended 30-06-2016

Rs. in Lakhs

Sl.No	Particulars	Standalone			
		Three Months Ended			Year Ended
		Unaudited 30-Jun-16	Audited 31-Mar-16	Unaudited 30-Jun-15	Audited 31-Mar-16
1	Income from operations				
	(a) Net sales/income from operations	300.66	301.26	607.24	1 762.19
	Total income from operations net	300.66	301.26	607.24	1 762.19
2	Expenses				
	(a) Employee benefits expense	227.47	256.44	287.78	1 077.80
	(b) Depreciation and amortisation expense	105.38	304.27	210.11	893.21
	(c) Rates and Taxes	30.34	8.14	8.65	154.20
	(d) Legal & Professional Charges	255.58	337.65	214.68	984.73
	(e) Other expenses	158.16	194.22	202.75	997.25
	Total expenses	776.93	1 100.72	923.97	4 107.19
3	Profit / (Loss) from operations before other income, finance costs and exceptional items (1-2)	(476.27)	(799.46)	(316.73)	(2 345.00)
4	Other income	1.17	53.02	7.55	135.90
5	Profit / (Loss) from ordinary activities before finance costs and exceptional items (3 + 4)	(475.10)	(746.44)	(309.18)	(2 209.10)
6	Finance costs	1,399.71	1 088.56	1 037.96	3 987.05
7	Profit / (Loss) from ordinary activities after finance costs but before exceptional items (5 - 6)	(1 874.81)	(1,835.00)	(1 347.14)	(6 196.15)
8	Exceptional items	34.12	28 404.69	-	69 516.64
9	Profit / (Loss) from ordinary activities before tax (7 + 8)	(1 908.93)	(30 239.69)	(1 347.14)	(75 712.79)
10	Tax expense	-	1 546.27	-	18 993.35
11	Net Profit / (Loss) from ordinary activities after tax (9 - 10)	(1 908.93)	(31 785.96)	(1 347.14)	(94 706.14)
12	Extraordinary items (net of tax expense Rs. _____ Lakhs)	-	-	-	-
13	Net Profit / (Loss) for the period	(1 908.93)	(31 785.96)	(1 347.14)	(94 706.14)
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)	(1 908.93)	(31 785.96)	(1 347.14)	(94 706.14)
17	Paid-up equity share capital (Face Value of the Share Rs. 10 each)	2 405.24	2 405.24	2 405.24	2 405.24
18	Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year				(83 853.33)
19.i	Earnings per share (before extraordinary items) (of Rs. 10/- each) (not annualised):				
	(a) Basic	(7.94)	(132.15)	(5.60)	(393.75)
	(b) Diluted	(7.94)	(132.15)	(5.60)	(393.75)
19.ii	Earnings per share (after extraordinary items) (of Rs.10 /- each) (not annualised):				
	(a) Basic	(7.94)	(132.15)	(5.60)	(393.75)
	(b) Diluted	(7.94)	(132.15)	(5.60)	(393.75)
	See accompanying note to the financial results				



1. The above standalone results were reviewed and approved by Board of Directors in their meeting held on Aug 12, 2016.
2. The Company is currently operating only in the Education Segment.
3. As stated in the previous year, the lending banks failed to honor their disbursement commitment to the Company as per the Debt Restructuring Agreement (DRA). Instead, the lending banks demanded the company to keep servicing the debt, which the company was unable to honor. The lending banks have classified the loans as Non-Performing Assets (NPA). The lenders have issued legal notices for recovery of debts. In the absence of adequate funding as contemplated in DRA, the management is of the view that the Company and its subsidiaries will not be able to implement the agreed business plans which formed part of the DRA and to continue its day-to-day operations.

The management is therefore of the view that the use of 'Going Concern' assumption for the preparation of the financial statements of the Company is considered not appropriate. The Financial Statements have, therefore, been prepared on realization basis from the year ended March 31, 2016. Accordingly appropriate provisions have been made for the diminution in the value of investments, loans and advances, trade receivables and certain other assets for shortfalls on account of differences between Realizable Values and Carrying Values of these respective assets. Liabilities are stated at their estimated value of settlement and necessary provisions have been made wherever required.

4. The auditors have qualified their limited review report on the unaudited financial results of the company for the quarter ended June 30, 2016 and audit report for the year ended March 31, 2016 was also qualified in respect of the following matters:
 - a. Confirmation of balances from Sundry Debtors. Deposits Accounts, Loans and Advances, certain bank balances, sundry creditors have not been obtained. Pending receipt of confirmation of balances and consequential reconciliation/ adjustments if any, the resultant impact on the statement is not ascertainable. However, the company reviewed the realisability of the receivables and other advances as of March 31, 2016 and appropriate provisions have been made.
 - b. Provisions in respect of overdue lease rentals and other dues to certain creditors, who are directly / indirectly connected to erstwhile promoters, have not been made as the Company has preferred certain counter claims against them which are under various stages of litigations. The Company is confident of favourable

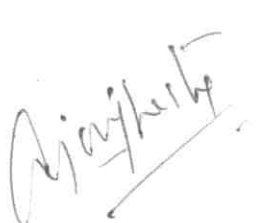
Ajay K. S.

[Signature]



outcome, pending this, the Company has not recognized the outstanding amount of Rs 5,468,27 lakhs as at March 31, 2016.

- c. The Company has filed criminal and other complaints with various authorities, including a complaint filed with Ministry of Corporate Affairs seeking investigation by Serious Fraud Investigation Office (SFIO) in detail, with regard to transactions done by Company including its subsidiaries, under which advances were paid to third parties. All such transactions aggregating to Rs. 30,859.00 lakhs were orchestrated by the erstwhile promoters through their associated, affiliated entities / persons prior to Dec 31, 2011, while the Company was being controlled and managed by them.
 - d. Provisions / Adjustments, if any, towards Leave Encashment as required under revised AS-15 – Employee Benefits has not been considered by the management.
 - e. The interest, if any, payable on dues to Sundry Creditors to whom the provision of MSMED Act is applicable, will be accounted on receipt of required details from them.
5. Reference to Point No.3, the company has investment amounts of Rs 24,748.52 lakhs in its subsidiaries and has extended loans and advances of Rs 15,876.63 lakhs to those subsidiaries as of June 30, 2016. Hence the company has made an additional provision during the quarter for Rs Nil (Previous Quarter -Rs 4485.03 lakhs & Previous Year Rs 24,748.52 lakhs) for the investment in subsidiaries and a provision of Rs 34.11 lakhs (Previous Quarter-Rs 8,001.28 Lakhs & Previous Year 15,842.51 lakhs) on account of loans and advances to its subsidiaries. However, the company has not provided for guarantee obligations on behalf of subsidiaries since the underlying loans have been provided for in the respective subsidiary books of account and there would be no impact on consolidation.
 6. Figures for the quarter ended March 31, 2016 are the balancing figures between audited figures in respect of full financial year and the published year to date figures up to the third quarter ended December 31, 2015.
 7. Previous period /year's figures have been regrouped / rearranged wherever necessary.



Limited Review Report

Review Report to
The Board of Directors
Everonn Education Limited

1. We have reviewed the accompanying Statement of Unaudited Financial Results of Everonn Education Limited ('the Company') for the quarter ended June 30, 2016, ("the Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with Circular No. CIR/CFD/CMD/15/2015 dated November 30, 2015. This Statement which is the responsibility of the Company's Management and approved by the Board of Directors, has been prepared in accordance with recognition and measurement principles laid down in Accounting Standard 25 "Interim Financial Reporting" as prescribed under Sec 133 of Companies Act, 2013 read with relevant rules issued there under and other accounting principles generally accepted in India. 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 provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
3. The audit report on the financial statements for the year ended March 31, 2016, limited review report for the quarter ended June 30, 2015 were also qualified in respect of the matters (b) to (e) stated below:



- a) Reference is invited to Note No 3 regarding preparation of financial statements without the underlying "Going Concern" assumption but on realization basis. Though provision of Rs 34.11 lakhs (Previous Quarter 28,404.69 & Previous Year 69,516.64 lakhs) have been made during the quarter ended June 30, 2016 by charge to the statement of Profit and Loss grouped under "Exceptional items" the company has not made provision in connection with the following:
- i) In respect of Guarantees of Rs 46,467 lakhs given on behalf of group entities who have prepared their financial statements on realization basis. Refer Note 5
 - ii) Lease rental claims amounting to Rs 5,468.27 lakhs against the company for which company is contemplating counter claims. Refer Note No 4b
- b) We draw attention to Note No 4a of financial statements with regard to non receipt of confirmation of balances from debtors including dues from government companies, loans and advances, investments, banks, sundry creditors and other liabilities. Pending receipt of confirmation of these balances and consequential reconciliations/ adjustments, if any, the resultant impact on the statement is not ascertainable. However, the company has made provisions under exceptional items for all doubtful debts/liabilities as stated therein.
- c) We draw attention to Note No 4c. The company has filed complaints with certain regulatory authorities with regard to various transactions done by erstwhile promoters and their associates with various third parties under which advances were paid by the company and or its associated, affiliated entities/subsidiaries. We are unable to comment on the possible financial impact of the outcome of such legal proceedings.
- d) We draw attention to Note No 4d towards non provision for leave encashment as specified under Accounting standard (AS) 15 "Employee Benefit" issued by the Institute of Chartered Accountants of India (ICAI). In the nascence of Acturial valuation, we are unable to ascertain the effect of such non provisioning.



- e) We draw attention to Note No 4e regarding non ascertainment of complete particulars of dues to Micro, small and medium enterprises, if any under MSMED Act, 2006 and provision towards interest, if any, is not ascertained at this stage which is not in conformity with para 14 of Accounting standard 29 "Provision, contingent Liabilities and Contingent Assets".
4. Based on our review conducted as above and subject to the effects / possible effects of the matter described in paragraph 3 above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with aforesaid accounting standards and other recognised accounting practices and policies have not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with Circular No. CIR/CFD/CMD/15/2015 dated November 30, 2015, including the manner in which it is to be disclosed or that it contains any material misstatement.
5. The unaudited financial results of the company for the quarter ended June 30, 2015 were audited by another auditor who expressed a modified opinion on the unaudited financial results on August 14, 2015.

For Haribhakti & Co. LLP
Chartered Accountants
ICAI Firm Registration No. 103523W/W100048



G.N. Ramaswami
Partner
Membership No.: 0202363

Chennai
August 12, 2016