

29th May, 2016

The Manager Listing Department National Stock Exchange of India Ltd Exchange Plaza, Plot no. C/1, G Block, Bandra-Kurla Complex Bandra (E), Mumbai - 400 051.	The Manager Department of Corporate Services Bombay Stock Exchange Limited Phiroze Jeejeebhoy Towers Dalal Street, Mumbai - 400 001.
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Dear Sir/ Madam,

Sub: Outcome of Board Meeting held today, the 29th May 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 29th day of May 2016, as scheduled. The Board of Directors inter-alia among other things approved the audited Financial Results of the company for the quarter and year ended March 31, 2016.

Please find enclosed the following:

- Financial Statements for the quarter and year ended 31st March, 2016,
- Audit Report and
- Statement on impact of audit qualification

The Board Meeting commenced today at 11.00 AM and concluded at 6.15 PM.

Kindly acknowledge receipt and update the same in your records.

Thanking you.

Yours Faithfully,

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

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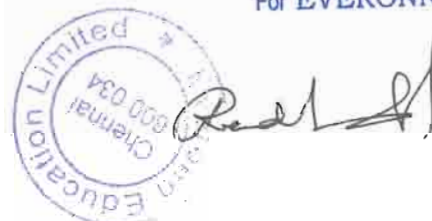
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PART I Statement of Standalone Results for the Quarter and Year Ended 31-03-2016

Rs. in Lakhs

Sl. No	Particulars	Standalone					Consolidated	
		Three Months Ended			Year Ended		Year Ended	
		Audited 31-Mar-16	Unaudited 31-Dec-15	Audited 31-Mar-15	Audited 31-Mar-16	Audited 31-Mar-15	Audited 31-Mar-16	Audited 31-Mar-15
1	Income from operations							
	(a) Net sales/income from operations	301.26	302.51	585.24	1 762.19	2 832.54	2 880.27	3 259.06
	Total income from operations net	301.26	302.51	585.24	1 762.19	2 832.54	2 880.27	3 259.06
2	Expenses							
	(a) Employee benefits expense	256.44	235.26	382.08	1 077.80	1 770.12	1 979.11	2 636.77
	(b) Depreciation and amortisation expense	304.27	196.31	738.39	893.21	3 277.24	1 622.76	6 791.83
	(c) Rates and Taxes	8.14	135.19	14.50	154.20	64.92	211.92	503.90
	(d) Legal & Professional Charges	337.65	339.36	181.53	984.73	326.17	1 172.60	624.47
	(e) Other expenses	194.22	256.73	469.87	997.25	1 144.00	1 934.66	3 781.76
	Total expenses	1 100.72	1 162.85	1 786.37	4 107.19	6 582.45	6 921.05	14 338.74
3	Profit / (Loss) from operations before other income, finance costs and exceptional items (1-2)	(799.46)	(860.34)	(1 201.13)	(2 345.00)	(3 749.90)	(4 040.78)	(11 079.68)
4	Other income	53.02	0.77	4.57	135.90	28.62	806.14	47.27
5	Profit / (Loss) from ordinary activities before finance costs and exceptional items (3 + 4)	(746.44)	(859.57)	(1 196.56)	(2 209.10)	(3 721.28)	(3 234.64)	(11 032.41)
6	Finance costs	1 088.56	1 073.91	1 043.07	3 987.05	4 083.30	6 053.90	5 425.76
7	Profit / (Loss) from ordinary activities after finance costs but before exceptional items (5 - 6)	(1 835.00)	-1933.48	(2 239.63)	(6 196.15)	(7 804.58)	(9 288.54)	(16 458.17)
8	Exceptional items	28 404.69	41 111.95	634.39	69 516.64	634.39	46 794.46	634.39
9	Profit / (Loss) from ordinary activities before tax (7 + 8)	(30 239.69)	(43 045.43)	(2 874.02)	(75 712.79)	(8 438.97)	(56 083.00)	(17 092.56)
10	Tax expense	1 546.27	14 163.47	-	18 993.35	-	26 499.49	-
11	Net Profit / (Loss) from ordinary activities after tax (9 - 10)	(31 785.96)	(57 208.90)	(2 874.02)	(94 706.14)	(8 438.97)	(82 582.49)	(17 092.56)
12	Extraordinary items (net of tax expense Rs. _____ Lakhs)	-	-	-	-	-	-	-
13	Net Profit / (Loss) for the period	(31 785.96)	(57 208.90)	(2 874.02)	(94 706.14)	(8 438.97)	(82 582.49)	(17 092.56)
14	Share of profit / (loss) of associates	-	-	-	-	-	-	-
15	Minority interest	-	-	-	-	-	(1.62)	(1.49)
16	Net Profit / (Loss) after taxes, minority interest and share of profit / (loss) of associates (13 + 14 + 15)	(31 785.96)	(57 208.90)	(2 874.02)	(94 706.14)	(8 438.97)	(82 580.87)	(17 091.07)
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	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)	10 852.81	(98 193.08)	(15 610.59)
					As on 31.03.2016	As on 31.03.2015	As on 31.03.2016	As on 31.03.2015
19.i	Earnings per share (before extraordinary items) (of Rs. 10/- each) (not annualised):							
	(a) Basic	(132.15)	(237.85)	(11.96)	(393.75)	(35.11)	(343.34)	(78.11)
	(b) Diluted	(132.15)	(237.85)	(11.96)	(393.75)	(35.11)	(343.34)	(74.40)
19.ii	Earnings per share (after extraordinary items) (of Rs.10 /- each) (not annualised):							
	(a) Basic	(132.15)	(237.85)	(11.96)	(393.75)	(35.11)	(343.34)	(78.11)
	(b) Diluted	(132.15)	(237.85)	(11.96)	(393.75)	(35.11)	(343.34)	(74.40)
	See accompanying note to the financial results							

For EVERONN EDUCATION LTD



Director

Standalone and Consolidated Statement of Assets and Liabilities Particulars

₹ in Lakhs

Particulars	Standalone		Consolidated	
	As at Year End 31.03.2016	As at Year End 31.03.2015	As at Year End 31.03.2016	As at Year End 31.03.2015
A EQUITY AND LIABILITIES Shareholders' funds				
1 (a) Share capital	2,405.24	2,405.24	2,405.24	2,405.24
(b) Reserves and surplus	(83,853.33)	10,852.81	(98,193.08)	(15,610.59)
(c) Money received against share warrants	-	-	-	-
Sub-total Shareholders' funds	(81,448.09)	13,258.05	(95,787.84)	(13,205.35)
2 Share application money pending allotment				
3 Minority interest *			-	-
4 Non-current liabilities				
(a) Long-term borrowings	8,211.51	46,142.29	23,384.47	62,553.41
(b) Deferred tax liabilities (net)	-	-	-	-
(c) Other long-term liabilities	228.01	229.35	228.01	229.35
(d) Long-term provisions	85.02	52.70	148.20	77.98
Sub-total - Non-current liabilities	8,524.54	46,424.34	23,760.68	62,860.74
5 Current liabilities				
(a) Short-term borrowings	32,267.01	31,149.92	25,369.75	22,445.76
(b) Trade payables	2,969.02	2,988.86	3,377.72	4,832.89
(c) Other current liabilities	44,339.32	1,921.16	53,951.13	7,456.81
(d) Short-term provisions	37.47	1,044.85	718.76	1,548.49
Sub-total - Current liabilities	79,612.82	37,104.79	83,417.36	36,283.95
TOTAL - EQUITY AND LIABILITIES	6,689.27	96,787.18	11,390.20	85,939.34
B ASSETS				
1 Non-current assets				
(a) Fixed assets	2,027.15	3,559.09	2,881.14	5,422.58
(b) Goodwill on consolidation *	-	-	-	47.83
(c) Non-current investments	707.54	25,456.06	732.54	732.54
(d) Deferred tax assets (net)	-	17,056.36	-	24,330.42
(e) Long-term loans and advances	15.62	2,854.23	37.00	13,655.69
(f) Other non-current assets	933.03	2,799.08	960.77	3,281.40
Sub-total - Non-current assets	3,683.34	51,724.82	4,611.45	47,470.46
2 Current assets				
(a) Current investments	0.12	0.12	0.12	0.12
(b) Inventories	-	-	-	-
(c) Trade receivables	1,768.31	16,249.12	2,647.54	18,802.30
(d) Cash and cash equivalents	991.85	569.59	1,174.24	1,019.53
(e) Short-term loans and advances	245.65	28,243.53	2,334.69	18,028.52
(f) Other current assets	-	-	622.16	618.41
Sub-total - Current assets	3,005.93	45,062.36	6,778.75	38,468.88
TOTAL - ASSETS	6,689.27	96,787.18	11,390.20	85,939.34

For EVERONN EDUCATION LTD



Director

1. The above standalone and Consolidated audited financial results were reviewed and approved by the Board of Directors in their meeting held on May 29, 2016.
2. The Company is currently operating only in the Education Segment.
3. 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. 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 audit report on the audited financial results of the Company for the year ended Mar 31, 2016 and audit report for the quarter year ended March 31, 2016 and the limited review report for the quarter ended December 31, 2015 and year ended Mar 31, 2015 was also qualified in respect of the following matters:
 - a. Confirmations 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 receivable and other advances. Based on the review, during the quarter a provision of Rs. 13,104.53 lakhs has been made for the receivable and Rs. 2,287.15 lakhs for other advances.
 - 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

For EVERONN EDUCATION LTD.



Direct

outcome, pending this, the Company has not recognized a sum of Rs. Nil (PQ – Nil) of lease charges during the current quarter. The loss of the quarter is understated to the extent of Rs. Nil (PQ-Nil) and the loss for the year understated to the extent of Rs. 874.63 lakhs (PY Rs. 2343.35 lakhs) on account of non-provision of such lease rentals thereby resulting in overall overstatement of Reserves and Surplus to the extent of Rs.5,468.27 lakhs (PQ - Rs.5,468.27 lakhs).

- 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. Pending actuarial valuation, no provision, if any, has been made in the books of account towards leave encashment as required under revised AS-15 – Employee Benefits.
 - 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, since the Company has investment amounts of Rs. 24,748.52 lakhs in its subsidiaries and has extended loans and advances of Rs.15,842.51 lakhs to those subsidiaries as of Mar 31, 2016. Hence, the Company has made an additional provision during the quarter for Rs. 4,485.03 lakhs (Previous Quarter Rs.20,263.48 lakhs) for the investment in subsidiaries and a provision of Rs. 8,001.28 lakhs (Previous Quarter Rs. 7,841.23 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. The Company has a carrying value of deferred tax assets to the tune of Rs. 17,056.36 lakhs as on Mar 31, 2015. Reference to Point No.3, the management is of the view that as required under AS-22 – Accounting for Taxes on Income, there is no certainty supported by convincing evidence that sufficient future taxable income will be available against which such deferred tax assets can be realized. Accordingly the Company has derecognized the Deferred Tax Asset of Rs. 17,056.36 lakhs during the year ended Mar 31, 2016.



For EVERONN EDUCATION LTD

Director

7. The amounts charged to Profit & Loss account under exceptional items are as below

Particulars	Standalone			Consolidation
	Quarter ended 31.12.2015 Amount Rs. Lakhs	Quarter ended 31.03.2016 Amount Rs. Lakhs	year Ended 31.03.2016 Amount Rs. Lakhs	Year ended 31.03.2016 Amount in Lakhs
Diminution in value of Investments in Subsidiaries /Associates (Note No.4)	20,263.49	4,485.03	24,748.52	-
Provision for doubtful advances to subsidiaries (Note No.4)	7,841.23	8,001.28	15,842.51	-
Provision for doubtful advances (Note No.4 (a))	12,889.00	2287.15	15,176.15	30155.96
Impairment of Fixed Assets	118.23	526.70	644.93	992.77
Provision for doubtful receivables and other advances (Note No. 4 (a))	-	13,104.53	13,104.53	15597.90
Goodwill on consolidation	-	-	-	47.83
Total	41,111.95	28,404.69	69,516.64	46794.46

8. Figures for the quarter ended 31 March 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 31 December 2015. Also, the figures up to the end of the third quarter ended 31 December 2015 were only reviewed and not subjected to audit.

9. Previous period /year's figures have been regrouped / rearranged wherever necessary.



For EVERONN EDUCATION LTD

Director

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

To
The Board of Directors
Everonn Education Limited

1. We have audited the accompanying Statement of Annual Standalone Financial Results of Everonn Education Limited ('the Company') for the year ended March 31, 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. This Statement is the responsibility of the Company's management and has been approved by the Board of Directors. This Statement has been prepared on the basis of the annual financial statements. Our responsibility is to express an opinion on this Statement, based on our audit of such annual financial statements, which have been prepared in accordance with the Accounting Standards specified under Section 133 of the Companies Act, 2013 ('the Act') read with Rule 7 of the Companies (Account) Rules, 2014 and other accounting principles generally accepted in India.
2. We conducted our audit of the Statement in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the Statement is free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts disclosed in the Statement. An audit also includes assessing the accounting principles used and significant estimates made by management.
3. We believe that the audit evidences obtained by us is sufficient and appropriate to provide a reasonable basis for our opinion on the Statement.



4. The Audit report on the financial statements for the year ended March 31, 2015 and our limited review report for the quarter ended December 31, 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 provisions of Rs. 69,516.64 lakhs have been made by charge to the Statement of Profit and Loss grouped under "Exceptional items" the company has not made provisions 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. However the company has provided for the underlying loans in the subsidiaries and has no impact on consolidation. Refer Note No 5.
 - ii) Lease rental claims amounting to 5,468 lakhs against the company for which company is contemplating counter claims. Refer Note No 4.b.
 - b) We draw attention to Note No 4.a 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 above.
 - c) We draw attention to Note No.4.c. 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.4.d towards non provision for leave encashment as specified under Accounting Standard (AS) -15 "Employee Benefits" issued by the Institute of Chartered Accountants of India (ICAI). In the absence of Actuarial valuation, we are unable to ascertain the effect of such non provisioning.
 - e) We draw attention to Note No.4.e 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'.



5. In our opinion and to the best of our information and according to the explanations given to us and subject to the effects / possible effects of the matter described in paragraph 4 above, the Statement:
- (i) is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015; and
 - (ii) gives a true and fair view of the net loss and other financial information of the Company for the year ended March 31, 2016.
6. The financial statements of the company for the year ended March 31, 2015 were audited by another auditor who expressed a modified opinion on those financial statements on May 30, 2015.
7. The Statement includes the results for the Quarter ended March 31, 2016, being the balancing figure between audited figures in respect of full financial year and the published year to date figures up to the third quarter of the current financial year which were subject to limited review by us.

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



G.N. Ramaswami
Partner
Membership No.:0202363



Chennai
May 29, 2016

EVERONN EDUCATION LIMITED

STATEMENT ON IMPACT OF AUDIT QUALIFICATIONS FOR THE YEAR ENDED MARCH 31 2016 [see Regulation 33/52 of the SEBI (LODR) (Amendment) Regulations, 2016]				
I.	SL. No	Particulars	Audited Figures (as reported before adjusting for qualifications)	Adjusted Figures (audited figures after adjusting for qualifications)
	1.	Turnover/Total Income	1898.09	1898.09
	2.	Total Expenditure	96604.23	148539.23
	3.	Net Profit/(Loss)	(94706.14)	(146641.14)
	4.	Earnings Per share	(393.75)	(609.67)
	5.	Total Assets	6689.27	6689.27
	6.	Total Liabilities	6689.27	6689.27
	7.	Net worth	(81448.09)	(133383.09)
	8.	Any other financial Item(s) (as felt appropriate by the management)	NIL	NIL
II.	<u>Audit Qualification (each audit Qualification separately)</u>			
	a.	Details of Audit Qualification		Vide Annexure
	b.	Type of Audit Qualification		
	c.	Frequency of Qualification		
	d.	For Audit Qualification(s) where the impact is quantified by the auditor, Management's view		
	e.	For audit Qualification(s) where the impact is not quantified by the auditor		
	i.	Management's estimation on the impact of audit qualification		
	ii.	If management is unable to estimate the impact, reasons for the same		
	iii.	Auditor's comments on (i) or (ii) above:		



Director



Director

Chennai

May 29, 2016



Statutory Auditor

For Haribhakti & Co. LLP
Chartered Accountants
Firm Regn. No. 103523W
G N Ramaswami
Partner
Membership No. 202363

EVERONN EDUCATION LIMITED
ANNEXURE TO STATEMENT ON IMPACT OF AUDIT QUALIFICATION FOR THE YEAR ENDED MARCH 31, 2016

SI No.	Details of Audit Qualification	Type of Audit Qualification	Frequency of Qualification	For Audit Qualifications where the impact is quantified by the auditor, Management's view	For Audit Qualifications where the impact is not quantified by the auditor	For Audit Qualifications where the impact is not quantified by the auditor
1	Non Provision of Guarantees given on behalf of group Companies	Qualified	First Time	The impact will be on standalone financial statement and there will not be any impact on consolidated financials as the underlying loans have been fully provided in the respective subsidiary books of account.	NA	<ul style="list-style-type: none"> i. Management Estimation on the impact of audit qualification ii. If Management is unable to estimate the impact, reasons for the same iii. Auditor's comment on (i) or (ii) above
2	Non Provision of Lease Rentals	Qualified	Repeat	No Provision is considered necessary, since the company is confident of favourable outcome	NA	NA



For Haribhakti & Co., LLP
Chartered Accountants
Firm Regd No. 103523W
G N Ramaswami
Partner
Membership No. 202363

3	Impact of non-receipt of confirmation / reconciliation	Qualified	Repeat	NA	NA. As the full provision has been made in the books of doubtful debts / advances	NA	Nil
4	Possible Financial Impact of the outcome of legal proceedings initiated against erstwhile promoters	Qualified	Repeat	NA	NA. There will not be any financial outgo on account of this	NA	Nil
5	Non Provision of Leave Encashment	Qualified	Repeat	NA	In the view of the management, the impact will not be material	NA	Nil
6	Non provision of interest, if any, payable to MSMED	Qualified	Repeat	NA	In the view of the management, the impact will not be material	NA	Nil



For RAJIBRUKTI & CO. LLP
 Chartered Accountants
 Firm Regn. No. 105523W

G N Ramaswami
 Partner
 Membership No. 202363