

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF BALLARPUR INTERNATIONAL HOLDINGS B.V

Report on the Financial Statements

We have audited the accompanying financial statements of M/s Ballarpur International Holdings B.V ("the Company"), which comprise the Balance Sheet as at March 31, 2015, the Statement of Profit and Loss, Cash Flow Statement for the nine months period then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit.

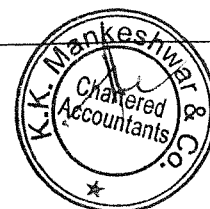
We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected

OFFICES AT :

- 243, "SHRIKA RESIDENCY" CANAL ROAD, DHARAMPETH, NAGPUR - 440 010.
- BLOCK - E, NEW R.D.A. BUILDING, BOMBAY MARKET, G.E. ROAD, RAIPUR - 492001.
- A-425, SARITA VIHAR, NEW DELHI - 110076.
- 29, KALIANDAS UDYOG BHAWAN, CENTURY BAZAR LANE, PRABHADEVI, MUMBAI - 400025.
- 9, SURYA TOWERS, 3rd FLOOR, NEAR MHATRE BRIDGE, ERANDWANA, PUNE - 411004



depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2015, and its profit and its cash flows for the nine months period ended on that date.

Report on Other Legal and Regulatory Requirements

1. In our opinion and to the best of our information and according to the explanations given to us, the Companies (Auditor's Report) Order, 2015 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act is not applicable to the company for the period under review.
2. As required by section 143(3) of the Act, we report that:
 - a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b. in our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;
 - c. the Balance Sheet, Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account;
 - d. In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.



- e. with respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i) the Company does not have any pending litigations which would impact its financial position;
 - ii) the Company did not have any long-term contracts including derivatives contracts for which there were any material foreseeable losses;
 - iii) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.



ABHAY UPADHYE
Partner
Membership No. 049354
For and on behalf of
K.K. MANKESHWAR & CO.
Chartered Accountants
FRN - 106009W



Gurgaon, dated the
26th May, 2015

BALLARPUR INTERNATIONAL HOLDINGS B.V.
BALANCE SHEET AS AT MARCH 31,2015

	NOTE NO.	31.03.2015 Rs.	30.06.2014 Rs.
EQUITY AND LIABILITIES			
SHAREHOLDERS' FUNDS			
Share Capital	B-2	7,32,03,72,617	7,32,03,72,617
Reserves and Surplus	B-3	45,03,85,783	2,35,76,005
		<u>7,77,07,58,400</u>	<u>7,34,39,48,622</u>
NON - CURRENT LIABILITIES			
Long term borrowings	B-4	7,75,18,52,701	6,12,46,92,000
		<u>7,75,18,52,701</u>	<u>6,12,46,92,000</u>
CURRENT LIABILITIES			
Other current liabilities	B-5	12,97,85,361	1,83,25,81,075
		<u>12,97,85,361</u>	<u>1,83,25,81,075</u>
TOTAL		15,65,23,96,462	15,30,12,21,697
ASSETS			
NON - CURRENT ASSETS			
FIXED ASSETS			
Non - current investments	B-6	15,18,99,51,973	14,55,19,03,613
Other non current assets	B-7	23,63,94,718	19,37,65,786
		<u>15,42,63,46,691</u>	<u>14,74,56,69,399</u>
CURRENT ASSETS			
Cash and bank balances	B-8	10,35,284	3,82,70,040
Short term loans and advances	B-9	12,04,50,124	43,41,11,539
Other current assets	B-10	10,45,64,363	8,31,70,719
		<u>22,60,49,771</u>	<u>55,55,52,298</u>
TOTAL		15,65,23,96,462	15,30,12,21,697

Significant Accounting Policies
Notes to Financial Statements
As per our report attached

"A"
"B"

For and on behalf of the Board of Directors



ABHAY UPADHYE
Partner
Membership No. 049354
For and on behalf of
K.K. MANKESHWAR & CO.
Chartered Accountants
FRN: 106009W



Director

Director




Gurgaon, dated the
May 26, 2015

BALLARPUR INTERNATIONAL HOLDINGS B.V.
STATEMENT OF PROFIT AND LOSS FOR THE NINE MONTHS PERIOD ENDED MARCH 31,2015

	NOTE NO.	31.03.2015	30.06.2014
		Rs.	Rs.
Revenue from operations	B-11	74,53,336	-
Other Income	B-12	-	26,09,309
TOTAL		74,53,336	26,09,309
EXPENSES			
Finance cost	B-13	(10,57,77,664)	37,30,40,445
Other expenses	B-14	1,01,84,510	60,63,807
TOTAL		(9,55,93,154)	37,91,04,252
Profit before tax		10,30,46,490	(37,64,94,943)
Tax expense:			
Current tax/MAT (including Wealth Tax)		-	-
Profit/(Loss) after tax for the period/ year		10,30,46,490	(37,64,94,943)
Earning per equity share:	B-15		
Basic and Diluted (RS.)		0.61	(2.23)

Significant Accounting Policies
Notes to Financial Statements

"A"
"B"

As per our report attached

For and on behalf of the Board of Directors

Abhay Upadhye

ABHAY UPADHYE
Partner
Membership No. 049354
For and on behalf of
K.K. MANKESHWAR & CO.
Chartered Accountants
FRN: 106009W



R. Vedula
J. J.

Director

Director

Gurgaon, dated the
May 26, 2015

BALLARPUR INTERNATIONAL HOLDINGS B.V.
CASH FLOW STATEMENT FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2015

PARTICULARS	Note no.	For the Nine Months	For the Year Ended
		Period Ended March 31, 2015	June 30, 2014
		Rs.	Rs.
A. CASH FLOW FROM OPERATING ACTIVITIES			
Net Profit / (Loss) Before Tax		103,046,490	(376,494,943)
Adjustments for:			
Provision no longer required written Back		-	(2,573,760)
Finance Cost		(105,777,664)	373,040,445
Operating Profit / (Loss) Before Working Capital Changes		(2,731,174)	(6,028,258)
Adjustments for:			
(Increase)/ Decrease in Loans & Advances		348,709,876	(427,743,063)
Increase/(Decrease) in Other Current Liabilities		33,510,966	(131,947,913)
Cash generated from Operations		379,489,668	(565,719,234)
Cash From/(used in) Operating Activities		379,489,668	(565,719,234)
B. CASH FLOW FROM INVESTING ACTIVITIES			
Sale / (Purchase) of Investment		(680,677,292)	-
Cash From/(used in) Investing Activities		(680,677,292)	-
C. CASH FLOW FROM FINANCING ACTIVITIES			
Proceeds from/ (repayment of) other borrowings		(24,651,040)	1,090,336,350
Interest Paid		(362,928,078)	(538,556,505)
Cash From/(used in) Financing Activities		(387,579,118)	551,779,845
Net Increase / (Decrease) in Cash and Cash Equivalents		(688,766,742)	(13,939,389)
Foreign Currency Translation Reserve		651,531,986	(12,814,653)
Net increase/(Decrease) in cash and cash equivalents		(37,234,756)	(26,754,043)
Cash and cash equivalents at beginning of period/ year		38,270,040	65,024,083
Cash and cash equivalents at end of period/ year		1,035,284	38,270,040

Notes:

- The above Cash Flow Statement has been prepared under the "Indirect Method" as set out in the Accounting Standard-3 on 'Cash Flow Statements'.
- Cash and Cash Equivalents at the end of the period/ year, consists of Cash and Balances with Bank.
- Previous year's figures have been regrouped/reclassified wherever necessary to conform to current year's classification.
- Current period financial statements is for a period of 9 months i.e from July 1, 2014 to March 31, 2015. Therefore the figures of the current period are not comparable with those of the previous year.

	As at March 31, 2015	As at June 30, 2014
	Rs.	Rs.
Balances with Banks:		
-In current account	1,035,284	7,646,580
-In Debt Service Reserve Account	-	30,623,460
	1,035,284	38,270,040

**SIGNIFICANT ACCOUNTING POLICIES AND NOTES
TO FINANCIAL STATEMENTS**

A & B

The notes referred to above form an integral part of the Cash Flow Statement.

As per our report of even date

For and on behalf of the Board of Directors

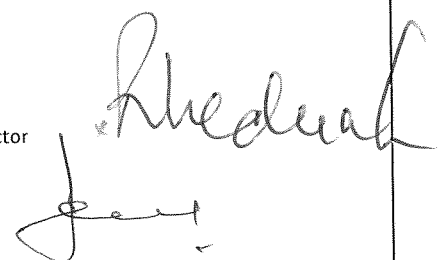


ABHAY UPADHYE
 Partner
 Membership No.049354
 For and on behalf of
K.K.MANKESHWAR & CO.
 Chartered Accountants
 FRN - 106009W



Director

Director



Gurgaon dated the
 May 26, 2015

BALLARPUR INTERNATIONAL HOLDINGS
SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO FINANCIAL STATEMENTS

Company Overview

Ballarpur International Holdings B.V. ("The Company") was incorporated on 12th October, 2006 in Amsterdam, the Netherlands as a Private Company with limited liability.

A. SIGNIFICANT ACCOUNTING POLICIES

1. BASIS OF PREPARATION OF FINANCIAL STATEMENTS

These financial statements are prepared in accordance with Indian Generally Accepted Accounting Principles (GAAP) under the historical cost convention on accrual basis. GAAP comprises mandatory accounting standards as prescribed under Section 133 of the Companies Act, 2013 ('Act') read with Rule 7 of the Companies (Accounts) Rules, 2014, the provisions of the Act (to the extent notified). Accounting policies have been consistently applied except where a newly issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hitherto in use.

2. USE OF ESTIMATES

The preparation of Financial Statements requires estimates and assumptions to be made that affect the reported amount of assets and liabilities as at the date of the Financial Statements and the reported amount of revenues and expenses during the reporting period/ year. The differences between the actual results and estimates are recognised in the period/ year in which the results are known/materialise.

3. CASH FLOW STATEMENT

Cash flows are reported using the Indirect Method, where by profit/(loss) before tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Group are segregated based on the available information.

4. CASH AND CASH EQUIVALENTS

Cash and cash equivalents comprise cash and cash on deposit with banks and corporations. The Company considers all highly liquid investments with a remaining maturity at the date of purchase of three months or less and that are readily convertible to known amounts of cash to be cash equivalents.

5. INVESTMENTS

Investments are classified into current and non current investments. Current investments are stated at lower of cost and fair value. Non current investments are stated at cost less any provision for diminution in value other than temporary in nature.

6. FOREIGN CURRENCY TRANSACTIONS

- i. Monetary assets and liabilities related to foreign transactions remaining unsettled at the end of the period/ year are translated at the period/ year end rates.
- ii. The difference in translation of monetary assets and liabilities are realized gains and losses on foreign exchange transactions are recognized in the Statement of Profit and Loss.

7. REVENUE RECOGNITION

All income are accounted for on accrual basis.

8. TAXATION

Provision for tax consists of current tax and deferred tax. Current tax provision is computed for current income based on the tax liability after considering allowances and exemptions. Deferred tax assets and liabilities are computed on the basis of timing differences at the Balance Sheet date between the carrying amount of assets and liabilities and their respective tax basis. Deferred tax assets are recognized based on management estimates of available future taxable income and assessing its certainty.

9. EARNING PER SHARE

Basic earnings per share are calculated by dividing the net profit or loss for the period/ year attributable to the equity shareholders by the weighted average number of equity shares outstanding during the period/ year. For the purpose of calculating diluted earnings per share, net profit or loss for the period/ year attributable to equity shareholders and the weighted average number of shares outstanding during the period/ year are adjusted for the effects of all dilutive potential equity shares.

10. UNAMORTISED EXPENSES

Costs incurred in raising funds are amortised over the period for which the funds have been obtained, using time proportionate basis



BALLARPUR INTERNATIONAL HOLDINGS B.V.

B-1. Basis of preparation and translation into Indian Rupees

i. These financial statements have been prepared for the purpose of compliance with the provision of section 129 of the Companies Act 2013 and have been translated to Indian Rupees (Rs.) in accordance with Accounting Standard-11 on "The Effects of Changes in Foreign Exchange Rates". The functional currency of the Company is United States Dollar(US\$).

ii. The translation of foreign currency into Rs. has been carried out as under:

- For assets and liabilities (both monetary and non-monetary items) using the rate of exchange prevailing on the balance Sheet date (1 US\$=Rs.60.046 as at June 30, 2014 and 1 US\$=Rs.62.6788 as at March 31, 2015).
- For revenue and expenses using average exchange rates prevailing during the reporting period/ year (1 US\$ = Rs.61.6276 for the period July 1, 2014 to March 31, 2015 and 1 US\$ = Rs.61.4274 for the period July 1, 2013 to June 30, 2014).
- For Share Capital using the rate of exchange prevailing at the date of the transaction.
- Resulting exchange differences are taken into foreign currency translation reserve as required under Accounting Standard-11.

B-2 SHARE CAPITAL:

	31.03.2015	30.06.2014
	Rs.	Rs.
Authorised:		
500,000,000 Ordinary Shares of Euro 0.65/- each (Previous Year: 500,000,000 Ordinary Shares of EURO .65/- each)	21,59,36,96,015	21,59,36,96,015
	<u>21,59,36,96,015</u>	<u>21,59,36,96,015</u>
Issued, Subscribed and fully paid up :		
168,679,093 Ordinary Shares of Euro 0.65/- each (Previous Year: 168,679,093 Ordinary Shares of Euro .65/- each)	7,32,03,72,617	7,32,03,72,617
(Held by Ballarpur Industries Limited, the Holding Company)	<u>7,32,03,72,617</u>	<u>7,32,03,72,617</u>

1.1 Reconciliation of number of shares

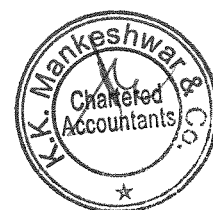
EQUITY SHARES:	As on March 31, 2015		As on Jun 30, 2014	
	No. of shares	Rs.	No. of shares	Rs.
Ordinary Shares				
Balance as at the beginning of the period/ year	16,86,79,093	7,32,03,72,617	16,86,79,093	7,32,03,72,617
Add:- Issued during the period/ year	-	-	-	-
Balance as at the end of the period/ year	16,86,79,093	7,32,03,72,617	16,86,79,093	7,32,03,72,617

Shares held by holding company and Ultimate holding company:

	As at	As at
	31st March, 2015	30th June, 2014
	Number of shares	Number of shares
Ordinary Shares		
Ballarpur Industries Limited	16,86,79,093	16,86,79,093

Details of shares held by shareholders holding more than 5% of the aggregate shares in the Company:

Name of Shareholder	As on 31.03.2015	As on 30.06.2014
	No. of shares	Holding (%)
Ordinary Shares		
Ballarpur Industries Limited	16,86,79,093	16,86,79,093
	100%	100%



B-3 RESERVE AND SURPLUS

	31.03.2015	30.06.2014
	Rs.	Rs.
Share Premium reserve		
At the beginning of the reporting period/ year	3,09,62,209	3,09,62,209
At the close of the reporting period/ year	3,09,62,209	3,09,62,209
Foreign Currency Translation Reserve		
At the beginning of the reporting period/ year	1,61,08,00,967	1,55,36,57,578
Adjustment during the period/ year (net)	32,37,63,288	5,71,43,389
At the close of the reporting period/ year	1,93,45,64,255	1,61,08,00,967
Balance in Statement of Profit and Loss		
At the beginning of the reporting period/ year	(1,61,81,87,171)	(1,24,16,92,228)
Add:		
Profit for the period/ year as per statement of profit and loss	10,30,46,490	(37,64,94,943)
At the close of the reporting period/ year	(1,51,51,40,681)	(1,61,81,87,171)
Total	45,03,85,783	2,35,76,005

B-4 LONG TERM BORROWINGS:

	31.03.2015	30.06.2014
	Rs.	Rs.
1. Secured Loans:		
Banks	4,70,09,10,000	1,57,62,07,500
	4,70,09,10,000	1,57,62,07,500
2. Unsecured Loans:		
Loan from banks	1,46,20,35,121	3,00,23,00,000
Zero coupon compulsory convertible bonds	94,01,82,000	90,06,90,000
Loans from related parties	64,87,25,580	64,54,94,500
	3,05,09,42,701	4,54,84,84,500
Total long term borrowings	7,75,18,52,701	6,12,46,92,000

Notes:-

Secured Loan:-

Secured Loans:

Term Loan from Banks Is secured against pledge of Bilt Paper B.V.'s shares(Formerly known as Ballarpur International Graphic Paper Holdings B.V.)

- a) In July 2012 the Company obtained from Exim Bank a US\$35,000,000 loan at LIBOR plus a margin of 5.3%.The loan was drawn down in July 2012 and is repayable in Four equal instalments starting from January 2015. Loan is pre paid during the year.
- b) Company has obtained a loan of US\$ 75,000,000 from Credit Agricole Bank at 4.8% plus LIBOR and is repayable in three equal instalments starts from 48 months of agreement i.e. January 02, 2015.

Unsecured Loans:

a)Term Loan from Banks

i) In March 2011 the Company obtained from IDBI Bank a US\$60,000,000 loan at LIBOR plus a margin of 4.5%.The loan was drawn down in instalments from March 2011 to April 2011 and is repayable in three equal instalments starting from April 2014. Loan is pre paid during the year.

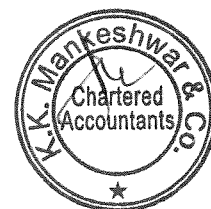
ii) In March 2014 the company obtained from ICICI Bank a Euro denominated loan equivalent to US\$30,000,000 loan at EURIBOR plus a margin of 2.5%. The loan was drawn down on 13th March 2014. The loan is repayable in 3 equal installment starting from third year of the utilisation date. The Loan is reinstated to US \$ 23,325,831 at closing rate on 31.03.2015.

b)Zero Coupon Convertible Bonds

In accordance with the Subscription and Participation Agreement signed between the Company, BILT and JP Morgan Special Situations Asia Corporation (JPMSSL) on 11 March 2007, the company issued to JPMorgan Special Situations Asia Corporation, Convertible Notes due March 2017. During the previous year JPMSSL transferred the notes to Avantha International Assets B.V. (AIA), related party at a mutually negotiated consideration and the notes are held by AIA as at the year ended 30 June 2013 and 30 June 2012. There is no change in the terms and conditions of the convertible notes in respect of such transfer.

c)Loan from related party:

During the year the Company obtained from Ballarpur Industries Limited a US\$9,600,000 loan at LIBOR plus a margin of 6.5% and repaid US\$10,000,000 loan.The loan was drawn down on repayable terms of 5 years from the date of disbursement.



B-5 OTHER CURRENT LIABILITIES:

	31.03.2015	30.06.2014
	Rs.	Rs.
Current maturities of long term debt	-	1,726,322,500
Interest accrued but not due on borrowings	-	50,906,040
Interest Payable (Related Party)	83,252,518	42,330,657
Due to related Parties	23,375,477	922,904
Other payables	23,157,366	12,098,974
TOTAL	129,785,361	1,832,581,075

B-6 NON CURRENT INVESTMENTS:

	31.03.2015	30.06.2014
	Rs.	Rs.
Investment in subsidiaries	15,189,951,973	14,551,903,613
Total	15,189,951,973	14,551,903,613

Additional Information:

a) Investment in Bilt Paper B.V. (Formerly known as Ballarpur International Graphic Paper Holdings B.V)
(447,454,413 shares)

15,189,951,973 14,551,903,613

B-7 OTHER NON CURRENT ASSETS:

	31.03.2015	30.06.2014
	Rs.	Rs.
Unamortized Expenses	236,394,718	193,765,786
Total	236,394,718	193,765,786

B-8 CASH AND BANK BALANCE :

	31.03.2015	30.06.2014
	Rs.	Rs.
Cash & cash equivalents		
Balances with banks		
- In current accounts	1,035,284	7,646,580
	1,035,284	7,646,580
Other bank balance		
Debt Service Reserve Account	-	30,623,460
	-	30,623,460
TOTAL	1,035,284	38,270,040

B-9 SHORT TERM LOANS AND ADVANCES:

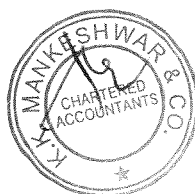
	31.03.2015	30.06.2014
	Rs.	Rs.
Unsecured, considered good		
Loan & Advances to Related Parties	105,199,778	419,501,778
Other advances recoverable in cash or kind for value to be received	15,250,346	14,609,761
TOTAL	120,450,124	434,111,539

B-10 OTHER CURRENT ASSETS:

	31.03.2015	30.06.2014
	Rs.	Rs.
Interest paid in advance	11,963,801	14,694,831
Interest receivable from related party	7,580,470	-
Current portion of unamortized expenses	85,020,092	68,475,888
TOTAL	104,564,363	83,170,719

B-11 REVENUE FROM OPERATIONS:

	31.03.2015	30.06.2014
Interest income on loan to related party	7,453,336	-
TOTAL	7,453,336	-



B-12 OTHER INCOME:

	31.03.2015	30.06.2014
	Rs.	Rs.
Gain on foreign currency fluctuations	-	35,549
Unspent liabilities and excess provisions of earlier years written back	-	2,573,760
TOTAL	-	2,609,309

B-13 FINANCE COSTS:

	31.03.2015	30.06.2014
	Rs.	Rs.
Interest expenses	251,056,421	337,115,583
Loss/ (gain) on foreign currency fluctuations	(411,646,539)	-
Other borrowing costs	54,812,454	35,924,862
TOTAL	(105,777,664)	373,040,445

B-14 OTHER EXPENSES:

	31.03.2015	30.06.2014
	Rs.	Rs.
Office & other expenses	720,406	531,154
Bank charges	3,095,136	241,986
Legal and professional charges	6,368,968	5,290,667
TOTAL	10,184,510	6,063,807

B-15 EARNINGS PER SHARE:

	31.03.2015	30.06.2014
	Rs.	Rs.
Basic and Diluted Profit after Tax (In Rupees)	103,046,490	(376,494,942)
Weighted Average number of Ordinary Share	168,679,093	168,679,093
Basic and Diluted EPS in Rupees	0.61	(2.23)
Ordinary Share Details (No.'s)		
Issued on October 12, 2006	18,000	18,000
Issued on March 07, 2007	8,375,209	8,375,209
Issued on March 09, 2007	37,256,691	37,256,691
Issued on October 08, 2009	123,029,193	123,029,193
Outstanding as at the end of the period/ year	168,679,093	168,679,093

B-16 Information on Related Parties as required by Accounting Standard-AS 18 "Related Party Disclosures":

a) Name of the Related Parties with whom transactions were carried out during the period/ year and nature of relationship

1) **List of Related Parties**

BILT Paper B.V. (Formerly known as Ballarpur International Graphic Paper Holdings B.V.)

Ballarpur Industries Limited

Ballarpur Paper Holdings B.V.

Avantha International Assets B.V.

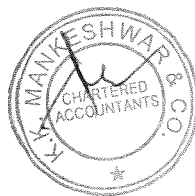
Holding Company

Ultimate Holding Company

Step Down Subsidiary

Other Related Parties*

*Companies over which persons(s) having direct / indirect control or significant control influence over the company is able to exercise significant influence



2) **Details of transaction with related parties**
(Financial transactions have been carried out in the ordinary course of business and/or in discharge of contract obligation)

S.No	Particulars	31.03.2015 Rs.	30.06.2014 Rs.
a)	Loan balance from related parties Ballarpur Industries Limited	64,87,25,580	64,54,94,500
b)	Interest expense Ballarpur Industries Limited	3,84,10,488	4,08,69,062
c)	Interest Income BILT Paper B.V. (Formerly known as Ballarpur International Graphic Paper Holdings B.V.)	74,53,336	
d)	Interest Payable Ballarpur Industries Limited	8,32,52,518	4,23,30,657
e)	Interest receivable BILT Paper B.V. (Formerly known as Ballarpur International Graphic Paper Holdings B.V.)	75,80,470	
d)	Advance to related parties BILT Paper B.V. (Formerly known as Ballarpur International Graphic Paper Holdings B.V.) Ballarpur Paper Holdings B.V. Ballarpur Speciality paper Holdings B.V. Avantha International Assets B.V.	- 3,66,83,176 58,37,802 6,26,78,800	5,67,45,665 29,75,20,812 51,89,301 6,00,46,000
e)	Advances Payables Ballarpur Industries Limited BILT Paper B.V. (Formerly known as Ballarpur International Graphic Paper Holdings B.V.)	9,63,370 2,24,12,107	9,22,904 -

B-17 Contingent Assets and Other Contingent Liabilities

There are no commitments or contingent liabilities which have not been provided for in the balance sheet.

B-18 Segment Reporting

The company operates only in one business segment viz Investment Company. Accordingly there are no reportable business segments.

B-19 The Company has no employees and hence incurred no wages, related social security or pension charges during the period under review.

B-20 Income Taxes

Due to carried forward losses, no provision for income tax has been made. Also as it is uncertain whether the Company will realize the taxable profits in the future, no deferred tax asset is recognized.

B-21 Disclosures required under the Micro, Small and Medium Enterprises Development Act, 2006 ("the Development Act")-delayed payments due as at the end of the period/ year on account of principal - Rs. NIL (Previous Year Rs. NIL) and interest due thereon Rs. NIL (Previous Year NIL).

Micro, Small and Medium Enterprises are identified by the Management and relied upon by the Auditors.

B-22 Other disclosure requirements of Schedule III to the Companies Act, 2013 are not applicable to the Company.

B-23 Previous year figures have been regrouped / reclassified wherever necessary to correspond with the current year's classification / disclosure.

B-24 Current period financial statements is for a period of 9 months i.e from July 1, 2014 to March 31, 2015. Therefore the figures of the current period are not comparable with those of the previous year.

As per our report attached

For and on behalf of the Board of Directors



ABHAY UPADHYE
Partner
Membership No. 049354
For and on behalf of
K.K. MANKESHWAR & CO.
Chartered Accountants
FRN: 106009W
Gurgaon, dated the
May 26, 2015



Director

Director

