

**INDEPENDENT AUDITORS' REPORT**

**TO THE MEMBERS OF BILT PAPER B.V.**

**Report on the Financial Statements**

We have audited the accompanying financial statements of M/s Bilt Paper B.V. ("the Company"), which comprise the Balance Sheet as at March 31, 2016, the Statement of Profit and Loss, Cash Flow Statement for the year 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 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. 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.

**OFFICES AT :**

- 243, " SHRIKA RESIDENCY" CANAL ROAD, DHARAMPETH, NAGPUR- 440010.
- BLOCK-E, NEW R D A BUILDING, BOMBAY MARKET, G.E. ROAD, RAIPUR- 492001.
- A- 425, SARITA VIHAR, NEW DELHI-110076.
- 331, KALIANDAS UDYOG BHAWAN, CENTURY BAZAR LANE, PRABHADEVI, MUMBAI- 400025.
- PRABHATARAPTS, 3rd FLOOR, WR, PARANJAPE LANE, NEAR HOTEL VAISHALI, SHIVAJINAGAR PUNE- 411004.
- COSMOS REGENCY, JUPITER II, 102 WAGHBILL NAKA GHODBUNDER ROAD, THANE-(W)- 400607



## 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, 2016, and its profit and its cash flows for the year 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, 2016 ("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.

**ASHWIN MANKESHWAR**  
Partner  
Membership No. 046219  
For and on behalf of  
**K.K. MANKESHWAR & CO.,**  
Chartered Accountants  
FRN - 106009W



Gurgaon, dated the  
27<sup>th</sup> May, 2016

BILT PAPER B.V. ( FORMERLY KNOWN AS BALARPUR INTERNATIONAL GRAPHIC PAPER HOLDINGS B.V.)  
BALANCE SHEET AS ON MARCH 31, 2016

	NOTE NO.	31.03.2016 Rs.	31.03.2015 Rs.
<b>EQUITY AND LIABILITIES</b>			
<b>SHAREHOLDERS' FUNDS</b>			
Share Capital	B-2	541,842,802	541,842,802
Subordinated Perpetual Capital Securities	B-4	13,251,160,000	12,535,760,000
Reserves and Surplus	B-3	32,163,242,920	30,730,041,565
		<u>45,956,245,722</u>	<u>43,807,644,367</u>
<b>NON - CURRENT LIABILITIES</b>			
<b>CURRENT LIABILITIES</b>			
Short term borrowings	B-5	12,884	-
Other current liabilities	B-6	586,999,824	994,123,134
		<u>587,012,708</u>	<u>994,123,134</u>
<b>TOTAL</b>		<b>46,543,258,430</b>	<b>44,801,767,501</b>
<b>ASSETS</b>			
<b>NON - CURRENT ASSETS</b>			
Non - current investments	B-7	34,541,030,470	32,676,238,768
Long term loans and advances	B-8	10,733,439,600	10,153,965,600
Other non current assets	B-9	827,648,437	702,712,314
		<u>46,102,118,507</u>	<u>43,532,916,682</u>
<b>CURRENT ASSETS</b>			
Cash and bank balances	B-10	2,333	947
Short term loans and advances	B-11	1,244,241	23,395,893
Other current assets	B-12	439,893,349	1,245,453,979
		<u>441,139,923</u>	<u>1,268,850,819</u>
<b>TOTAL</b>		<b>46,543,258,430</b>	<b>44,801,767,501</b>

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

"A"  
"B"

For and on behalf of the Board of Directors

ASHWIN MANKESHWAR  
Partner  
Membership No. 046219  
For and on behalf of  
K.K. MANKESHWAR & CO.,  
Chartered Accountants  
FRN: 106009W



Director

Director

Gurgaon, dated the  
May 27, 2016

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Director

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Gurgaon, dated the  
May 27, 2016

BILT PAPER B.V. ( FORMERLY KNOWN AS BALARPUR INTERNATIONAL GRAPHIC PAPER HOLDINGS B.V.)  
STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31,2016

	NOTE NO.	31.03.2016 Rs.	31.03.2015 Rs.
<b>REVENUE</b>			
Revenue from operations	8-13	1,050,569,190	747,727,671
Other Income	8-14	309,491	1,974,876
<b>TOTAL</b>		<b>1,050,878,681</b>	<b>749,702,547</b>
<b>EXPENSES</b>			
Finance cost	8-15	-	7,453,336
Other expenses	8-16	31,212,206	31,424,179
<b>TOTAL</b>		<b>31,212,206</b>	<b>38,877,515</b>
<b>Profit before tax</b>		<b>1,019,666,475</b>	<b>710,825,032</b>
<b>Tax expense:</b>			
<b>Profit/(Loss) after tax for the period/ year</b>		<b>1,019,666,475</b>	<b>710,825,032</b>
Earning per equity share:	8-17		
Basic and Diluted (Rs.)		1.46	1.09

Significant Accounting Policies  
Notes to Financial Statements

"A"  
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As per our report attached

For and on behalf of the Board of Directors

ASHWIN MANKESHWAR  
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FRN: 106009W



Director

Director

Gurgaon, dated the  
May 27, 2016

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Basic and Diluted (Rs.)		1.46	1.09

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 Notes to Financial Statements

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 Chartered Accountants  
 FRN: 106009W



Director

Director

Gurgaon, dated the  
 May 27, 2016



**BILT PAPER B.V ( FORMERLY KNOWN AS BALLARPUR INTERNATIONAL GRAPHIC PAPER HOLDINGS B.V.)**  
**CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2016**

Particulars	Note no.	For the Year Ended	For the Nine Months
		March 31, 2016	Period Ended
		Rs.	March 31, 2015
			Rs.
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>			
Net Profit / (Loss) Before Tax		1,019,666,475	710,825,032
<b>Adjustments for:</b>			
Finance Cost		-	7,453,336
Finance Income		-	-
Amortisation of expenses		-	-
Operating Profit / (Loss) Before Working Capital Changes		1,019,666,475	718,278,368
<b>Adjustments for:</b>			
Loans & Advances		253,138,033	(1,226,344,178)
Short Term Loans and Advances		-	-
Other Payables		(416,852,505)	(97,627,225)
<b>Cash generated from Operations</b>		<b>855,952,003</b>	<b>(605,693,035)</b>
Deferred Revenue Expenditure (Translation Reserve Share Capital)		-	-
<b>Cash From/(used in) Operating Activities</b>		<b>855,952,003</b>	<b>(605,693,035)</b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>			
Interest received on advances		-	-
Long term loans and advances to related parties		-	-
Investment in subsidiaries		-	(5,275,543,422)
<b>Cash From/(used in) Investing Activities</b>		<b>-</b>	<b>(5,275,543,422)</b>
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>			
Proceeds from / (repayment of) secured borrowings		-	6,141,790,000
Proceeds from issue of Shares (including share premium)		-	(627,443,417)
Share Issue Expenses		-	-
Finance Cost paid		-	-
Unamortised expenses		-	-
Distribution on Unsecured Perpetual Securities		(1,450,947,709)	(1,340,392,990)
Subordinated Perpetual Capital Securities		-	-
Change in share premium		-	-
Issue of share capital		-	-
<b>Cash From/(used in) Financing Activities</b>		<b>(1,450,947,709)</b>	<b>4,173,953,593</b>
<b>Net Increase / (Decrease) in Cash and Cash Equivalents</b>		<b>(594,995,706)</b>	<b>(1,707,282,864)</b>
Foreign Currency Translation Reserve		594,997,092	1,707,146,928
<b>Net Increase / (Decrease) in Cash and Cash Equivalents</b>		<b>1,386</b>	<b>(135,936)</b>
Cash and Cash Equivalents at the beginning of the year		947	136,883
Cash and Cash Equivalents As At March 31, 2016		2,333	947

**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' issued by The Institute of Chartered Accountants of India.
- Cash and Cash Equivalents at the end of the year consist of Cash and Balances with Bank:
- Previous year's figures have been regrouped/reclassified wherever necessary to conform to current year's classification.

	As at March 31, 2016 (Rupees)	As at March 31, 2015 (Rupees)
<b>Balances with Banks:</b>		
-In current accounts	2,333	947
	<b>2,333</b>	<b>947</b>

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

A & B

As per our report of even date

**ASHWIN MANKESHWAR**  
 Partner  
 Membership No. 046219  
 For and on behalf of  
**K.K.MANKESHWAR & CO.**  
 Chartered Accountants  
 FRN - 106009W  
 Gurgaon dated the  
 May 27, 2016



For and on behalf of the Board of Directors

Director

Director

**BILT PAPER B.V ( FORMERLY KNOWN AS BALLARPUR INTERNATIONAL GRAPHIC PAPER HOLDINGS B.V.)**  
**CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2016**

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		Rs.	Rs.
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Finance Cost paid		-	-
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	As at March 31, 2016 (Rupees)	As at March 31, 2015 (Rupees)
Balances with Banks:		
-In current accounts	2,333	947
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**SIGNIFICANT ACCOUNTING POLICIES  
AND NOTES TO FINANCIAL STATEMENTS**

A & B

As per our report of even date

ASHWIN MANKESHWAR  
Partner  
Membership No. 046219  
For and on behalf of  
K.K.MANKESHWAR & CO.  
Chartered Accountants  
FRN - 106009W  
Gurgaon dated the  
May 27, 2016



For and on behalf of the Board of Directors

Director

Director



## Company Overview

Bilt Paper B.V. (Formerly Known as Ballarpur International Graphic Paper Holdings B.V.) ("The Company") was incorporated on 29th April, 2008 in Amsterdam, the Netherlands as a Private Company with limited liability. The name of the company has been changed to BILT Paper B.V. with effect from July 26, 2014.

### 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 are translated at the period/ year end rates.
- ii. The difference in translation of monetary assets and liabilities are realised gains and losses on foreign exchange transactions are recognised 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.



**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:

a) For assets and liabilities (both monetary and non-monetary items) using the rate of exchange prevailing on the balance Sheet date ( 1 US\$=Rs.66.2558 as at March 31, 2016 and 1 US\$=Rs.62.6788 as at March 31, 2015 ).

b) For revenue and expenses using average exchange rates prevailing during the reporting period/year (1 US\$ = Rs.65.505 for the period April 1, 2015 to March 31, 2016 and 1 US\$ = Rs.61.6276 for the period July 1, 2014 to March 31, 2015).

c) For Share Capital using the rate of exchange prevailing at the date of the transaction.

d) Resulting exchange differences are taken into foreign currency translation reserve as required under Accounting Standard-11

**B-2 SHARE CAPITAL:**

	31.03.2016	31.03.2015
	Rs.	Rs.
<b>Authorised Share Capital:</b>		
7,00,000,000 (Previous year: 7,00,000,000) Ordinary Shares of one EURO CENT (EUR 0.01) each	541,842,802	541,842,802
	<b>541,842,802</b>	<b>541,842,802</b>
<b>Issued, Subscribed and fully paid up :</b>		
7,00,000,000 Ordinary Shares of One Euro Cent (EUR 0.01) each (Previous Year: 7,00,000,000 Ordinary Shares of One Euro Cent (EUR 0.01) each)	541,842,802	541,842,802
	<b>541,842,802</b>	<b>541,842,802</b>

**Reconciliation of number of shares**

EQUITY SHARES:	As on March 31, 2016		As on March 31, 2015	
	No of shares	Rs	No of shares	Rs.
<b>ordinary shares</b>				
Balance as at the beginning of the period/ year	700,000,000	541,842,802	2,052,001	1,296,232
Add:- Issued during the period/ year	-	-	697,947,999	540,546,570
<b>Balance as at the end of the period/ year</b>	<b>700,000,000</b>	<b>541,842,802</b>	<b>700,000,000</b>	<b>541,842,802</b>

**Shares held by holding company and Ultimate holding company:**

	As at 31st March, 2016	As at 31st March, 2015
<b>Ordinary shares</b>		
Ballarpur International Holdings B.V	435,454,413	447,454,413
Avantha International Assets	54,545,587	54,545,587
Lathe Investment Pte. Ltd.	110,000,000	98,000,000
International Financial Corporation	100,000,000	100,000,000
<b>TOTAL</b>	<b>700,000,000</b>	<b>700,000,000</b>

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

Name of Shareholder	As on 31.03.2016		As on 31.03.2015	
	No. of shares	Holding (%)	No. of shares	Holding (%)
<b>Ordinary Shares</b>				
Ballarpur International Holdings B.V.	435,454,413	62.21%	447,454,413	63.92%
Avantha International Assets BV	54,545,587	7.79%	54,545,587	7.79%
Lathe Investment Pte. Ltd.	110,000,000	15.71%	98,000,000	14.00%
International Financial Corporation	100,000,000	14.29%	100,000,000	14.29%

During the previous period 697,947,999 Ordinary shares of 0.1 Euro each is allotted by way of issue of bonus shares capitalised from securities premium account .



**B-3 RESERVE AND SURPLUS**

	31.03.2016	31.03.2015
	Rs.	Rs.
<b>Share Premium reserve</b>		
At the beginning of the reporting period/ year	23,715,685,780	18,741,885,767
Add: Premium received on issue of ordinary shares	-	6,064,342,028
Less: Bonus issue of ordinary shares	-	463,098,598
Less: Share issue expenses	-	627,443,417
At the close of the reporting period/ year	<u>23,715,685,780</u>	<u>23,715,685,780</u>
<b>Foreign Currency Translation Reserve</b>		
At the beginning of the reporting period/ year	8,109,111,483	6,912,302,484
Adjustment during the period/ year (net)	1,780,664,438	1,196,808,999
At the close of the reporting period/ year	<u>9,889,775,921</u>	<u>8,109,111,483</u>
<b>Balance in Statement of Profit and Loss</b>		
At the beginning of the reporting period/ year	(1,094,755,699)	(840,964,336)
Add:		
Profit for the period/year as per statement of profit and loss	1,019,666,475	710,825,032
Distribution on Unsecured Perpetual Securities	1,367,129,558	964,616,395
At the close of the reporting period/ year	<u>(1,442,218,782)</u>	<u>(1,094,755,699)</u>
<b>Total</b>	<u>32,163,242,920</u>	<u>30,730,041,564</u>

**B-4 SUBORDINATED PERPETUAL CAPITAL SECURITIES:**

	31.03.2016	31.03.2015
	Rs.	Rs.
Subordinated Perpetual Capital Securities	13,251,160,000	12,535,760,000
<b>TOTAL</b>	<u>13,251,160,000</u>	<u>12,535,760,000</u>

During the year ended 30th June, 2012, Bilt Paper B.V. (Formerly known as Ballarpur International Graphic Paper Holdings B.V.) raised USD 200 Million through issue of Unsecured Dollar denominated 9.75% Subordinated Perpetual Capital Securities (The "Securities"). These Securities are perpetual in nature with no maturity or redemption and are callable only at the option of Bilt Paper B.V. (Formerly known as Ballarpur International Graphic Paper Holdings B.V.) in the 5th/10th period/ year from the date of allotment of Securities and thereafter on every interest payment date. As these Securities are perpetual in nature and ranked senior only to the Share Capital of Bilt Paper B.V. (Formerly known as Ballarpur International Graphic Paper Holdings B.V.) and are therefore considered to be in the nature of equity instrument and are not classified as "Debt" and the distribution on such Securities is not considered under "Interest". BIGPH may, at its sole discretion, opt to defer payment of Interest on such Securities.

**B-5 SHORT TERM BORROWINGS:**

	31.03.2016	31.03.2015
	Rs.	Rs.
Bank Overdraft	12,884	-
<b>Total short-term borrowings</b>	<u>12,884</u>	<u>-</u>

**B-6 OTHER CURRENT LIABILITIES:**

	31.03.2016	31.03.2015
	Rs.	Rs.
Interest accrued but not due on borrowings	179,497,141	169,755,062
Interest Payable to Related Party	-	7,580,469
Advances due to related Parties	312,868,230	719,287,277
Other payables	94,634,453	97,500,326
<b>TOTAL</b>	<u>586,999,824</u>	<u>994,123,134</u>

**B-7 NON CURRENT INVESTMENTS:**

	31.03.2016	31.03.2015
	Rs.	Rs.
Non-trade, unquoted investment		
Investment in subsidiaries	34,541,030,470	32,676,238,769
<b>Total</b>	<u>34,541,030,470</u>	<u>32,676,238,769</u>

**Additional Information:**

Investment in Ballarpur Paper Holdings B.V.  
125,192,483 Ordinary shares of Euro 1/- each  
(Previous year :125,192,483 Ordinary shares of Euro 1/- each)

**B-8 LONG TERM LOANS AND ADVANCES:**

	31.03.2016	31.03.2015
	Rs.	Rs.
Unsecured, considered good		
Loans & Advance to related parties	10,733,439,600	10,153,965,600
<b>Total</b>	<u>10,733,439,600</u>	<u>10,153,965,600</u>

USD 162,000,000 loan given to Ballarpur Paper Holdings B.V. @9.9% per annum.



**B-9 OTHER NON CURRENT ASSETS:**

	31.03.2016	31.03.2015
	Rs.	Rs.
Unamortized Expenses	827,648,438	702,712,314
<b>Total</b>	<b>827,648,438</b>	<b>702,712,314</b>

**B-10 CASH AND BANK BALANCE :**

	31.03.2016	31.03.2015
	Rs.	Rs.
Cash & cash equivalents		
Balances with banks		
- In current accounts	2,333	947
<b>TOTAL</b>	<b>2,333</b>	<b>947</b>

**B-11 SHORT TERM LOANS AND ADVANCES:**

	31.03.2016	31.03.2015
	Rs.	Rs.
Unsecured, considered good		
Advance to related parties	144,088	22,548,416
Balance with government authorities	895,842	847,477
Prepaid expenses	204,311	-
<b>TOTAL</b>	<b>1,244,241</b>	<b>23,395,893</b>

**B-12 OTHER CURRENT ASSETS:**

	31.03.2016	31.03.2015
	Rs.	Rs.
Interest accrued on loans	349,136,594	1,159,596,974
Current portion of unamortized expenses	90,756,755	85,857,004
<b>TOTAL</b>	<b>439,893,349</b>	<b>1,245,453,978</b>

**B-13 REVENUE FROM OPERATIONS:**

	31.03.2016	31.03.2015
	Rs.	Rs.
Interest income on Loans	1,050,569,190	747,727,671
<b>TOTAL</b>	<b>1,050,569,190</b>	<b>747,727,671</b>

**B-14 Other Income**

	31.03.2016	31.03.2015
	Rs.	Rs.
Net gain on foreign currency translation and transaction	309,491	1,974,876
<b>TOTAL</b>	<b>309,491</b>	<b>1,974,876</b>



**B-15 FINANCE COSTS:**

	31.03.2016	31.03.2015
	Rs.	Rs.
Interest expenses	-	7,453,336
<b>TOTAL</b>	-	<b>7,453,336</b>

**B-16 OTHER EXPENSES:**

	31.03.2016	31.03.2015
	Rs.	Rs.
Office & other expenses	1,716,751	725,241
Bank charges	324,611	177,187
Legal and professional charges	19,366,219	23,166,382
Directors Remuneration	9,804,625	7,355,369
<b>TOTAL</b>	<b>31,212,206</b>	<b>31,424,179</b>

**B-17 EARNINGS PER SHARE:**

	31.03.2016	31.03.2015
	Rs.	Rs.
Basic and Diluted Profit/(Loss) after Tax (In Rupees)	1,019,666,475	710,825,032
No. of shares at the beginning of the period/year	700,000,000	2,052,001
Add Bonus shares issued during the period/year	-	597,947,999
Add Weighted average issue of ordinary shares during the period/year	-	55,109,489
Total weighted average number of shares	700,000,000	655,109,489
Basic and Diluted EPS in Rupees	1.46	1.09
<b>Ordinary Share Details (No.'s)</b>		
Issued on April 29, 2008	1,800,000	1,800,000
Issued on December 31, 2008	65,455	65,455
Issued on June 29, 2011	186,546	186,546
Issued on October 31, 2014	697,947,999	697,947,999
<b>Outstanding as at the end of the period/ year</b>	<b>700,000,000</b>	<b>700,000,000</b>

**B-18 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**

Ballarpur International Holdings B.V.	Holding Company
Ballarpur Industries Limited	Ultimate Holding Company
Ballarpur Paper Holdings B.V.	Step Down Subsidiary
BILT Graphic Paper Products Limited	Subsidiary
Sabah Forest Industries Sdn. Bhd.	Subsidiary

\*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	31.03.2016	31.03.2015
		Rs.	Rs.
a)	<b>Loan given to Related Parties</b>		
	Ballarpur Paper Holdings B.V	10,733,439,600	10,153,965,600
b)	<b>Advances Payable</b>		
	Ballarpur International Holdings B.V	62,229,623	-
	Ballarpur Paper Holdings B.V	250,638,607	719,287,277
c)	<b>Advances Receivable</b>		
	Ballarpur International Holdings B.V	-	22,412,107
	Ballarpur Speciality Paper Holdings B.V	144,088	136,309
d)	<b>Interest expense</b>		
	Ballarpur Internantional Holdings BV	-	7,453,336
e)	<b>Interest Income</b>		
	Ballarpur Paper Holdings BV	1,050,569,190	747,727,671
f)	<b>Interest receivable</b>		
	Ballarpur Paper Holdings BV	993,365,895	1,159,596,974
g)	<b>Interest Payable</b>		
	Ballarpur Internantional Holdings BV	-	7,580,470



**B-19 CONTINGENT ASSETS AND OTHER CONTINGENT LIABILITIES**

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

**B-20** The company has no employees and hence incurred no wages, related social security or pension charges during the period under review.

**B-21 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-22** 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-23** Other disclosure requirements of Schedule III to the Companies Act, 2013 are not applicable to the Company.

**B-24** The company operates only in one business segment viz Investment Company. Accordingly there are no reportable business segments.

**B-25** Previous year figures have been regrouped / reclassified wherever necessary to correspond with the current year's classification / disclosure. Previous 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

ASHWIN MANKESHWAR  
Partner  
Membership No. 046219  
For and on behalf of  
K.K. MANKESHWAR & CO.,  
Chartered Accountants  
FRN: 106009W



Director

Director

Gurgaon, dated the  
May 27, 2016

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

**B-23** Other disclosure requirements of Schedule III to the Companies Act, 2013 are not applicable to the Company.

**B-24** The company operates only in one business segment viz Investment Company. Accordingly there are no reportable business segments.

**B-25** Previous year figures have been regrouped / reclassified wherever necessary to correspond with the current year's classification / disclosure. Previous 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**

**ASHWIN MANKESHWAR**  
Partner  
Membership No. 046219  
For and on behalf of  
**K.K. MANKESHWAR & CO.,**  
Chartered Accountants  
FRN: 106009W



Director

A handwritten signature in black ink, appearing to be "J. S.", written over a horizontal line.

Director

Gurgaon, dated the  
May 27, 2016