

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF BILT PAPER B.V. (FORMERLY KNOWN AS BALLARPUR INTERNATIONAL GRAPHIC PAPER HOLDINGS B.V.)

Report on the Financial Statements

We have audited the accompanying financial statements of M/s Bilt Paper B.V. (Formerly Known as Ballarpur International Graphic Paper 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

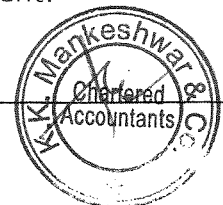
Our responsibility is to express an opinion on these financial statements based on our audit.

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.

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



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, 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

BILT PAPER B.V. (FORMERLY KNOWN AS BALARPUR INTERNATIONAL GRAPHIC PAPER HOLDINGS B.V.)
BALANCE SHEET AS ON MARCH 31, 2015

	NOTE NO.	31.03.2015 Rs.	30.06.2014 Rs.
EQUITY AND LIABILITIES			
SHAREHOLDERS' FUNDS			
Share Capital	B-2	541,842,802	1,296,232
Subordinated Perpetual Capital Securities	B-4	12,535,760,000	12,009,200,000
Reserves and Surplus	B-3	30,730,041,565	24,813,223,915
		<u>43,807,644,366</u>	<u>36,823,720,147</u>
NON - CURRENT LIABILITIES			
CURRENT LIABILITIES			
Other current liabilities	B-5	994,123,134	1,369,763,641
		<u>994,123,134</u>	<u>1,369,763,641</u>
TOTAL		44,801,767,500	38,193,483,788
ASSETS			
NON - CURRENT ASSETS			
Non - current investments	B-6	32,676,238,769	27,400,695,347
Long term loans and advances	B-7	10,153,965,600	9,727,452,000
Other non current assets	B-8	702,712,314	599,786,658
		<u>43,532,916,683</u>	<u>37,727,934,005</u>
CURRENT ASSETS			
Cash and bank balances	B-9	947	136,883
Short term loans and advances	B-10	23,395,893	811,879
Other current assets	B-11	1,245,453,978	464,601,021
		<u>1,268,850,818</u>	<u>465,549,783</u>
TOTAL		44,801,767,501	38,193,483,788

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

"A"
 "B"

BILT Paper B.V.

Abhay Upadhye

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



Director

Director

[Signature]
R. Medial

Gurgaon, dated the
 May 26, 2015

BILT PAPER B.V. (FORMERLY KNOWN AS BALARPUR INTERNATIONAL GRAPHIC PAPER HOLDINGS B.V.)
STATEMENT OF PROFIT AND LOSS FOR THE NINE MONTHS PERIOD ENDED MARCH 31,2015

	NOTE NO.	31.03.2015 Rs.	30.06.2014 Rs.
REVENUE			
Revenue from operations	B-12	747,727,671	994,328,395
Other Income	B-13	1,974,876	10,295,038
TOTAL		749,702,547	1,004,623,433
EXPENSES			
Finance cost	B-14	7,453,336	3,685,644
Other expenses	B-15	31,424,179	26,128,505
TOTAL		38,877,515	29,814,149
Profit before tax		710,825,032	974,809,284
Tax expense:		-	-
Profit/(Loss) after tax for the period/ year		710,825,032	974,809,284
Earning per equity share:	B-16		
Basic and Diluted (Rs.)		1.09	1.62

Significant Accounting Policies
Notes to Financial Statements

"A"
"B"

As per our report attached

BILT Paper B.V.





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

BILT PAPER B.V (FORMERLY KNOWN AS BALLARPUR INTERNATIONAL GRAPHIC PAPER HOLDINGS B.V.)
CASH FLOW STATEMENT FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2015

Particulars	Note no.	For the Nine Months Period Ended March 31, 2015 Rs.	For the Year Ended June 30, 2014 Rs.
A. CASH FLOW FROM OPERATING ACTIVITIES			
Net Profit / (Loss) Before Tax		710,825,032	974,809,284
Adjustments for:			
Finance Cost		7,453,336	3,685,644
Operating Profit / (Loss) Before Working Capital Changes		718,278,368	978,494,928
Adjustments for:			
Loans & Advances		(1,233,924,647)	(72,709,820)
Other Payables		(90,046,756)	323,085,398
Cash From/(used in) Operating Activities		(605,693,035)	1,228,870,506
B. CASH FLOW FROM INVESTING ACTIVITIES			
Investment in subsidiaries		(5,275,543,422)	-
Cash From/(used in) Investing Activities		(5,275,543,422)	-
C. CASH FLOW FROM FINANCING ACTIVITIES			
Proceeds from issue of Shares (including share premium)		6,141,790,000	-
Share Issue Expenses		(627,443,417)	-
Finance Cost paid		-	(3,685,644)
Distribution on Unsecured Perpetual Securities		(1,340,392,990)	(1,292,538,496)
Cash From/(used in) Financing Activities		4,173,953,593	(1,296,224,140)
Net Increase / (Decrease) in Cash and Cash Equivalents		(1,707,282,864)	(67,353,634)
Foreign Currency Translation Reserve		1,707,146,928	67,151,194
Net Increase / (Decrease) in Cash and Cash Equivalents		(135,936)	(202,440)
Cash and Cash Equivalents at the beginning of the year		136,883	339,323
Cash and Cash Equivalents As At March 31, 2015		947	136,883

- 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.
 - 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 (Rupees)	As at June 30, 2014 (Rupees)
Balances with Banks:		
-In current accounts	947	136,883
	<u>947</u>	<u>136,883</u>

SIGNIFICANT ACCOUNTING POLICIES
AND NOTES TO FINANCIAL STATEMENTS

A & B

As per our report of even date

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



For and on behalf of the Board of Directors

Director *[Signature]*

Director *[Signature]*

Gurgaon dated the
May 26, 2015

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:T PAPER B.V. (FORMERLY KNOWN AS BALARPUR INTERNATIONAL GRAPHIC PAPER
B-NOTES TO THE FINANCIAL STATEMENTS FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2015

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.60.046 as at June 30, 2014 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.61.6276 for the period July 1, 2013 to March 31, 2015 and 1 US\$ = Rs.61.4274 for the period July 1, 2013 to June 30, 2014).
- 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:

	31.03.2015	30.06.2014
	Rs.	Rs.
Authorised Share Capital:		
7,00,000,000 (Previous year: 9,000,000) Ordinary Shares of one EURO CENT (EUR 0.01) each	54,18,42,802	56,53,737
	<u>54,18,42,802</u>	<u>56,53,737</u>
Issued, Subscribed and fully paid up :		
7,00,000,000 Ordinary Shares of One Euro Cent (EUR 0.01) each (Previous Year: 2,052,001 Ordinary Shares of One Euro Cent (EUR 0.01) each)	54,18,42,802	12,96,232
	<u>54,18,42,802</u>	<u>12,96,232</u>

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	20,52,001	12,96,232	20,52,001	12,96,232
Add:- Issued during the period/ year	69,79,47,999	54,05,46,570	-	-
Balance as at the end of the period/ year	<u>70,00,00,000</u>	<u>54,18,42,802</u>	<u>20,52,001</u>	<u>12,96,232</u>

Shares held by holding company and Ultimate holding company:

	As at 31st March, 2015	As at 30th June, 2014
Ordinary shares		
Ballarpur International Holdings B.V	44,74,54,413	16,25,515
Avantha International Assets	5,45,45,587	1,86,546
Lathe	9,80,00,000	2,39,940
IFC	10,00,00,000	-

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 (%)	No. of shares	Holding (%)
Ordinary Shares				
Ballarpur International Holdings B.V.	44,74,54,413	63.92	16,25,515	79.21%
Avantha International Assets BV	5,45,45,587	7.79	1,86,546	9.09%
Lathe	9,80,00,000	14.00	2,39,940	11.70%
IFC	10,00,00,000	14.29	-	-

During the period/ year 597,947,999 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

	31.03.2015	30.06.2014
	Rs.	Rs.
Share Premium reserve		
At the beginning of the reporting period/ year	18,741,885,767	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	23,715,685,780	18,741,885,767
Foreign Currency Translation Reserve		
At the beginning of the reporting period/ year	6,912,302,484	6,746,874,624
Adjustment during the period/ year (net)	1,196,808,999	165,427,860
At the close of the reporting period/ year	8,109,111,483	6,912,302,484
Balance in Statement of Profit and Loss		
At the beginning of the reporting period/ year	(840,964,336)	(533,796,557)
Add:		
Profit for the period/year as per statement of profit and loss	710,825,032	974,809,284
Distribution on Unsecured Perpetual Securities	(964,616,395)	(1,281,977,063)
At the close of the reporting period/ year	(1,094,755,699)	(840,964,336)
Total	30,730,041,565	24,813,223,915

B-4 SUBORDINATED PERPETUAL CAPITAL SECURITIES:

	31.03.2015	30.06.2014
	Rs.	Rs.
Subordinated Perpetual Capital Securities	12,535,760,000	12,009,200,000
TOTAL	12,535,760,000	12,009,200,000

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 BIGPH 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 BIGPH 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 OTHER CURRENT LIABILITIES:

	31.03.2015	30.06.2014
	Rs.	Rs.
Interest accrued but not due on borrowings	169,755,062	455,348,813
Interest Payable to Related Party	7,580,469	-
Advances due to related Parties	719,287,277	830,013,954
Other payables	97,500,326	84,400,874
TOTAL	994,123,134	1,369,763,641

B-6 NON CURRENT INVESTMENTS:

	31.03.2015	30.06.2014
	Rs.	Rs.
Non-trade, unquoted investment		
Investment in subsidiaries	32,676,238,769	27,400,695,347
Total	32,676,238,769	27,400,695,347

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-7 LONG TERM LOANS AND ADVANCES:

	31.03.2015	30.06.2014
	Rs.	Rs.
Unsecured, considered good		
Loans & Advance to related parties	10,153,965,600	9,727,452,000
Total	10,153,965,600	9,727,452,000

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



B-8 OTHER NON CURRENT ASSETS:

	31.03.2015	30.06.2014
	Rs.	Rs.
Unamortized Expenses	70,27,12,314.29	59,97,86,658
Total	70,27,12,314	59,97,86,658

B-9 CASH AND BANK BALANCE :

	31.03.2015	30.06.2014
	Rs.	Rs.
Cash & cash equivalents		
Balances with banks		
- In current accounts	947	1,36,883
	947	1,36,883
TOTAL	947	1,36,883

B-10 SHORT TERM LOANS AND ADVANCES:

	31.03.2015	30.06.2014
	Rs.	Rs.
Unsecured, considered good		
Advance to related parties	2,25,48,416	-
Balance with government authorities	8,47,477	8,11,879
TOTAL	2,33,95,893	8,11,879

B-11 OTHER CURRENT ASSETS:

	31.03.2015	30.06.2014
	Rs.	Rs.
Interest accrued on loans	1,15,95,96,974	38,23,50,411
Current portion of unamortized expenses	8,58,57,004	8,22,50,610
TOTAL	1,24,54,53,978	46,46,01,021

B-12 REVENUE FROM OPERATIONS:

	31.03.2015	30.06.2014
	Rs.	Rs.
Interest income on Loans	74,77,27,671	99,43,28,395
TOTAL	74,77,27,671	99,43,28,395

B-13 Other Income

	31.03.2015	30.06.2014
	Rs.	Rs.
Unspent liabilities and excess provisions of earlier years written back	-	1,02,95,038
Net gain on foreign currency translation and transaction	19,74,876	-
TOTAL	19,74,876	1,02,95,038

B-14 FINANCE COSTS:

	31.03.2015	30.06.2014
	Rs.	Rs.
Interest expenses	74,53,336	-
Other borrowing costs	-	36,85,644
TOTAL	74,53,336	36,85,644



B-15 OTHER EXPENSES:

	31.03.2015	30.06.2014
	Rs.	Rs.
Office & other expenses	725,241	3,887
Bank charges	177,187	155,207
Legal and professional charges	23,166,382	15,803,323
Directors sitting fees	7,355,369	9,458,571
Net loss on foreign currency translation and transaction	-	707,516
TOTAL	31,424,179	26,128,505

B-16 EARNINGS PER SHARE:

	31.03.2015	30.06.2014
	Rs.	Rs.
Basic and Diluted Profit/(Loss) after Tax (In Rupees)	710,825,032	974,809,284
No. of shares at the beginning of the period/year	2,052,001	2,052,001
Add Bonus shares issued during the period/year	597,947,999	597,947,999
Add Weighted average issue of ordinary shares during the period/year	55,109,489	-
Total weighted average number of shares	655,109,489	600,000,000
Basic and Diluted EPS in Rupees	1.09	1.62
Ordinary Share Details (No.'s)		
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	597,947,999
Outstanding as at the end of the period/ year*	700,000,000	600,000,000

* Restated due to bonus shares issued during the current period.

B-17 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**

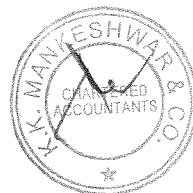
Ballarpur International Holdings B.V.	Subsidiary of ultimate Holding Company
Ballarpur Industries Limited	Ultimate Holding Company
Ballarpur Paper Holdings B.V.	Step Down Subsidiary
BILT Graphic Paper Products Limited	Subsidiary
Sabah Forest Industries Sdn. Bhd.	Subsidiary

*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	31.03.2015	30.06.2014
		Rs.	Rs.
a)	Loan given to Related Parties Ballarpur Paper Holdings B.V	10,153,965,600	9,727,452,000
b)	Advances Payable Ballarpur International Holdings B.V Ballarpur Paper Holdings B.V Ballarpur Speciality Paper Holdings B.V	- 719,287,277 -	56,745,638 773,251,309 17,007
c)	Advances Receivable Ballarpur International Holdings B.V Ballarpur Speciality Paper Holdings B.V	22,412,107 136,309	- -
d)	Interest expense Ballarpur International Holdings BV	7,453,336	-
e)	Interest Income Ballarpur Paper Holdings BV	747,727,671	994,328,295
f)	Interest receivable Ballarpur Paper Holdings BV	1,159,596,974	382,350,411
g)	Interest Payable Ballarpur International Holdings BV	7,580,470	-



B-18 CONTINGENT ASSETS AND OTHER CONTINGENT LIABILITIES

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

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

BILT Paper B.V.



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