



7th November, 2017

The Secretary The National Stock Exchange of India Ltd. Exchange Plaza, 5 th Floor Plot No. C/1, G Block Bandra - Kurla Complex, Bandra (E) MUMBAI - 400 051	Department of Corporate Services BSE Limited 1 st Floor, New Trading Ring, Rotunda Building P J Towers, Dalal Street, Fort, MUMBAI – 400 001
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Sub: Unaudited Financial Results of the Company for the quarter and half year ended 30th September, 2017.

Dear Sir,

Pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Board of Directors of the Company at its meeting held today have approved the Unaudited Financial Results (Standalone and Consolidated) of the Company for the quarter and half year ended 30th September, 2017. A copy of the said results is enclosed for your information.

The said results have been reviewed by the Statutory Auditors of the Company and Limited Review Report of Statutory Auditors on the said results is also enclosed herewith. The meeting of Board of Directors of the Company commenced at 2:30 p.m. and concluded at 7:30 p.m.

You are requested to take the information on record.

Thanking you,

Yours faithfully,
for **BALLARPUR INDUSTRIES LIMITED**

AKHIL MAHAJAN
CHIEF GENERAL MANAGER & COMPANY SECRETARY

Encl: as above

SALLARPUR INDUSTRIES LIMITED
STATEMENT OF CONSOLIDATED/STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER/HALF YEAR ENDED 30TH SEPTEMBER, 2017

Part I

Sl. No.	Particulars	Consolidated						Standalone						(Rs. in Lacs)
		Quarter ended		Half Year ended		Year Ended	Quarter ended		Half Year ended		Year Ended			
		30.09.2017	30.05.2017	30.09.2016	30.09.2017	30.09.2016	30.09.2017	30.06.2017	30.09.2016	30.09.2017	30.09.2016			
		Unaudited	Unaudited	Unaudited	Unaudited	Audited	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Year Ended
														31.03.2017
1	Income													
2	Revenue from Operations	58,398	49,440	44,308	107,838	217,139	139,661	7,191	2,568	11,277	13,305	22,307		
3	Other Income	1,077	1,058	1,863	2,135	11,101	3,494	791	1,556	2,145	2,360	7,850		
5	Total Income	59,475	50,498	46,175	109,973	228,240	143,155	7,982	4,124	13,422	15,665	29,357		
4	Expenses													
	(a) Cost of Material Consumed	34,154	23,600	17,784	57,754	107,503	86,256	1,321	2,334	2,522	5,245	6,829		
	(b) Purchases of stock-in-trade	402	1,535	454	1,838	5,655	961	(3)	454	10	1,136	2,607		
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(513)	(5,857)	17,039	(6,470)	23,026	21,979	(786)	1,506	184	5,196	2,638		
	(d) Excise Duty	-	2,744	2,345	2,744	11,317	7,395	437	97	437	591	1,124		
	(e) Employee benefits expense	6,640	6,418	9,794	13,058	30,621	17,411	2,003	2,920	3,645	4,584	7,502		
	(f) Finance costs	29,653	31,509	19,966	51,152	90,084	36,853	6,768	3,164	13,403	6,286	15,319		
	(g) Depreciation and amortisation expense	7,036	6,944	7,202	13,890	27,399	14,190	1,542	1,384	2,854	2,905	5,255		
	(h) Other Expenditure	8,913	7,852	4,860	16,265	25,050	13,896	1,976	1,630	4,310	3,316	6,943		
	(i) Power and Fuel	1,262	1,020	869	2,282	3,542	2,301	169	109	249	203	416		
	(ii) Store and Spares	4,617	5,710	8,132	10,327	25,434	13,657	1,132	2,422	2,325	3,925	6,355		
	Total expenses	92,064	80,876	88,465	173,040	349,638	194,819	15,308	16,020	29,939	31,286	65,804		
5	Profit/(loss) before Exceptional Items and tax (3-4)	(32,589)	(30,478)	(42,309)	(63,067)	(126,398)	(51,664)	(6,649)	(11,896)	(16,517)	(15,624)	(24,447)		

Sl. No.	Particulars	Consolidated						Standalone					
		Quarter ended		Half Year ended		Year Ended		Quarter ended		Half Year ended		Year Ended	
		30.09.2017	30.06.2017	30.09.2016	30.09.2017	31.03.2017	31.03.2017	30.09.2017	30.06.2017	30.09.2016	30.09.2017	30.09.2016	31.03.2017
6	Exceptional Items												
7	Profit/(loss) before tax (5-6)	(32,589)	(30,478)	20,100	30,630	30,630	(9,868)	(6,649)	20,100	(16,517)	(35,996)	20,100	(49,596)
8	Tax Expense			(63,067)	(157,028)	(157,028)	(9,868)	(6,649)	(31,996)	(35,724)	(35,724)	(35,724)	(49,596)
9	Current Tax												
10	Deferred Tax			(10,052)	(13,543)	(13,543)			(2,042)	(2,542)	(2,542)	(2,542)	(2,542)
11	Profit/(loss) for the period from continuing operations (7-8)	(32,589)	(30,478)	(53,357)	(145,487)	(145,487)	(9,868)	(6,649)	(29,954)	(16,517)	(33,182)	(33,182)	(47,054)
12	Profit/(loss) from discontinued operation	(7,869)	(7,280)	(14,732)	(23,408)	(23,408)							
13	Tax expense on discontinued operation				17,287	17,287							
14	Profit/(loss) from discontinued operation after tax (10-11)	(7,869)	(7,280)	(14,732)	(42,695)	(42,695)							
15	Profit/(loss) for the period (9-12)	(40,458)	(37,758)	(78,216)	(186,182)	(186,182)	(9,868)	(6,649)	(29,954)	(16,517)	(33,182)	(33,182)	(47,054)
16	Other Comprehensive Income	46	59	39	137	137	19	12	1	31	1	2	4
17	(i) Items that will not be reclassified to profit or loss												
18	(ii) Income tax relating to items that will not be reclassified to profit or loss												
19	(iii) Items that will be reclassified to profit or loss	2,476	2,557	5,033									
20	(iv) Income tax relating to items that will be reclassified to profit or loss												
21	Other Comprehensive Income	2,522	2,616	5,138	137	137	19	12	1	31	1	2	4
22	Total Comprehensive Income for the period (13+14)	(37,936)	(35,142)	(73,078)	(186,045)	(186,045)	(9,849)	(6,637)	(29,953)	(16,486)	(33,180)	(33,180)	(47,050)
23	Net Profit attributable to												
24	a) Owners of the Company	(29,367)	(26,952)	(45,203)	(136,179)	(136,179)	(9,868)	(6,649)	(29,954)	(16,517)	(33,182)	(33,182)	(47,054)
25	b) Non - Controlling Interest	(11,051)	(10,806)	(14,148)	(50,003)	(50,003)							
26	Other Comprehensive Income												
27	a) Owners of the Company	(241)	1,595	39	437	437	19	12	1	31	1	2	4
28	b) Non - Controlling Interest	2,763	1,021										
29	Total Comprehensive Income attributable to												
30	a) Owners of the Company	(29,608)	(25,337)	(45,164)	(136,042)	(136,042)	(9,849)	(6,637)	(29,953)	(16,486)	(33,180)	(33,180)	(47,050)
31	b) Non - Controlling Interest	(8,328)	(9,805)	(14,148)	(50,003)	(50,003)							
32	Paid-Up Equity Share Capital (Face Value of Rs. 2 each)				13,112	13,112						13,112	13,112
33	Reserve excluding Revaluation Reserve				106,190	106,190						176,615	109,303
34	Earnings per equity share (for continuing operation):												
35	(a) Basic	(2.18)	(3.43)	(5.23)	(16.81)	(16.81)	(0.88)	(1.01)	(4.57)	(1.85)	(5.06)	(5.06)	(7.18)
36	(b) Diluted	(2.18)	(3.43)	(5.27)	(16.81)	(16.81)	(0.88)	(1.01)	(4.57)	(1.85)	(5.06)	(5.06)	(7.18)
37	Earnings per equity share (for discontinuing operation):												
38	(a) Basic	(0.43)	(0.68)	(1.04)	(3.96)	(3.96)							
39	(b) Diluted	(0.43)	(0.68)	(1.04)	(3.96)	(3.96)							
40	Earnings per equity share												
41	(a) Basic	(2.61)	(4.11)	(6.90)	(20.77)	(20.77)	(0.88)	(1.01)	(4.57)	(1.85)	(5.06)	(5.06)	(7.18)
42	(b) Diluted	(2.61)	(4.11)	(6.90)	(20.77)	(20.77)	(0.88)	(1.01)	(4.57)	(1.85)	(5.06)	(5.06)	(7.18)

CONSOLIDATED/STANDALONE SEGMENT-WISE REVENUE, RESULTS, ASSETS AND LIABILITIES FOR THE QUARTER/HALF YEAR ENDED 30 SEPTEMBER, 2017

Sl. No.	Particulars	Consolidated						Standalone						Rs in Lacs	
		Quarter ended		Half Year ended		Year Ended	Quarter ended		Half Year ended		Year Ended				
		30.09.2017	30.06.2017	30.09.2016	30.09.2017	30.09.2016	31.03.2017	30.09.2017	30.09.2016	30.09.2017	30.09.2016	31.03.2017			
1	Segment Revenues (a) Paper (b) Paper Products & Office Supplies (c) Pulp Rayon Grade (d) Pulp Paper Grade (e) Unallocated Total Less: Inter Segment Revenue Revenue from Operation	Unaudited	Unaudited	Unaudited	Unaudited	Audited	Unaudited	Unaudited	Unaudited	Unaudited	Audited	Unaudited	Unaudited	Audited	
		56,129	47,151	41,075	109,280	129,465	194,673	4,086	7,191	1,917	11,277	10,628	18,925		
		519	1,106	1,145	1,619	6,555	9,695	-	-	694	-	2,571	3,257		
		-	-	37	-	105	115	-	-	17	-	105	115		
		2,242	2,472	2,683	4,714	5,610	13,452	-	-	-	-	-	-		
		58,890	50,723	45,151	109,613	142,539	217,935	4,086	7,191	2,568	11,277	13,203	22,307		
		492	1,283	823	1,775	2,878	5,796	-	-	-	-	-	-		
		58,398	49,440	44,308	107,838	139,661	212,139	4,086	7,191	2,568	11,277	13,203	22,307		
		2	Segment Results (Profit)(+/-) Loss (-) before Tax and Interest	(a) Paper	(2,193)	2,109	(10,200)	(84)	(9,919)	(2,442)	1,019	(5,313)	(4,423)	(4,640)	(3,992)
				(b) Paper Products & Office Supplies	5	11	18	16	84	-	-	6	-	25	33
(c) Pulp Rayon Grade	(638)			(1,093)	(25,422)	(1,691)	(24,613)	(656)	(1,093)	(23,422)	(4,691)	(24,613)	(30,009)		
(d) Unallocated	(80)			(56)	(116)	(146)	(257)	(538)	(14)	(28,729)	(3,114)	(25,232)	(33,968)		
Total	(2,936)			1,051	(42,320)	(1,905)	(34,705)	(3,100)	(6,635)	(28,729)	(13,403)	(25,232)	(33,968)		
Less: Interest	29,653			31,509	19,986	61,162	36,853	90,094	6,788	6,635	3,164	6,286	15,315		
Other un-allocable expenditure net of un-allocable income	-			-	103	-	206	308	-	-	103	206	308		
Total Profit Before Tax	(32,589)			(30,478)	(62,409)	(62,067)	(71,754)	(137,028)	(9,868)	(6,649)	(32,996)	(16,517)	(35,724)	(46,596)	
(Based on reasonable estimates)															
3	Segment Assets			As on	As on	As on	As on	As on	As on	As on	As on	As on	As on	As on	As on
		30.09.2017	30.06.2017	30.09.2016	30.09.2017	30.09.2016	31.03.2017	30.09.2017	30.09.2016	30.09.2017	30.09.2016	31.03.2017	30.09.2017	30.09.2016	
		1,224,202	1,228,407	1,256,258	1,224,202	1,256,258	1,203,356	280,082	324,179	275,421	280,082	275,421	323,261		
		28,980	29,396	17,592	28,980	17,592	37,256	1,857	1,671	6,763	1,857	6,763	6,983		
		30,585	30,612	37,079	30,585	37,079	31,044	30,585	30,612	37,079	30,585	37,079	31,044		
		42,507	47,357	29,499	42,507	29,499	48,510	106,853	106,902	107,430	106,853	107,430	107,093		
		1,326,274	1,336,772	1,340,428	1,326,274	1,340,428	1,320,166	419,377	463,364	426,693	419,377	426,693	468,321		
		249,871	228,643	120,397	249,871	120,397	183,697	34,118	88,354	12,615	34,118	12,615	77,244		
		4,049	4,345	1,503	4,049	1,503	6,724	21	641	3,757	21	3,757	1,937		
		6,975	7,020	6,073	6,975	6,073	6,554	6,975	7,020	6,975	6,975	6,975	6,554		
2,815	1,313	1,505	2,815	1,505	1,025	8,380	6,271	5,562	8,380	5,562	6,117				
263,710	241,321	129,479	263,710	129,479	198,240	49,494	102,286	28,007	49,494	28,007	91,872				
4	Segment Liabilities	(a) Paper	249,871	228,643	120,397	249,871	120,397	183,697	34,118	88,354	12,615	34,118	12,615		
		(b) Paper Products & Office Supplies	4,049	4,345	1,503	4,049	1,503	6,724	21	641	3,757	21	3,757		
		(c) Pulp Rayon Grade	6,975	7,020	6,073	6,975	6,073	6,554	6,975	7,020	6,975	6,975	6,554		
		(d) Unallocated	2,815	1,313	1,505	2,815	1,505	1,025	8,380	6,271	5,562	8,380	5,562		
		Total Segment Liabilities	263,710	241,321	129,479	263,710	129,479	198,240	49,494	102,286	28,007	49,494	28,007		
		(a) Paper	249,871	228,643	120,397	249,871	120,397	183,697	34,118	88,354	12,615	34,118	12,615		
		(b) Paper Products & Office Supplies	4,049	4,345	1,503	4,049	1,503	6,724	21	641	3,757	21	3,757		
		(c) Pulp Rayon Grade	6,975	7,020	6,073	6,975	6,073	6,554	6,975	7,020	6,975	6,975	6,554		
		(d) Unallocated	2,815	1,313	1,505	2,815	1,505	1,025	8,380	6,271	5,562	8,380	5,562		
		Total Segment Liabilities	263,710	241,321	129,479	263,710	129,479	198,240	49,494	102,286	28,007	49,494	28,007		

BALLARPUR INDUSTRIES LIMITED
STATEMENT OF ASSETS AND LIABILITIES

₹ in Lacs

	Particulars	Consolidated		Standalone	
		As at 30.09.2017	As at 31.03.2017	As at 30.09.2017	As at 31.03.2017
A	ASSETS	Unaudited	Audited	Unaudited	Audited
1	Non Current Assets				
(a)	Property ,Plant and equipment	785,476	779,320	249,357	233,538
(b)	Capital Work-in-Progress	22,234	35,655	15,431	28,112
(c)	Other Intangible assets	5,498	6,581	2,383	3,351
(d)	Intangible assets under development	-	3,144	-	3,144
(e)	Biological Assets other than bearer plants	21	7	-	-
(f)	Financial assets	-	-	-	-
i)	Investments	4,056	4,083	106,535	106,535
ii)	Others	5,691	5,044	169	171
(g)	Other Non-Current Assets	31,035	34,048	28	28
	Total Non-Current Assets	854,011	867,882	373,903	374,879
2	Current Assets				
(a)	Inventories	62,674	54,910	30,448	32,468
(b)	Financial assets				
i)	Trade receivables	13,186	7,015	658	536
ii)	Cash and cash equivalents	6,372	10,917	189	253
iii)	Bank balances other than (ii) above	2,281	1,284	65	246
iv)	Loans	84,017	59,615	8,658	52,764
v)	Others	4,600	2,622	860	875
(c)	Current Tax Assets (Net)	4	806	1	-
(d)	Other Current Assets	32,438	55,556	4,595	6,300
	Total Current Assets	205,572	192,725	45,474	93,442
3	Assets Associated with group of assets classified as held for sale and discontinued operations	266,692	259,559	-	-
	TOTAL ASSETS	1,326,275	1,320,166	419,377	468,321
B	EQUITY AND LIABILITIES				
1	Equity				
(a)	Equity Share Capital	25,871	13,112	25,871	13,112
(b)	Other Equity	144,556	106,190	181,041	109,302
(c)	Non-Controlling Interest	27,645	48,262	-	-
	Total Equity	198,072	167,564	206,912	122,414
2	Non Current Liabilities				
(a)	Financial Liabilities				
i)	Borrowings	295,409	351,076	58,482	75,209
ii)	Other financial liabilities	3,838	3,834	492	52,243
(b)	Provisions	9,407	9,025	3,193	1,701
(c)	Deferred Tax Liabilities (Net)	13,306	13,306	2,698	2,698
(d)	Other Non-Current Liabilities	22	22	-	-
	Total Non Current Liabilities	321,982	377,263	64,865	131,851
3	Current Liabilities				
(a)	Financial Liabilities				
i)	Borrowings	320,048	380,593	89,405	158,893
ii)	Trade payables	78,359	79,004	16,120	13,437
iii)	Other financial liabilities	297,709	205,854	28,853	35,794
(b)	Other Current Liabilities	5,481	9,964	6,280	1,740
(c)	Provisions	5,315	4,335	6,942	4,192
(d)	Current Tax Liabilities (Net)	6,331	3,420	-	-
	Total Current Liabilities	713,243	683,170	147,600	214,056
4	Liabilities associated with group of assets classified as held for sale and discontinued operations	92,978	92,169	-	-
	TOTAL EQUITY AND LIABILITIES	1,326,275	1,320,166	419,377	468,321

BALLARPUR INDUSTRIES LIMITED

Regd. Office: P.O. Ballarpur Paper Mills-442901, Distt.- Chandrapur(Maharashtra)

Notes for the Quarter/Half year ended 30th September 2017

1. The above results have been reviewed by the Audit Committee in their meeting and approved by the Board of Directors in their meeting held on 07th November 2017. The limited review, as required under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 has been completed by the Statutory Auditors of the Company.
2. These results have been prepared in accordance with the Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Companies Act, 2013 and other recognized accounting practices and policies to the extent applicable.
3. During the quarter on completion of phase -1 of Strategic Debt Restructuring Scheme of the Reserve Bank of India by the Lenders, the Company had on 25th July 2017 allotted 63,79,31,917 Equity Shares of Rs.2/- each at Rs. 15.83 per equity share to its Lenders (consequent upon conversion of debt of Rs. 1,009.85 Crores into equity) ranking pari passu in all respects with existing fully paid up equity of the Company, as approved by Members of the Company on 14th July 2017. The operations of the company has been affected due to adverse financial and market conditions. The management plans to infuse funds through additional debt / sale of assets as part of the restructuring plan and also expects the improving market conditions to sustain in the near future. The management is confident of the positive outcome of the above assumptions and developments and has accordingly prepared the financial results on a going concern.
4. The Liability for the put options of the step down subsidiaries of the Company, if any, shall be determined and provided on settlement in view of ongoing discussion with banks.
5. Revenue from operations has been presented in accordance with Ind AS 18 on Revenue. For the previous periods, the revenue has been shown as gross of excise duty (as applicable) and for the current quarter as net of Goods and Services Tax (GST) (as applicable). Similarly, Cost of Goods Sold for the previous periods include excise duty paid, whereas, for the current quarter is presented net of GST. Hence, Revenue from operations and Cost of Goods Sold for the previous periods are not comparable with the current quarter/half year ended.
6. Exceptional items pertaining to Year ended 31st March 2017, includes impairment of assets and penal interest.
7. Previous period figures have been regrouped/reclassified wherever necessary, to conform to this period's classification.

For and on behalf of Board of Directors
For Ballarpur Industries Limited

Place : New Delhi
Date : 07th November, 2017


B. HARIHARAN
Group Director (Finance)




SHARP & TANNAN

Chartered Accountants

Firm's Registration No. 003792S

INDEPENDENT AUDITOR'S REVIEW REPORT ON REVIEW OF INTERIM STANDALONE FINANCIAL RESULTS

TO THE BOARD OF DIRECTORS OF BALLARPUR INDUSTRIES LIMITED

Introduction

1. We have reviewed the accompanying Statement of Standalone Unaudited Financial Results of **BALLARPUR INDUSTRIES LIMITED** (the "Company") for the quarter and half year ended 30 September 2017 (the "Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated 5 July 2016.

This Statement, which is the responsibility of the Company's management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to issue a report on the Statement based on our review.

Scope of Review

2. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 'Review of Interim Financial Information Performed by the Independent Auditor of the Entity', issued by the Institute of Chartered Accountants of India. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of Company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.

Basis of Qualified Conclusion

3. *We draw attention to Note 4 to the Statement regarding liability with respect to the outstanding put options, which forms basis for our qualified conclusion. We are unable to quantify the impact.*

Qualified Conclusion

4. Based on our review conducted as stated above, *except as mentioned in (3) above*, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated 5 July 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.

Emphasis of Matter

5. We draw attention to Note 3 of the Statement regarding Strategic Debt Restructuring ("SDR") by the lenders and company's assessment of going concern assumption.

Our report is not modified in respect of this matter of emphasis.

Other Matters

6. The financial results of the company for the year ended 31 March 2017 and quarter ended 30 June 2017 were audited and reviewed respectively, by the previous auditor, M/s. K. K. Mankeshwar & Co., and they have issued modified report on the same.

Our conclusion is not modified in respect of other matters.

For **Sharp & Tannan**
Chartered Accountants
Firm's Registration No. 003792S



V. Viswanathan
Partner

Membership No. 215565

Place: New Delhi

Date : 07 November 2017



SHARP & TANNAN

Chartered Accountants

Firm's Registration No. 003792S

INDEPENDENT AUDITOR'S REVIEW REPORT ON REVIEW OF INTERIM CONSOLIDATED FINANCIAL RESULTS

TO THE BOARD OF DIRECTORS OF BALLARPUR INDUSTRIES LIMITED

Introduction

1. We have reviewed the accompanying Statement of Consolidated Unaudited Financial Results of BALLARPUR INDUSTRIES LIMITED (the "Parent") and its subsidiaries (the Parent and its subsidiaries together referred to as the "Group"), for the quarter and half year ended 30 September 2017 (the "Statement") being submitted by the Parent pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated 5 July 2016.

This Statement, which is the responsibility of the Parent's management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to issue a report on the Statement based on our review.

Scope of Review

2. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by the Institute of Chartered Accountants of India. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of Parent's personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.
3. The Statement includes the results of the entities listed in Annexure A.

Basis of Qualified Conclusion

4. *We draw attention to Note 4 to the Statement regarding liability with respect to the outstanding put options, which forms basis for our qualified conclusion. We are unable to quantify the impact.*

Qualified Conclusion

5. Based on our review conducted as stated above *except as mentioned in (4) above* and based on the consideration of the review reports of the other auditors referred to in (7) below, nothing has come to our attention that causes us to believe that the accompanying Statement prepared in accordance with the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated 5 July 2016, including the manner in which it is to be disclosed, or that it contains material misstatement.

Emphasis of Matter

6. We draw attention to Note 3 of the Statement regarding Strategic Debt Restructuring ('SDR') by the lenders and company's assessment of going concern assumption.

Our report is not modified in respect of this matter of emphasis.

Other matters

7. The Statement includes the interim financial information/ results of seven subsidiaries which have not been reviewed by us whose interim financial information/ results reflects total assets of Rs.1,362,080 lakhs as at 30 September 2017, share in total revenue of Rs 5,408 lakhs and Rs 6,819 lakhs and total loss of Rs 8,096 lakhs and Rs 16,584 lakhs for the quarter and half year ended 30 September 2017 respectively, as reported by the respective companies and which have been considered in the consolidated unaudited financial results. These interim financial information/ results have been reviewed by another auditor whose reports have been furnished to us by the management and our report on the Statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries is based solely on the reports of another auditor.

The financial statements of the Group for the year ended 31 March 2017 and quarter ended 30 June 2017 were audited and reviewed respectively, by the previous auditor, M/s. K. K. Mankeshwar & Co., who has expressed modified report on the same.

Our conclusion is not modified in respect of other matters.

For **Sharp & Tannan**
Chartered Accountants
Firm's Registration No. 003792S



V. Viswanathan
Partner

Membership No. 215565

Place: New Delhi

Date : 07 November 2017

Annexure A

The Statement includes results of the entities listed below:

Sr.No.	Name of the subsidiaries
1	Premier Tissues (India) Ltd
2	Avantha Agritech Ltd
3	Ballarpur Speciality Paper Holdings B.V.
4	BILT General Trading (FZE), UAE
5	Ballarpur International Holdings B.V.
6	BILT Paper B.V.
7	Ballarpur Paper Holding B.V.
8	Sabah Forest Industries, Malaysia
9	BILT Graphic Paper Products Ltd