

STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND SIX MONTHS ENDED SEPTEMBER 30, 2015

(In Indian rupees lakhs, except per share data and unless otherwise stated)

Sl. No	Particulars	Quarter ended			Six months ended		Year ended
		September 30, 2015 (Unaudited)	June 30, 2015 (Unaudited)	September 30, 2014 (Unaudited)	September 30, 2015 (Unaudited)	September 30, 2014 (Unaudited)	March 31, 2015 (Audited)
1	Income from operations						
	(a) Net sales / Income from operations (Net of excise duty)	25,992.15	29,747.76	28,155.19	55,739.91	56,421.17	113,494.91
	(b) Other operating income	140.25	159.97	298.65	300.22	530.22	922.21
	Total income from operations (Net)	26,132.40	29,907.73	28,453.84	56,040.13	56,951.39	114,417.12
2	Expenses						
	(a) Cost of materials consumed (including packing material)	10,900.93	12,128.31	12,123.87	23,029.24	24,648.11	49,244.93
	(b) Changes in inventories of finished goods, work-in-progress and stock-in-trade	479.65	622.66	851.68	1,102.31	(173.42)	(522.80)
	(c) Process chemicals, stores and spares consumed	4,704.83	4,937.52	5,376.21	9,642.35	10,683.97	20,847.03
	(d) Power, fuel and water expense	1,918.90	1,967.41	2,457.76	3,886.31	4,721.96	8,616.94
	(e) Employee benefits expense	2,981.81	2,865.44	3,017.44	5,847.25	5,936.71	12,011.56
	(f) Depreciation and amortisation expense	1,665.83	1,559.65	1,758.36	3,225.48	3,384.34	6,900.04
	(g) Other expenses	3,572.11	3,821.86	3,825.71	7,393.97	7,098.90	14,436.98
	Total expenses	26,224.06	27,902.85	29,411.03	54,126.91	56,300.57	111,534.68
3	Profit / (Loss) from operations before other income, finance costs and exceptional items (1-2)	(91.66)	2,004.88	(957.19)	1,913.22	650.82	2,882.44
4	Other income	214.45	141.71	239.26	356.16	301.04	833.45
5	Profit / (Loss) from ordinary activities before finance costs and exceptional items (3+4)	122.79	2,146.59	(717.93)	2,269.38	951.86	3,715.89
6	Finance costs	1,006.14	1,018.74	1,083.47	2,024.88	2,249.75	4,459.50
7	Profit / (Loss) from ordinary activities after finance costs but before exceptional items & tax expense (5-6)	(883.35)	1,127.85	(1,801.40)	244.50	(1,297.89)	(743.61)
8	Exceptional items (Refer Note 3)	368.50	-	-	368.50	-	112.92
9	Profit / (Loss) from ordinary activities before tax (7+8)	(514.85)	1,127.85	(1,801.40)	613.00	(1,297.89)	(630.69)
10	Tax expense/(benefit)	130.73	324.69	(613.54)	455.42	(527.09)	(655.47)
11	Net Profit / (Loss) for the period (9-10)	(645.58)	803.16	(1,187.86)	157.58	(770.80)	24.78
12	Paid-up equity share capital (face value ₹ 10 each)	3,977.00	3,977.00	3,977.00	3,977.00	3,977.00	3,977.00
13	Reserves excluding revaluation reserve	-	-	-	-	-	37,428.08
14	Earnings per share (Basic & Diluted) of ₹10 each (Not Annualised)	(1.62)	2.02	(2.99)	0.40	(1.94)	0.06*
	See accompanying notes to the financial results						

* Annualised



INTERNATIONAL PAPER APPM LIMITED

(Formerly known as The Andhra Pradesh Paper Mills Limited)

(Corporate Identity Number: L21010AP1964PLC001008)

Corp. Office: Krishe Sapphire Building, 8th Floor, 1-89/3/B40 to 42/KS/801,
Hi-tech City Main Road, Madhapur, Hyderabad – 500 081, Telangana, India.

Tel : +91-40-3312 1000 Fax: +91-40-3312 1010 website: www.ipappm.com

Regd. Office: Rajahmundry – 533 105, East Godavari Dist., Andhra Pradesh, India.

An ISO 9001, ISO 14001 and OHSAS 18001 Certified Company

PART II
SELECT INFORMATION FOR THE QUARTER AND SIX MONTHS ENDED SEPTEMBER 30, 2015

Sl. No	Particulars	Quarter ended			Six months ended		Year ended
		September 30, 2015	June 30, 2015	September 30, 2014	September 30, 2015	September 30, 2014	March 31, 2015
A	PARTICULARS OF SHAREHOLDING						
1	Public shareholding						
	- Number of shares	9,942,510	9,942,510	9,942,510	9,942,510	9,942,510	9,942,510
	- Percentage of shareholding	25.00	25.00	25.00	25.00	25.00	25.00
2	Promoters and Promoter Group Shareholding						
	Non-encumbered						
	- Number of shares	29,827,529	29,827,529	29,827,529	29,827,529	29,827,529	29,827,529
	- Percentage of shares (as a % of the total shareholding of Promoter and Promoter group)	100.00	100.00	100.00	100.00	100.00	100.00
	- Percentage of shares (as a % of the total share capital of the Company)	75.00	75.00	75.00	75.00	75.00	75.00

	Particulars	Quarter ended September 30, 2015
B	INVESTOR COMPLAINTS	
	Pending at the beginning of the quarter	-
	Received during the quarter	4
	Disposed off during the quarter	4
	Remaining unresolved at the end of the quarter	-


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INTERNATIONAL PAPER

STATEMENT OF ASSETS AND LIABILITIES

(In Indian rupees lakhs, except per share data and unless otherwise stated)

	Particulars	As at September 30, 2015	As at March 31, 2015
A	EQUITY AND LIABILITIES		
1	Shareholders' funds		
	(a) Share capital	3,977.00	3,977.00
	(b) Reserves and surplus	37,585.66	37,428.08
	Sub-total - Shareholders' funds	41,562.66	41,405.08
2	Non-current liabilities		
	(a) Long-term borrowings	18,702.18	23,727.30
	(b) Deferred tax liabilities (Net)	10,596.95	10,141.54
	(c) Other long-term liabilities	-	0.49
	Sub-total - Non-current liabilities	29,299.13	33,869.33
3	Current liabilities		
	(a) Short-term borrowings	8,846.81	9,132.47
	(b) Trade payables	13,290.14	15,693.02
	(c) Other current liabilities	27,751.73	24,494.79
	Sub-total - Current liabilities	49,888.68	49,320.28
	TOTAL - EQUITY AND LIABILITIES	120,750.47	124,594.69
B	ASSETS		
1	Non-current assets		
	(a) Fixed assets	83,843.47	84,895.51
	(b) Non-current investments	1,543.37	1,543.37
	(c) Long-term loans and advances	6,418.73	6,595.17
	(d) Other non-current assets	39.17	14.44
	Sub-total - Non-current assets	91,844.74	93,048.49
2	Current Assets		
	(a) Inventories	18,020.21	20,121.15
	(b) Trade receivables	5,319.77	6,385.99
	(c) Cash and cash equivalents	459.05	422.89
	(d) Short-term loans and advances	5,003.96	4,401.26
	(e) Other current assets	102.74	214.91
	Sub-total - Current assets	28,905.73	31,546.20
	TOTAL - ASSETS	120,750.47	124,594.69

Notes:

- 1 The above unaudited financial results have been reviewed by the Audit Committee and approved by the Board of Directors of the Company at their meetings held on October 19, 2015 and October 20, 2015, respectively. The Statutory Auditors have carried out a limited review of these financial results.
- 2 The Company is in the business of manufacture and sale of pulp, paper and paper boards. Management views manufacture and sale of pulp, paper and paper boards as a single reportable business segment.
- 3 Exceptional Items:
 - (a) A provision amounting to ₹ 202.11 lakhs had been created in earlier years in the books due to an adverse order issued by CESTAT, Bangalore, in connection with the tax position adopted by the Company, treating Gunny pulp as unconventional raw material used in the manufacture of Kraft paper at the Company's Kadiam unit. The Company's position was upheld by the Hon'ble Supreme Court on July 21, 2015. Based on the Hon'ble Supreme Court's Judgement, the aforesaid provision has been reversed during this quarter.
 - (b) The Asst. Commissioner granted interest on delayed refund of Excise duty paid on cash discounts vide order No.s 30 and 31 dated July 31, 2015. The resultant income of ₹166.39 lakhs has been accounted during this quarter.
- 4 Due to Godavari Maha Pushkaram the company was asked by Pollution Control Board to shut down its operations in July 2015 in the manufacturing facility located in Rajahmundry which impacted the results of the quarter under review.
- 5 The Company had incorporated a subsidiary, IP India Foundation, for carrying out the Corporate Social Responsibility activities. The same is not considered for the purpose of consolidation, as the objective of control over this entity is not to obtain economic benefits from its activities.
- 6 The figures of the previous periods have been regrouped/reclassified, wherever considered necessary to correspond with the current period's classification/disclosure.



Place : Hyderabad
Date: October 20, 2015



By order of the Board
For International Paper APPM Limited

Rampraveen Swaminathan
Chairman & Managing Director

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Deloitte Haskins & Sells

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India

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INDEPENDENT AUDITORS' REVIEW REPORT TO THE BOARD OF DIRECTORS OF INTERNATIONAL PAPER APPM LIMITED

1. We have reviewed the accompanying Statement of Standalone Unaudited Financial Results of **International Paper APPM Limited** ("the Company") for the Quarter and Six Months Ended September 30, 2015 ("the Statement"), being submitted by the Company pursuant to the requirement of Clause 41 of the Listing Agreements with the Stock Exchanges, except for the disclosures in Part II – Select Information referred to in paragraph 4 below. This Statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on the Statement based on our 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.
3. Based on our review conducted as stated above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the Accounting Standards specified under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014 and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreements with the Stock Exchanges, including the manner in which it is to be disclosed, or that it contains any material misstatement.
4. Further, we also report that we have traced the number of shares as well as the percentage of shareholding in respect of the aggregate amount of public shareholding and the number of shares as well as the percentage of shares pledged/encumbered and non-encumbered in respect of the aggregate amount of promoters and promoter group shareholding in terms of Clause 35 of the Listing Agreements with the Stock Exchanges and the particulars relating to investor complaints disclosed in Part II - Select Information for the Quarter and Six Months Ended September 30, 2015 of the Statement, from the details furnished by the Registrars.

For DELOITTE HASKINS & SELLS
Chartered Accountants
(Firm's Registration No. 008072S)



Sumit Trivedi
Partner
(Membership No. 209354)

Hyderabad, October 20, 2015