



30<sup>th</sup> May, 2016

The Secretary The National Stock Exchange of India Ltd. Exchange Plaza, 5 <sup>th</sup> Floor Plot No. C/1, G Block Bandra - Kurla Complex, Bandra (E) MUMBAI - 400 051	Department of Corporate Services BSE Limited 1 <sup>st</sup> Floor, New Trading Ring, Rotunda Building P J Towers, Dalal Street, Fort, MUMBAI - 400 001
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**Sub: Approval of Audited Financial Results (Standalone and Consolidated) of the Company for the quarter and year ended 31<sup>st</sup> March, 2016 pursuant to Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.**

Dear Sir,

This is to inform you that the Board of Directors of the Company in its meeting held today i.e. 30<sup>th</sup> May, 2016, has:

1. Approved the Audited Financial Results (Standalone and Consolidated) of the Company for the quarter and year ended 31<sup>st</sup> March, 2016, which is enclosed for your information.
2. Not declared any dividend for the financial year 2015-16.

The meeting of Board of Directors of the Company commenced at 11:30 a.m. and concluded at 7:25 p.m.

We request you to kindly take the information on record.

Thanking you,

Yours faithfully,  
for **BALLARPUR INDUSTRIES LIMITED**

**AKHIL MAHAJAN**  
**CHIEF GENERAL MANAGER & COMPANY SECRETARY**

Encl : a/a.



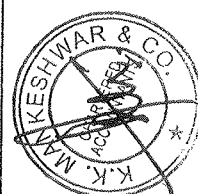
**BALLARPUR INDUSTRIES LIMITED**  
**AUDITED FINANCIAL RESULTS FOR THE QUARTER/YEAR ENDED 31ST MARCH 2016**

Part I

Sl. No.	Particulars	Consolidated				Standalone				(Rs. In Lacs)	
		3 Months ended	Preceding 3 Months ended	Corresponding 3 Months ended	Current year ended	Previous Period ended	3 Months ended	Preceding 3 Months ended	Corresponding 3 Months ended	Current year ended	Previous Period ended
		31.03.16 (Audited)	31.12.15 (Unaudited)	31.03.15 Audited	31.03.16 (Audited)	31.03.15 (Audited)	31.03.16 (Audited)	31.12.15 (Unaudited)	31.03.15 Audited	31.03.16 (Audited)	31.03.15 (Audited)
1	Income from operations										
	(a) Net sales/Income from operations (Net of excise duty)	108,675	100,624	123,131	410,398	362,592	18,687	13,429	16,825	58,053	44,627
	(b) Other Operating Income	2,430	1,615	4,782	7,705	6,086	1,073	1,845	227	3,830	599
	Total Income from operations (net)	111,105	102,239	124,913	418,103	368,678	19,760	15,274	17,052	61,883	45,226
2	Expenses										
	(a) Cost of Material Consumed	56,183	53,552	54,268	216,548	175,276	3,736	3,657	3,371	14,665	10,902
	(b) Purchases of stock-in-trade	5,715	1,654	3,421	10,751	10,917	731	693	3,896	2,753	6,876
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	7,429	209	1,856	8,431	(4,251)	5,946	625	960	7,145	(161)
	(d) Employee benefits expense	7,784	7,701	11,078	30,810	30,680	2,045	1,785	1,835	7,330	5,730
	(e) Depreciation and amortisation expense	6,451	6,802	10,436	26,456	33,809	1,313	1,597	1,076	5,810	4,435
	(f) Other Expenditure										
	Power and Fuel	10,761	12,400	18,232	48,454	56,530	2,519	2,886	2,765	11,624	8,653
	Store and Spares	1,216	1,791	2,649	6,611	7,508	136	189	128	584	405
	Other Expenditure	4,076	6,723	11,440	23,271	32,988	1,816	1,715	2,469	7,052	5,891
	Total expenses	99,615	90,832	113,380	371,332	343,457	18,212	13,447	16,200	56,963	42,731
	Profit/(Loss) from operations before other income, finance costs and exceptional items (1-2)	11,490	11,407	11,533	46,771	25,221	1,548	2,427	852	4,920	2,495
4	Other Income				2,308	-				2,308	-
5	Profit/(Loss) from ordinary activities before finance costs and exceptional items (3 + 4)	11,490	11,408	11,533	49,079	25,221	1,548	2,427	852	7,228	2,495
6	Finance cost										
	Profit/(Loss) from ordinary activities after finance costs but before exceptional items (5 - 6)	11,926 (436)	11,619 (211)	8,870 2,663	46,316 2,763	31,205 (5,984)	1,542 6	1,485 642	1,216 (364)	5,626 1,602	3,599 (1,104)
8	Exceptional items										
9	Profit/(Loss) from ordinary activities before tax (7 + 8)	(436)	(211)	2,408	2,763	(6,239)	6	642	(364)	1,602	(1,104)
10	Tax Expense (Net of MAT entitlement credit)	(61)	(85)	(237)	(893)	(1,549)	-	218	(700)	(175)	(1,998)
11	Net Profit/(Loss) from Ordinary Activities after tax (9 - 10)	(375)	(126)	2,645	3,656	(4,690)	6	424	336	1,777	894

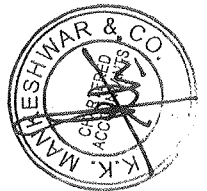


Sl. No.	Particulars	3 Months ended 31.03.16 (Audited)	3 Months ended 31.12.15 (Unaudited)	3 Months ended 31.03.15 Audited	Current year ended 31.03.16 (Audited)	Previous Period ended 31.03.15 (Audited)	3 Months ended 31.03.16 (Audited)	3 Months ended 31.12.15 (Unaudited)	3 Months ended 31.03.15 Audited	Current year ended 31.03.16 (Audited)	Previous Period ended 31.03.15 (Audited)
12	Extraordinary items (net of tax expense)										
13	Net Profit / (Loss) for the period (11 - 12)	(375)	(126)	2,645	3,656	(4,690)	6	424	336	1,777	894
14	Profit/ (loss) from discontinued operation before tax	(11,044)	(8,182)		(26,503)	-	-	-	-	-	-
15	Tax expense on discontinued operation	94	-	-	94	-	-	-	-	-	-
16	Net profit/ (loss) from discontinued operations after tax	(11,138)	(8,182)	-	(26,597)	-	-	-	-	-	-
17	Net profit/ (loss) for the period/year	(11,513)	(8,509)	2,645	(22,941)	(4,690)	6	424	336	1,777	894
18	Share of profit / (loss) of associates	(3,567)	(2,315)	(111)	(6,926)	(2,555)	-	-	-	-	-
19	Minority Interest										
20	Net Profit / (Loss) after taxes, minority interest and share of profit / (loss) of associates (13+14-15)	(7,946)	(5,994)	2,755	(16,014)	(2,135)	6	424	336	1,777	894
21	Paid up Equity Share Capital (Face Value of Rs 2/- per share)				13,112	13,112				13,112	13,112
22	Reserves excluding Revaluation Reserves as per balance sheet of previous accounting year				131,011	181,727				149,714	147,937
23(a)	Earnings per share before Extraordinary items (a) Basic	(1.21)	(0.91)	0.46	(2.44)	(0.29)	0.00	0.06	0.05	0.27	0.14
	(b) Diluted	(1.21)	(0.91)	0.46	(2.44)	(0.29)	0.00	0.06	0.05	0.27	0.14
23(b)	Earnings per share after Extraordinary items (a) Basic	(1.21)	(0.91)	0.42	(2.44)	(0.33)	0.00	0.06	0.05	0.27	0.14
	(b) Diluted	(1.21)	(0.91)	0.42	(2.44)	(0.33)	0.00	0.06	0.05	0.27	0.14



QUARTERLY REPORTING ON SEGMENT WISE REVENUES, RESULTS AND CAPITAL EMPLOYED UNDER CLAUSE 41 OF THE LISTING AGREEMENT

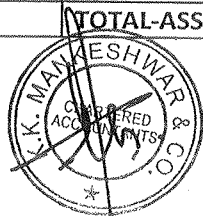
Sl. No.	Particulars	Consolidated					Standalone					(Rs. in Lacs)	
		3 Months ended	Preceding 3 Months ended	Corresponding 3 Months ended	Current year ended	Previous Period ended	3 Months ended	Preceding 3 Months ended	Corresponding 3 Months ended	Current year ended	Previous Period ended		
		31.03.16 (Audited)	31.12.15 (Unaudited)	31.03.15 (Audited)	31.03.16 (Audited)	31.03.15 (Audited)	31.03.16 (Audited)	31.12.15 (Unaudited)	31.03.15 (Audited)	31.03.16 (Audited)	31.03.15 (Audited)		
1	<b>Segment Revenues</b>												
	(a) Paper	94,933	85,713	110,118	354,263	319,199	14,502	9,915	12,538	40,774	33,005		
	(b) Paper Products & Office Supplies	11,848	12,997	12,589	47,715	37,798	3,905	3,123	4,159	15,915	11,384		
	(c) Pulp Rayon Grade	280	391	128	1,364	238	280	391	128	1,364	238		
	(d) Pulp Paper Grade	-	-	10,100	-	21,606	-	-	-	-	-		
	(e) Unallocated	3,513	3,416	3,807	13,865	13,267	-	-	-	-	-		
	<b>Total</b>	<b>110,574</b>	<b>102,517</b>	<b>136,741</b>	<b>417,207</b>	<b>392,108</b>	<b>18,687</b>	<b>13,429</b>	<b>16,825</b>	<b>58,053</b>	<b>44,627</b>		
	Less: Inter Segment Revenue	1,899	1,893	13,610	6,810	29,516	-	-	-	-	-		
	<b>Net Sales/ Income from operation</b>	<b>108,675</b>	<b>100,624</b>	<b>123,131</b>	<b>410,398</b>	<b>362,592</b>	<b>18,687</b>	<b>13,429</b>	<b>16,825</b>	<b>58,053</b>	<b>44,627</b>		
2	<b>Segment Results (Profit)(+)/ Loss (-) before Tax and Interest</b>												
	(a) Paper	12,994	12,866	12,970	54,659	29,716	3,000	3,587	2,199	12,902	7,218		
	(b) Paper Products & Office Supplies	124	170	104	829	841	39	31	42	159	181		
	(c) Pulp Rayon Grade	(4,388)	(1,288)	(1,288)	(5,525)	(4,604)	(1,388)	(4,388)	(1,288)	(5,525)	(4,603)		
	(d) Unallocated	(136)	(137)	(152)	(555)	(431)	-	-	-	-	-		
	<b>Total</b>	<b>11,593</b>	<b>11,511</b>	<b>11,634</b>	<b>49,388</b>	<b>25,522</b>	<b>1,651</b>	<b>2,230</b>	<b>953</b>	<b>7,536</b>	<b>2,796</b>		
	Less: i) Interest	11,926	11,619	8,870	46,316	31,205	1,542	1,485	1,216	5,626	3,599		
	ii) Other un-allocable expenditure net of un-allocable Income	103	103	101	309	301	103	103	101	308	301		
	<b>Total Profit Before Tax</b>	<b>(436)</b>	<b>(211)</b>	<b>2,563</b>	<b>2,763</b>	<b>(5,984)</b>	<b>6</b>	<b>642</b>	<b>(364)</b>	<b>1,602</b>	<b>(1,104)</b>		
3	<b>Capital Employed (Segment Assets - Segment Liabilities) (Based on reasonable estimates )</b>												
	(a) Paper	735,967	644,241	889,469	735,967	889,469	174,348	144,419	120,091	174,348	120,091		
	(b) Paper Products & Office Supplies	41,084	40,960	44,463	41,084	44,463	6,341	13,908	12,784	6,341	12,784		
	(c) Pulp Rayon Grade	50,389	57,131	61,335	50,389	61,335	50,389	57,131	61,335	50,389	61,335		
	(d) Unallocated	62,047	44,160	39,723	62,047	39,723	105,771	100,951	75,513	105,771	75,513		
	<b>Total capital employed in continuing operations</b>	<b>889,487</b>	<b>786,492</b>	<b>1,034,990</b>	<b>889,487</b>	<b>1,034,990</b>	<b>336,850</b>	<b>316,409</b>	<b>269,723</b>	<b>336,850</b>	<b>269,723</b>		
	<b>capital employed in discontinued operation</b>	<b>210,535</b>	<b>205,579</b>	-	<b>210,535</b>	-	-	-	-	-	-		
	<b>Total capital employed in continuing and discontinued operations</b>	<b>1,100,022</b>	<b>992,071</b>	<b>1,034,990</b>	<b>1,100,022</b>	<b>1,034,990</b>	<b>336,850</b>	<b>316,409</b>	<b>269,723</b>	<b>336,850</b>	<b>269,723</b>		



**BALLARPUR INDUSTRIES LIMITED**  
**Standalone / Consolidated Statement of Assets and Liabilities**

Rs. In Lacs

SR No	Particulars	Consolidated		Standalone	
		As at 31.03.2016	As at 31.03.2015	As at 31.03.2016	As at 31.03.2015
<b>A</b>	<b>EQUITY AND LIABILITIES</b>				
<b>1</b>	<b>Shareholders funds</b>				
(a)	Share Capital	13,112	13,112	13,112	13,112
(b)	Subordinated Perpetual Capital Securities	132,512	125,358	-	-
(c)	Reserves and surplus	131,011	181,727	149,713	147,937
	<b>Sub-total-Shareholders funds</b>	<b>276,635</b>	<b>320,197</b>	<b>162,825</b>	<b>161,049</b>
<b>2</b>	<b>Share application money pending allotment</b>				
<b>3</b>	<b>Minority Interest</b>	<b>98,256</b>	<b>109,482</b>	-	-
<b>4</b>	<b>Non Current liabilities</b>				
(a)	Long -Term Borrowings	425,161	335,436	91,192	42,627
(b)	Deffered Tax Liabilities (Net)	8,323	9,489	5,240	5,633
(c)	Other long-term liabilities	5,480	5,316	466	491
(d)	Long -Term Provisions	7,911	7,215	3,107	3,030
	<b>Sub-total-Non-Current Liabilities</b>	<b>446,875</b>	<b>357,456</b>	<b>100,005</b>	<b>51,781</b>
<b>5</b>	<b>Current liabilities</b>				
(a)	Short -Term Borrowings	205,800	186,119	71,423	51,344
(b)	Trade Payables	121,564	111,432	12,526	11,909
(c)	Other Current liabilities	124,835	116,458	15,842	16,345
(d)	Short -Term Provisions	4,803	6,134	1,948	3,357
	<b>Sub-total-Current Liabilities</b>	<b>457,002</b>	<b>420,143</b>	<b>101,739</b>	<b>82,955</b>
	<b>TOTAL-EQUITY AND LIABILITIES</b>	<b>1,278,768</b>	<b>1,207,278</b>	<b>364,569</b>	<b>295,785</b>
<b>B</b>	<b>ASSETS</b>				
<b>1</b>	<b>Non Current Assets</b>				
(a)	Fixed Assets	825,041	819,119	149,909	142,023
(b)	Goodwill on Consolidation	-	-	-	-
(c)	Non-Current Investments	5,016	4,056	106,535	81,378
(d)	Deffered Tax Assets (Net)	-	-	-	-
(e)	Long-term Loans and Advances	64,239	43,254	243	381
(f)	Other Non-Current Assets	71,623	57,327	-	-
	<b>Sub-total-Non Current Assets</b>	<b>965,919</b>	<b>923,756</b>	<b>256,687</b>	<b>223,782</b>
<b>2</b>	<b>Current Assets</b>				
(a)	Current Investments				
(b)	Inventories	153,991	143,245	28,477	29,363
(c)	Trade Receivables	51,338	51,245	17,555	21,661
(d)	Cash and Cash Equivalents	25,222	24,072	5,888	1,016
(e)	Short-term Loans and Advances	77,419	61,616	55,952	19,935
(f)	Other Current Assets	4,879	3,344	10	28
	<b>Sub-total-Current Assets</b>	<b>312,849</b>	<b>283,522</b>	<b>107,882</b>	<b>72,003</b>
	<b>TOTAL-ASSETS</b>	<b>1,278,768</b>	<b>1,207,278</b>	<b>364,569</b>	<b>295,785</b>



Notes to accounts for the quarter/year ended March 2016.

1. Provision for taxation is net of MAT entitlement credit of the Company's step down subsidiary Bilt Graphic Paper Products Limited (BGPPL) amounting to Rs. 50 Lacs & Rs. 342 Lacs for the quarter & period ended 31<sup>st</sup> March '16 respectively. (Corresponding quarter ended March '15 Rs. 149 Lacs & Rs. 770 Lacs ). The Company has recognised deferred tax assets during the quarter/Period ended March '16 Rs. Nil & Rs. 787 Lacs respectively. (Corresponding quarter ended March '15 Rs. 700 Lacs & Rs. 1,998 Lacs ).
2. Rayon grade pulp manufacturing unit located at Kamalapuram continues to remain shut due to adverse Indian & global market conditions of Rayon grade Pulp/Viscose staple fibre & has impacted the results. The Company has given representation to the State Government for certain subsidies on inputs & power for restarting the manufacturing activity, which is under active consideration of the Government. In continuation to the representation given to the Government of Telangana, they have agreed to extend the following Incentive for restarting the manufacturing at Unit Kamalapuram of the Company.  
Subsidy of up to Rs. 9.00 Crores p.a. on supply of Power; and  
Subsidy of up to Rs. 21.00 Crores p.a. on supply of Pulp Wood

The aforesaid subsidies are subject to completion of certain formalities and condition and shall be available to the company for a period of 7 Years.

The company is expecting similar incentives from the Government of Andhra Pradesh.

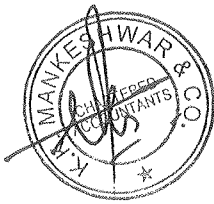
3. In continuation to the binding offer received for disinvestment of entire equity stake of 98.08% in its step down subsidiary, Sabah Forest Industries Sdn. Bhd. (SFI), Malaysia, we wish to further update in continuation to earlier updates, that at the request of M/s Pandawa Sakti (Sabah) Sdn. Bhd., Malaysia (Buyer), the following has been agreed
  - The Buyer will pay BPH USD 50.0 Million as an advance by June 2016 and pay the balance to acquire 50% equity of SFI by June 30, 2016.
  - The Buyer is in the process of furnishing us a Guarantee for USD 17.5 Million as an additional security by May 31, 2016, in addition to existing Guarantees for USD 32.5 Million (which continues to be valid) making the total Guarantees amount to USD 50.0 Million.

Based on the above and other formalities to be completed by the Buyer for acquisition of 50% equity of SFI, the Long Stop Date (LSD) for sale of SFI equity stake has been extended upto June 30, 2016.

4. Formulae for Computation of Ratios are as follows:
  - Debt Service Coverage Ratio = (Earnings before Depreciation, Amortisation, Interest and Tax – Current Cash Taxes) / (Interest Expense + Principal Repayments made during the period for long term loans).
  - Interest Service Coverage Ratio = Earnings before Depreciation, Amortisation, Interest and Tax / Interest Expense.



5. The current financial year commencing from 1st April '15 is for a period of 12 months i.e 1st April ,15 to 31st March'16 ,where as previous year commencing from 1st July '14 is for a period of 9 months i.e 1st July'14 to 31st March'15 , Hence both are not comparable.
6. These results have been reviewed by the Audit Committee, approved by the Board of Directors its meeting held on 30th May 2016 and have been audited by the Statutory Auditors of the company.
7. The figures of last quarter are the balancing figures between audited figures in respect of the full financial year and the published year-to-date figures upto the third quarter of the current financial year.
8. Previous year figures have been regrouped/ rearranged wherever necessary.



Place: New Delhi.  
Date: 30<sup>th</sup> May-2016

For and on behalf of Board of Directors  
For Ballarpur Industries Ltd.

  
B. Hariharan  
Group Director (Finance)

**Auditor's Report on Quarterly Financial Results and Year to Date Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015.**

**To the Board of Directors**  
**Ballarpur Industries Limited**  
**Ballarpur**

1. We have audited the quarterly financial results of **M/s. Ballarpur Industries Limited (the "Company")** for the quarter ended March 31, 2016 and the year to date financial results ("the Statements") for the period from April 01, 2015 to March 31, 2016, attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulation, 2015. These Statements have been prepared on the basis of interim financial statements, which are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial results based on our audit of such interim financial statements, which have been prepared in accordance with the recognition and measurement principles laid down in Accounting Standards for Interim Financial Reporting (AS) 25, prescribed under section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India.
2. We conducted our audit in accordance with the Auditing Standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether financial results are free of material misstatement(s). An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.



**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 NARA GHODBUNDER ROAD. THANE-(W)- 400607

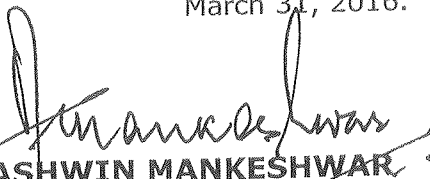


3. *Attention is drawn to Note No. 2, as reported by the auditor of Unit Kamalapuram, the financial statements of Unit Kamalapuram have been prepared on a going concern basis for the reasons stated in the said note. The Financial Statements do not include any adjustments relating to the recoverability and classification of the recorded asset amounts and classification of liabilities that may be necessary if the Unit is unable to continue as a going concern.*

4. We did not audit the financial statements of one Unit of the Company, whose financial statements reflects total assets of ₹ 54,556 Lacs as at March 31, 2016; as well as total revenue of ₹ 396 Lacs and ₹ 1,541 Lacs for the quarter and year ended March 31, 2016 respectively, as considered in the preparation of the consolidated financial results. The financial statements and other financial information has been audited by other auditors whose report has been furnished to us, and our opinion on the Statements, to the extent it has been derived from such financial statements is based solely on the report of such other auditor.

5. In our opinion and to the best of our information and according to the explanations given to us, the Statements:

- (i) have been presented in accordance with the requirements of Regulation 33 of the SEBI(Listing Obligation and Disclosure Requirements) Regulations, 2015 in this regard; and
- (ii) give a true and fair view of the net profit and other financial information for the quarter and the year to date results for the period from April 01, 2015 to March 31, 2016.

  
**ASHWIN MANKESHWAR**  
Partner

Membership No. 046219  
For and on Behalf of  
**K. K. Mankeshwar & Co.**  
Chartered Accountants  
FRN: 106009W  
New Delhi, dated the



30<sup>th</sup> May, 2016

**Statement on Impact of Audit Qualification (for audit report with modified opinion) submitted  
along-with Annual Audited Financial Results - Standalone**

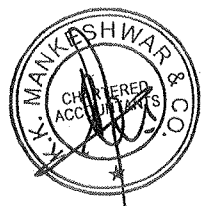
Statement on Impact of Audit Qualifications for the Financial Year ended March 31, 2016				
[See Regulation 33 / 52 of the SEBI (LODR) (Amendment) Regulations, 2016]				
I.	Sl. No.	Particulars	Audited Figures (as reported before adjusting for qualifications)	Adjusted Figures (audited figures after adjusting for qualifications)
	1.	Turnover / Total income	-	-
	2.	Total Expenditure	-	-
	3.	Net Profit/(Loss)	-	-
	4.	Earnings Per Share	-	-
	5.	Total Assets	-	-
	6.	Total Liabilities	-	-
	7.	Net Worth	-	-
	8.	Any other financial item(s) (as felt appropriate by the management)	-	
II.	<u>Audit Qualification (each audit qualification separately):</u>			
	a.	<b>Details of Audit Qualification:</b>  Attention is drawn to the Note No. 2, as reported by the auditor of unit Kamalapuram, the financial statements of Unit Kamalapuram have been prepared on a going concern basis for the reasons stated in the said note. The Financial Statements do not include any adjustments relating to the recoverability and classification of the recorded asset accounts and classification of liabilities that may be necessary if the Units is unable to continue as a going concern.		
	b.	<b>Type of Audit Qualification :</b> Qualified Opinion		
	c.	<b>Frequency of qualification:</b> Repetitive since previous financial year.		
	d.	<b>For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views:</b> N.A.		
	e.	<b>For Audit Qualification(s) where the impact is not quantified by the auditor:</b>		
	(i) Management's estimation on the impact of audit qualification: N. A.			

	<p><b>(ii) If management is unable to estimate the impact, reasons for the same:</b></p> <p>The impact of qualification in the Auditors' Report on the financial statements of the Company is at present not ascertainable as the company has represented to and accordingly has received concession in electricity duty and VAT from Telangana Government as incentive to restart the operations at the Unit Kamalapuram. The Company has now represented to Andhra Pradesh Government to give concessions on similar lines so that the manufacturing activity can be recommenced at the said Unit.</p>												
	<p><b>(iii) Auditors' Comments on (i) or (ii) above:</b></p> <p>Above comment is self-explanatory and also suitably explained in Note no. 2 of financial result and <del>does not</del> does not require additional comments.</p>												
<p><b>III.</b></p>	<p><b><u>Signatories:</u></b></p> <table border="1"> <tr> <td data-bbox="368 786 788 904"> <p>A.S. Dulat Audit Committee Chairman</p> </td> <td data-bbox="788 786 1583 904">  </td> </tr> <tr> <td data-bbox="368 904 788 999"> <p>B. Hariharan Group Director Finance</p> </td> <td data-bbox="788 904 1583 999">  </td> </tr> <tr> <td data-bbox="368 999 788 1093"> <p>Neehar Aggarwal Chief Executive Officer</p> </td> <td data-bbox="788 999 1583 1093">  </td> </tr> <tr> <td data-bbox="368 1093 788 1368"> <p>Ashwin Mankeshwar Partner (Membership No.046219) For and on behalf of K. K. Mankeswar &amp; Co. Chartered Accountants FRN- 106009W (Statutory Auditors)</p> </td> <td data-bbox="788 1093 1583 1368">    </td> </tr> <tr> <td data-bbox="368 1368 788 1440"> <p>Place: New Delhi</p> </td> <td data-bbox="788 1368 1583 1440"></td> </tr> <tr> <td data-bbox="368 1440 788 1525"> <p>Date: 30th May, 2016</p> </td> <td data-bbox="788 1440 1583 1525"></td> </tr> </table>	<p>A.S. Dulat Audit Committee Chairman</p>		<p>B. Hariharan Group Director Finance</p>		<p>Neehar Aggarwal Chief Executive Officer</p>		<p>Ashwin Mankeshwar Partner (Membership No.046219) For and on behalf of K. K. Mankeswar &amp; Co. Chartered Accountants FRN- 106009W (Statutory Auditors)</p>	 	<p>Place: New Delhi</p>		<p>Date: 30th May, 2016</p>	
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<p>Place: New Delhi</p>													
<p>Date: 30th May, 2016</p>													

**Auditor's Report on Quarterly Consolidated Financial Results and Consolidated Year to Date Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015.**

**To the Board of Directors  
Ballarpur Industries Limited  
Ballarpur**

1. We have audited the quarterly consolidated financial results of **M/s. Ballarpur Industries Limited (the "Company")** for the quarter ended March 31, 2016 and the consolidated year to date financial results ("the Statements") for the period from April 01, 2015 to March 31, 2016, attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulation, 2015. These Statements have been prepared from consolidated financial statements, which are the responsibility of the Company's management. Our responsibility is to express an opinion on these consolidated financial results based on our audit of such consolidated interim financial statements, which have been prepared in accordance with the recognition and measurement laid down in Accounting Standards for Interim Financial Reporting (AS) 25 prescribed under section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India.
2. We conducted our audit in accordance with the Auditing Standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether financial results are free of material misstatement(s). An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by the management. We believe that our audit provides a reasonable basis for our opinion.



**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

3. *Attention is drawn to Note No. 2, as reported by the auditor of Unit Kamalapuram, the financial statements of Unit Kamalapuram have been prepared on a going concern basis for the reasons stated in the said note. The Financial Statements do not include any adjustments relating to the recoverability and classification of the recorded asset amounts and classification of liabilities that may be necessary if the Unit is unable to continue as a going concern.*
4. We did not audit the financial statements of one Unit of the Company, whose financial statements reflects total assets of ₹ 54,556 Lacs as at March 31, 2016; as well as total revenue of ₹ 396 Lacs and ₹ 1,541 Lacs for the quarter and year ended March 31, 2016 respectively, as considered in the preparation of the consolidated financial results. The financial statements and other financial information has been audited by other auditor whose report has been furnished to us, and our opinion on the Statements, to the extent it has been derived from such financial statements is based solely on the report of such other auditor.
5. In our opinion and to the best of our information and according to the explanations given to us, the Statements:
- (i) Include the Statements of the following entities:
    - a. Subsidiaries
      - i. Bilt Tree Tech Limited
      - ii. Ballarpur International Holdings B.V.
      - iii. Ballarpur Speciality Paper Holdings B.V.
      - iv. Premier Tissues India Limited
    - b. Step down Subsidiaries
      - i. Bilt Paper B.V.(Formerly known as Ballarpur International Graphic Paper Holdings B.V.)
      - ii. Ballarpur Paper Holdings B.V.
      - iii. Bilt Graphic Paper Products Limited
      - iv. Sabah Forest Industries Sdn. Bhd.
  - (ii) have been presented in accordance with the requirements of Regulation 33 of the SEBI(Listing Obligation and Disclosure Requirements) Regulations, 2015 in this regard; and



- (iii) give a true and fair view of the consolidated net Loss and other financial information for the quarter and the consolidated year to date results for the period from April 01, 2015 to March 31, 2016.

  
**ASHWIN MANKESHWAR**

*Partner*

Membership No. 046219

For and on Behalf of

**K. K. Mankeshwar & Co.**

*Chartered Accountants*

FRN: 106009W

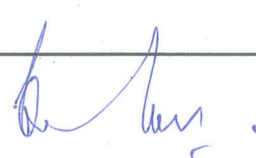
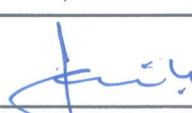
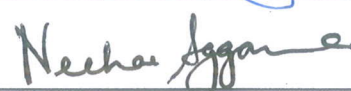


New Delhi, dated the



30<sup>th</sup> May, 2016

**Statement on Impact of Audit Qualification (for audit report with modified opinion) submitted  
along-with Annual Audited Financial Results - Consolidated**

Statement on Impact of Audit Qualifications for the Financial Year ended March 31, 2016				
[See Regulation 33 / 52 of the SEBI (LODR) (Amendment) Regulations, 2016]				
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	<p>Place: New Delhi</p>
	<p>Date: 30th May, 2016</p>