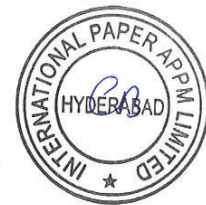


STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND SIX MONTHS ENDED SEPTEMBER 30, 2014

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

Sl. No	Particulars	Quarter ended			Six months ended		Year ended
		September 30, 2014 (Unaudited)	June 30, 2014 (Unaudited)	September 30, 2013 (Unaudited)	September 30, 2014 (Unaudited)	September 30, 2013 (Unaudited)	March 31, 2014 (Audited)
	(Refer Notes Below)						
1	Income from operations						
	(a) Net sales / Income from operations (Net of excise duty)	28,155.19	28,265.98	24,648.90	56,421.17	50,280.99	109,165.19
	(b) Other operating income	298.65	231.57	117.48	530.22	398.54	582.99
	Total income from operations (Net)	28,453.84	28,497.55	24,766.38	56,951.39	50,679.53	109,748.18
2	Expenses						
	(a) Cost of materials consumed	12,123.87	12,524.24	11,714.30	24,648.11	22,619.86	49,410.68
	(b) Purchase of stock-in-trade	-	-	107.17	-	312.05	716.11
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	851.68	(1,025.10)	961.60	(173.42)	(1,046.80)	(3,061.38)
	(d) Stores and spares consumed	5,376.21	5,307.76	6,202.26	10,683.97	11,276.07	22,714.66
	(e) Power and fuel expense	2,457.76	2,264.20	2,366.17	4,721.96	4,299.02	8,774.00
	(f) Employee benefits expense	3,017.44	2,919.27	2,831.41	5,936.71	5,500.27	10,816.60
	(g) Depreciation and amortisation expense (Refer Note 3)	1,758.36	1,625.98	2,545.27	3,384.34	4,417.08	8,701.49
	(h) Other expenses	3,825.71	3,273.19	3,914.18	7,098.90	7,204.51	13,647.77
	Total expenses	29,411.03	26,889.54	30,642.36	56,300.57	54,582.06	111,719.93
3	Profit/(Loss) from operations before other income, finance costs (1-2)	(957.19)	1,608.01	(5,875.98)	650.82	(3,902.53)	(1,971.75)
4	Other income	239.26	61.78	244.95	301.04	340.98	667.88
5	Profit/(Loss) from ordinary activities before finance costs (3+4)	(717.93)	1,669.79	(5,631.03)	951.86	(3,561.55)	(1,303.87)
6	Finance costs	1,083.47	1,166.28	1,026.00	2,249.75	1,926.50	4,338.60
7	Profit/(Loss) from ordinary activities before tax (5-6)	(1,801.40)	503.51	(6,657.03)	(1,297.89)	(5,488.05)	(5,642.47)
8	Tax expense/(benefit)	(613.54)	86.45	(2,152.39)	(527.09)	(1,796.57)	(1,481.26)
9	Net Profit/(Loss) for the period (7-8)	(1,187.86)	417.06	(4,504.64)	(770.80)	(3,691.48)	(4,161.21)
10	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
11	Reserves excluding revaluation reserve	-	-	-	-	-	37,543.07
12	Earnings per share (Basic & Diluted) of ₹10 each [Not annualised]	(2.99)	1.05	(11.32)	(1.94)	(9.28)	(10.46)*

* Annualised



INTERNATIONAL PAPER APPM LIMITED

(Formerly known as The Andhra Pradesh Paper Mills Limited)

(Corporate Identity Number: L21010AP1964PLC001008)

Corp. Office: Krisha 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

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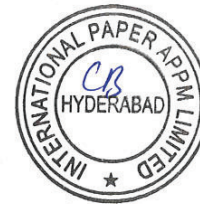
PART II
SELECT INFORMATION FOR THE QUARTER AND SIX MONTHS ENDED SEPTEMBER 30, 2014

Sl. No	Particulars	Quarter ended			Six months ended		Year ended March 31, 2014
		September 30, 2014	June 30, 2014	September 30, 2013	September 30, 2014	September 30, 2013	
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 share holding	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, 2014
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	-

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

C	STATEMENT OF ASSETS AND LIABILITIES	As at September 30, 2014	As at March 31, 2014
a	EQUITY AND LIABILITIES		
1	Shareholders' funds		
	(a) Share capital	3,977.00	3,977.00
	(b) Reserves and surplus	36,632.50	37,543.07
	Sub-total - Shareholders' funds	40,609.50	41,520.07
2	Non-current liabilities		
	(a) Long-term borrowings	39,283.00	39,171.25
	(b) Deferred tax liabilities (Net)	10,269.91	10,869.21
	(c) Other long-term liabilities	-	23.84
	Sub-total - Non-current liabilities	49,552.91	50,064.30
3	Current liabilities		
	(a) Short-term borrowings	7,913.24	10,763.30
	(b) Trade payables	17,625.17	14,604.81
	(c) Other current liabilities	12,149.40	14,852.25
	Sub-total - Current liabilities	37,687.81	40,220.36
	TOTAL - EQUITY AND LIABILITIES	127,850.22	131,804.73
b	ASSETS		
1	Non-current assets		
	(a) Fixed assets		
	Tangible assets	85,082.65	87,279.01
	Intangible assets	326.96	382.77
	Capital work-in-progress	1,602.07	979.42
	(b) Non-current investments	1,543.37	1,543.37
	(c) Long-term loans and advances	6,556.16	6,531.87
	(d) Other non-current assets	13.98	13.33
	Sub-total - Non-current assets	95,125.19	96,729.77
2	Current Assets		
	(a) Inventories	21,083.61	20,764.33
	(b) Trade receivables	5,937.31	5,835.46
	(c) Cash and bank balances	961.05	1,577.80
	(d) Short-term loans and advances	4,476.60	6,643.04
	(e) Other current assets	266.46	254.33
	Sub-total - Current assets	32,725.03	35,074.96
	TOTAL - ASSETS	127,850.22	131,804.73



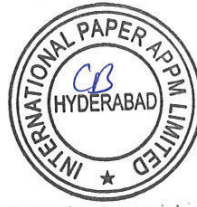
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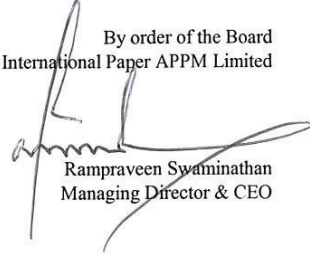
Notes:

- 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 17, 2014.
- 2 The above unaudited financial results have been subjected to Limited Review by the Statutory Auditors of the Company.
- 3 The Company has adopted the useful lives of fixed assets as specified in Part C of Schedule II of the Companies Act, 2013 effective April 1, 2014. Consequently the depreciation and amortization expenses for the Quarter and Six Months Ended September 30, 2014 is lower by ₹ 446.91 lakhs and ₹ 885.23 lakhs respectively.
- 4 During the period ended December 31, 2011, the Company had accrued ₹ 415.99 lakhs towards managerial remuneration paid to the erstwhile Directors, of which ₹ 194.64 lakhs, was in excess of the maximum limits specified in Schedule XIII to the Companies Act, 1956. The members of the Company at the Annual General Meeting held on March 22, 2012 approved the waiver of recovery of excess remuneration paid to the Directors, subject to Central Government's approval. Consequently, requisite application was made by the Company to Ministry of Corporate Affairs (MCA) on April 17, 2012, for which approval was received by the Company towards waiver of recovery of excess remuneration paid to erstwhile Managing Director and Executive Directors. However, MCA had rejected the application made by the Company for the waiver of recovery of excess remuneration paid to a promoter director during March 31, 2014, citing that he is a Director in two companies in the same financial year. Subsequent to a representation made by the Company to the MCA to reconsider the said rejection, the MCA vide its letter dated July 17, 2014 has directed, that the excess remuneration paid to the promoter director, needs to be refunded to either the Company or to the other Company in which he is a Director. The Company has received a certificate from the Statutory Auditors of the other Company, stating that the amount has been refunded by the Director to the other Company. Accordingly the Company has intimated the same to MCA vide its letter dated October 14, 2014.
- 5 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.
- 6 During the previous year the Company had incorporated a subsidiary, IP India Foundation for its Corporate Social Responsibility activities. The same is not considered for consolidation, as the objective of control over this entity is not to obtain economic benefits from its activities.
- 7 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 17, 2014



By order of the Board
For International Paper APPM Limited

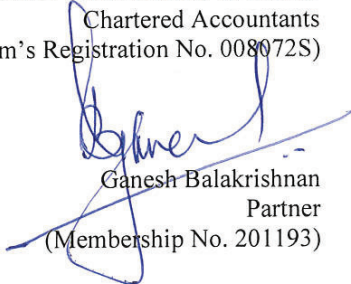

Rampraveen Swaminathan
Managing Director & CEO

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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, 2014 ("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 has not been prepared in accordance with the Accounting Standards specified under the Companies Act, 1956 (which are deemed to be applicable in respect of 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, and 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, 2014 of the Statement, from the details furnished by the Registrars.

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


Ganesh Balakrishnan
Partner
(Membership No. 201193)

Hyderabad, October 17, 2014