

Limited Review Report

**The Board of Directors
Star Paper Mills Limited**

We have reviewed the accompanying statement of Unaudited Financial Results of **Star Paper Mills Limited** ('the Company') for the quarter ended 30th September 2015, except for the disclosures regarding 'Public shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the management and have not been audited by us. This statement, which has been initialed by us for identification only, is the responsibility of the Company's Management and has been approved by the Board of Directors of the Company in the Board Meeting held on 6th November 2015. Our responsibility is to issue a report on these financial statements based on our review.

We conducted our review in accordance with the Standard on Review Engagement (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 financial statements are 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.

Based on our review conducted as above, we report that nothing has come to our notice that causes us to believe that the accompanying statements of Unaudited Financial Results prepared in accordance with the applicable Accounting Standards specified under Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014 and other recognized accounting practices and policies generally accepted in India, has not disclosed the information required to be disclosed in terms of clause 41 of the Listing Agreement including the manner in which it is to be disclosed, or that it contains any material misstatement.

For Lodha & Co.
Chartered Accountants
Firm's ICAI Registration No :301051E



H. K. Verma
Partner

Membership No:055104

Place: New Delhi
Date: 6th November 2015

STAR PAPER MILLS LIMITED

Regd. Office: Duncan House, 2nd Floor, 31 Netaji Subhas Road, Kolkata-700001.

CIN-L21011WB1936PLC008726; Ph: (033) 22427380-83, Fax:(033)22427383, email: star.sre@starpapers.com.

UN-AUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED 30TH SEPTEMBER - 2015

PART-I

(Rs. in Lakhs)

| Particulars | QUARTER ENDED | | | HALF YEAR ENDED | | Year ended |
|--|---------------|--------------|--------------|-----------------|--------------|-----------------|
| | 30.09.2015 | 30.06.2015 | 30.09.2014 | 30.09.2015 | 30.09.2014 | 31.03.2015 |
| | (Un-audited) | (Un-audited) | (Un-audited) | (Un-audited) | (Un-audited) | (Audited) |
| 1 Income from Operations | | | | | | |
| a) Net sales / Income from Operations(Net) | 6398 | 6499 | 6572 | 12897 | 12558 | 26556 |
| b) Other operating income | 249 | 109 | 193 | 358 | 323 | 574 |
| Total Income from Operations (Net) | 6647 | 6608 | 6765 | 13255 | 12881 | 27130 |
| 2 Expenditure | | | | | | |
| a) Cost of materials consumed | 2471 | 3258 | 2870 | 5729 | 6155 | 12036 |
| b) Purchase of Stock -in-trade | - | - | - | - | - | - |
| c) Change in Inventories of finished goods, work-in- progress and stock in trade | 237 | (423) | (7) | (186) | (332) | 151 |
| d) Employees benefits expense | 677 | 665 | 751 | 1342 | 1411 | 2717 |
| e) Power & Fuel | 1821 | 1696 | 1912 | 3517 | 3627 | 7367 |
| f) Depreciation and amortisation expenses | 106 | 105 | 111 | 211 | 243 | 486 |
| g) Other Expenses | 952 | 867 | 781 | 1819 | 1466 | 3276 |
| Total Expenses | 6264 | 6168 | 6418 | 12432 | 12570 | 26033 |
| 3 Profit/(Loss) from Operations before other income, finance cost and exceptional items(1-2) | 383 | 440 | 347 | 823 | 311 | 1097 |
| 4 Other Income | 23 | 20 | 26 | 43 | 40 | 94 |
| 5 Profit/(Loss) from ordinary activities before finance cost and exceptional items(3+4) | 406 | 460 | 373 | 866 | 351 | 1191 |
| 6 Finance Costs | 98 | 90 | 112 | 188 | 228 | 440 |
| 7 Profit/(Loss) from ordinary activities after finance cost but before exceptional items(5-6) | 308 | 370 | 261 | 678 | 123 | 751 |
| 8 Exceptional items | 0 | 0 | 0 | 0 | 0 | 0 |
| 9 Profit / (Loss) from ordinary activities before tax (7-8) | 308 | 370 | 261 | 678 | 123 | 751 |
| 10 Tax Expenses | (17) | (20) | (6) | (37) | 0 | (803) |
| 11 Profit / (Loss) from ordinary activities after tax (9-10) | 325 | 390 | 267 | 715 | 123 | 1554 |
| 12 Extraordinary items (net of Tax Expenses) | 0 | 0 | 0 | 0 | 0 | 0 |
| 13 Net Profit/(Loss) for the period (11-12) | 325 | 390 | 267 | 715 | 123 | 1554 |
| 14 Paid-up Equity Share Capital | 1561 | 1561 | 1561 | 1561 | 1561 | 1561 |
| (Face Value of Rs. 10/- per share) | | | | | | |
| 15 Reserves (excluding Revaluation Reserves) | | | | | | 1,666.24 |
| (as per balance sheet of previous accounting year) | | | | | | |
| 16 Earnings per Share (before extraordinary items) | | | | | | |
| (of Rs 10/-each) (not annualised) | | | | | | |
| - Basic | 2.08 | 2.50 | 1.71 | 4.58 | 0.79 | 9.96 |
| - Diluted | 2.08 | 2.50 | 1.71 | 4.58 | 0.79 | 9.96 |
| Earnings per Share (after extraordinary items) | | | | | | |
| (of Rs 10/-each) (not annualised) | | | | | | |
| - Basic | 2.08 | 2.50 | 1.71 | 4.58 | 0.79 | 9.96 |
| - Diluted | 2.08 | 2.50 | 1.71 | 4.58 | 0.79 | 9.96 |

PART-II

A. PARTICULARS OF SHAREHOLDING

| | | | | | | |
|---|---------|---------|---------|---------|---------|---------|
| 1 Public Shareholding | | | | | | |
| No. of Shares | 7326121 | 7326121 | 7826131 | 7826131 | 7826131 | 7826131 |
| % of Shareholding | 46.94% | 46.94% | 50.14% | 50.14% | 50.14% | 50.14% |
| 2 Promoters & Promoter Group Shareholding | | | | | | |
| a) Pledge/Encumbered: | | | | | | |
| -Number of Shares | 4230433 | 4230433 | 3130433 | 3130433 | 3130433 | 4230433 |
| -Percentage of shares (as a % of total shareholding of the promoter & promoter group) | 51.08% | 51.08% | 40.23% | 40.23% | 40.23% | 54.36% |
| -Percentage of shares (as a % of total share capital of the company) | 27.10% | 27.10% | 20.06% | 20.06% | 20.06% | 27.10% |
| b) Non-encumbered: | | | | | | |
| -Number of Shares | 4051786 | 4051786 | 4651786 | 4651786 | 4651786 | 3551786 |
| -Percentage of shares (as a % of total shareholding of the promoter & promoter group) | 48.92% | 48.92% | 59.77% | 59.77% | 59.77% | 45.64% |
| -Percentage of shares (as a % of total share capital of the company) | 25.96% | 25.96% | 29.80% | 29.80% | 29.80% | 22.76% |

| PARTICULARS | 3 MONTHS ENDED 30.09.2015 |
|--|---------------------------|
| B. INVESTOR COMPLAINTS | |
| Pending at the beginning of the quarter | 0 |
| Received during the quarter | 11 |
| Disposed off during the quarter | 11 |
| Remaining unresolved at the end of the quarter | 0 |



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STATEMENT OF ASSETS & LIABILITIES

(Rs. In Lakhs)

| PARTICULARS | As at 30th Sep, 2015 | As at 31st March, 2015 |
|---|-------------------------|---------------------------|
| | (Un-audited) | (Audited) |
| A. EQUITY AND LIABILITIES: | | |
| 1 Shareholders' Funds | | |
| (a) Share Capital | 1,560.83 | 1,560.83 |
| (b) Reserves and Surplus | 3,860.78 | 3,145.42 |
| Sub-total Shareholders' funds | 5,421.61 | 4,706.25 |
| 2 Non -Current Liabilities | | |
| (a) Deferred Tax Liabilities (Net) | 866.57 | 903.97 |
| (b) Other Long term Liabilities | 804.55 | 805.75 |
| (c) Long term provisions | 1,042.18 | 1,036.71 |
| Sub-total Non -Current Liabilities | 2,713.30 | 2,746.43 |
| 3 Current Liabilities | | |
| (a) Short term borrowings | 1,560.85 | 1,369.20 |
| (b) Trade payables | 7,390.87 | 7,051.72 |
| (c) Other Current liabilities | 1,253.46 | 1,119.05 |
| (d) Short term provisions | 55.13 | 55.13 |
| Sub-total Current Liabilities | 10,260.31 | 9,595.10 |
| TOTAL EQUITY AND LIABILITIES | 18,395.22 | 17,047.78 |
| B. ASSETS: | | |
| 1 Non- Current assets | | |
| (a) Fixed assets | 8,761.78 | 8,638.19 |
| (b) Non Current investments | 3,229.70 | 3,229.70 |
| (c) Long term loans and advances | 1,362.30 | 1,108.64 |
| Sub-total Non -Current Assets | 13,353.78 | 12,976.53 |
| 2 Current assets | | |
| (a) Inventories | 2,953.16 | 2,321.70 |
| (b) Trade receivables | 956.24 | 651.68 |
| (c) Cash and Cash Equivalents | 552.35 | 604.33 |
| (d) Short term loans and advances | 576.08 | 486.34 |
| (e) Other Current assets | 3.61 | 7.20 |
| Sub-total Current Assets | 5,041.44 | 4,071.25 |
| TOTAL ASSETS | 18,395.22 | 17,047.78 |

Notes:

- The above financial results were reviewed by the Audit Committee and approved by the Board of Directors in their respective meetings held on 6th November -2015 and Statutory Auditors have carried out 'Limited Review' of the same.
- The Company operates in single business segment of Paper and Paper Board.
- The auditors has qualified the excess remuneration paid to managerial personnel for FY 2011-12 amounting to Rs. 21.57 lakhs, The application filed to seek approval is pending with the Central Government.
- The company has filed a review petition with regard to levy of Mandi Fee amounting to Rs. 592 lacs including interest before the Hon'ble Allahabad High Court. Pending decision in the court, no provision in respect of goods procured in earlier years has been considered necessary.
- Previous years/periods figures have been re-grouped/re-arranged wherever necessary.

06.11.2015
New Delhi



For Star Paper Mills Ltd

M. Mishra
Managing Director