

**SHREE RAMA NEWSPRINT LTD.**  
 Regd. Office : Village Barbodhan, Taluka Olpad, Dist. Surat, Gujarat - 395 005  
**UNAUDITED FINANCIAL RESULTS FOR THE PERIOD ENDED 30th JUNE, 2015**

Sr.	PARTICULARS	QUARTER ENDED			in lacs
		6/30/2015	3/31/2015	6/30/2014	YEAR ENDED
		(Unaudited)	(Unaudited)	(Unaudited)	3/31/2015 (Audited)
1	Income from Operations				
	(a) Net Sales/Income from Operations (Net of Excise Duty)	6,578.32	7,181.19	10,756.76	37,348.49
	(b) Other Operating Income	63.21	21.71	154.44	326.95
	Total Income from Operations (Net)	6,641.53	7,202.90	10,911.20	37,675.44
2	Expenditure				
	(a) Cost of Materials Consumed	4,599.02	4,413.02	7,184.62	24,055.11
	(b) Power & Fuel	1,745.61	1,380.93	2,249.40	7,632.28
	(c) Changes in Inventories of Finished Goods and Work in Progress	(611.24)	1,727.54	(342.71)	2,967.28
	(d) Employee Benefits Expenses	385.62	408.94	398.17	1,586.11
	(e) Exchange Fluctuation	10.07	(28.55)	(18.03)	34.64
	(f) Depreciation and Amortisation Expenses	303.64	376.45	271.96	1,237.86
	(g) Other Expenses	1,073.10	1,132.31	1,369.07	5,070.40
	Total Expenses	7,505.82	9,410.64	11,112.48	42,583.68
3	Profit/(Loss) from Operations before Other Income, Finance Cost and Exceptional Items (1-2)	(864.29)	(2,207.74)	(201.28)	(4,908.24)
4	Other Income	0.85	72.95	3.13	81.21
5	Profit/(Loss) from Ordinary activities before Finance Cost and Exceptional Items (3+4)	(863.44)	(2,134.79)	(198.15)	(4,827.03)
6	Finance Cost	1,126.41	710.45	1,266.44	4,585.27
7	Profit/(Loss) from Ordinary activities after Finance Cost but before Exceptional Items (5-6)	(1,989.85)	(2,845.24)	(1,464.59)	(9,412.30)
8	Exceptional Items ( Refer Note No 4 )	1,460.00	-	-	-
9	Profit/(Loss) from Ordinary Activities before Tax (7+8)	(529.85)	(2,845.24)	(1,464.59)	(9,412.30)
10	Tax Expense				
	(a) Deferred Tax/(Credit)				
11	Net Profit/(Loss) from Ordinary Activities after Tax (9-10)	(529.85)	(2,845.24)	(1,464.59)	(9,412.30)
12	Extraordinary Items	-	5,159.50	-	5,159.50
13	Net Profit/(Loss) for the period (11+12)	(529.85)	2,314.26	(1,464.59)	(4,252.80)
14	Paid-up Equity Share Capital (face value of Rs. 10/- each)	5,815.80	5815.80	5815.80	5815.80
15	Reserves excluding Revaluation Reserves	-	-	-	(6,661.83)
16i	Earnings per share (before extraordinary items)				
	Basic and Diluted	(0.91)	(4.89)	(2.52)	(16.18)
16ii	Earnings per share (after extraordinary items)				
	Basic and Diluted	(0.91)	3.98	(2.52)	(7.31)
A	PARTICULARS OF SHAREHOLDING				
1	Public Shareholding:				
	-Number of shares	29,068,666	29,018,666	28,762,231	29,018,666
	-Percentage of shareholding	49.98	49.90	49.46	49.90
2	Promoters and Promoters Group Shareholdings:				
	(a) Pledged/Encumbered	-	-	-	-
	(b) Non Encumbered				
	-Number of shares	29,089,366	29,139,366	29,395,801	29,139,366
	-Percentage of Shares (as a % of total shareholding of promoter & promoter group)	100.00	100.00	100.00	100.00
	-Percentage of Shares (as a % of total Share Capital of the Company)	50.02	50.10	50.54	50.10
B	INVESTOR COMPLAINTS	6/30/2015			
	Pending at the beginning of the quarter				-
	Received during the quarter				25
	Disposed off during the quarter				25
	Remaining unresolved at the end of the quarter				-




NOTES :

- 1 The company's products are mainly classified under one business segment namely Newsprint and Writing & Printing Paper.
- 2 Auditor's observation on the audited financial results for the year ended 31.03.2015 :-  
 "The company had recognized Deferred Tax Assets(DTA) amounting to Rs.13,207.11 lacs in the absence of virtual certainty and convincing evidences about the. Future taxable income against which such DTA can be realized. This constitutes a departure from Para 17 of Accounting Standard (AS) 22 'Accounting for Taxes on Income'.Had the management not recognised such DTA, Reserve and Surplus and DTA would have been reduced by Rs.13207.11 lacs."  
Management's Explanation :  
 The Company has not recognized DTA for the quarter. However, DTA created upto 31st March,2014 has not been reversed since the management believes that with infusion of fresh funds and restructuring of the existing debt, there is a virtual certainty about the availability of future taxable income and such deferred tax asset would be realized.
- 3 Pursuant to the Share Purchase Agreement (SPA) dated 21<sup>st</sup> May 2015, the Promoters of the Company have sold an aggregate of 2,82,77,677 shares of the company to Riddhi Siddhi Gluco Biols Ltd. ("The Acquirer") subject to release of the Corporate Guarantees aggregating to Rs. 246.25 crores given by The West Coast Paper Mills Ltd. ("WCPML") to secure certain loans availed by the Company.
- 4 During the quarter company has booked profit of Rs. 1460.00 Lakhs on account of additional consideration of sale of 170 acres unused land as per the Deed of Conveyance executed by company. Further, the company has also obtained the requisite approval for transfer of land from the government of gujrat.
- 5 The results have been prepared on going concern basis despite continuing losses in the recent past, as subsequent to the quarter ended June 30, 2015 the Company has issued equity shares and debentures/zero coupon bonds. The details of the same are as given below :

Name of Allottee	Type of Security	Face Value of Security	Number of Shares/ Debentures	Total Amount	Date of Allotment
Riddhi Siddhi Gluco Biols Limited ( The acquirer )	Equity Shares	Rs. 10 each	60,000,000	Rs. 60,00,00,000/-	July 24,2015
ICICI Bank Limited	Optionally Convertible Redeemable Debentures	Rs. 10 each	30,000,000	Rs. 30,00,00,000/-	July 31,2015
Bank of India	Zero coupon Bonds	Rs.1000 each	236,250	Rs. 23,62,50,000/-	August 5 ,2015
Oriental Bank of Commerce	Zero coupon Bonds	Rs.1000 each	187,400	Rs. 18,74,00,000/-	August 10 ,2015

- 6 The figures for the corresponding periods have been regrouped / reclassified, wherever necessary, to make them comparable.
- 7 The above Results were reviewed by the Audit Committee and thereafter were approved and taken on record by the Board of Directors at its Meeting held on 11/08/2015 and also the statutory auditors have carried out the "Limited Review" of the same.

Place : Mumbai  
Date: 11/08/2015

For SHREE RAMA NEWSPRINT LIMITED  
  
 V D Bajaj  
 EXECUTIVE DIRECTOR

# HARIBHAKTI & CO. LLP

Chartered Accountants

## Limited Review Report

**Review Report to**

**The Board of Directors**

**Shree Rama Newsprint Limited**

1. We have reviewed the accompanying Statement of Unaudited Financial Results of Shree Rama Newsprint Limited ('the Company') for the quarter ended June 30, 2015 ("the Statement") except for the disclosures in Part II with respect to 'Particulars of Shareholding' and 'Investor Complaints' which have been traced from the details furnished by the Management / Registrar & Transfer Agent. 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 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 Statement are free of material misstatement. A review is limited primarily to inquiries of Company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
3. *Our audit report on the financial statements for the year ended March 31, 2015 was qualified in respect of the matter stated below;*

*The Company had recognized deferred Tax Asset (DTA) amounting to ₹ 13207.11 lacs in the absence of virtual certainty and convincing evidence about the future taxable income against which such DTA can be realized. This constitutes a departure from Accounting Standard 22 - 'Accounting for taxes on Income.' Had the management not recognized such DTA, Reserves and Surplus and DTA would have been lower by ₹ 13207.11 lacs.*



# HARIBHAKTI & CO. LLP

Chartered Accountants

4. Based on our review conducted as above and *subject to the effects of our observations given in para 3* above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with applicable accounting standards as specified under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014 and other recognised accounting practices and policies have 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.
  
5. Note No. 5 to statement wherein, in the opinion of the management, despite running into continuous losses, the financial statements has been prepared on a going concern basis in view of issuance of equity shares and optionally convertible redeemable debentures, which will improve networth of Company, as explained in detail in above referred note.

Our report on the Statement is not modified in respect of this matter.

For Haribhakti & Co. LLP

Chartered Accountants

ICAI Firm Registration No.103523W



Atul Gade  
Partner  
Membership No.: 048650

Mumbai

August 11, 2015