

SHREE BHAWANI PAPER MILLS LIMITED



AN ISO 9001 : 2008, ISO 14001 : 2004, OHSAS 18001 : 2007 CERTIFIED COMPANY

REGD. OFF. : 33, DAYANAND MARG, ALLAHABAD - 211 002, INDIA

Phones : 91-532-2548401, 2548404, 2548406 Fax : 91-532-2548425, e-mail : sbpmills1@gmail.com

CIN : L21015UP1979PLC004783 info@shbhawani.com

RO/75

24th May, 2016

Bombay Stock Exchange Limited
Department of Corporate Service
Phiroze Jeejeebhoy Towers
Dalal Street
MUMBAI-400001

Sub: Outcome of the Board Meeting held on 24th May, 2016

Ref: Audited Financial Results of the Company for the Quarter/Year ended 31st March, 2016

Dear Sir,

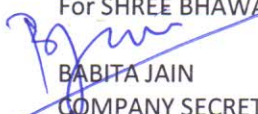
We wish to inform you that the Board of Directors of the Company in their Meeting held on 24th May, 2016 have, pursuant to Regulation 33 (3) (a) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, considered and approved the Audited Financial Results of the Company for the Quarter and Year ended 31st March, 2016, which were duly reviewed by the Audit Committee of the Company in its meeting held on 24th May, 2016. In this connection, please find enclosed herewith the followings:

1. Statement of Audited Financial Results of the Company for the Quarter and Year ended 31st March, 2016.
2. Pursuant to Regulation 33 (1) (d) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, copy of the Statutory Auditors' Report on aforesaid Quarterly Financial Results.
3. Copy of Compliance Certificate pursuant to Regulation 17(8) of SEBI (Listing obligations & Disclosure Requirements) Regulations, 2015.
4. Form B for the financial results for the Year ended 31st March, 2016.

We request you to take the same as record.

Thanking you,
Yours faithfully,

For SHREE BHAWANI PAPER MILLS LIMITED


BABITA JAIN
COMPANY SECRETARY

Encl: as above

MILLS : INDUSTRIAL AREA ONE. POST BOX NO. 22, SULTANPUR ROAD, RAE BARELI - 229010. INDIA

Phones : 91-535-2702155-56. Fax : 91-535-2702159 e-mail : sbpml@sify.com

info@shbhawani.com

SHREE BHAWANI PAPER MILLS LIMITED
REGD. OFFICE : 33, DAYANAND MARG, ALLAHABAD 211002

CIN: L21015UP1979PLC004783 Website: www.shbhawani.com Email: info@shbhawani.com, Phone No. 0532-2548404, Fax-0532-2548425

Audited Financial Results for the Quarter and Year Ended 31st March, 2016

(Rs. in Lacs)

Sl. No.	Particulars	Quarter Ended			Year Ended	
		31-Mar-2016	31-Dec-2015	31-Mar-2015	31-Mar-2016	31-Mar-2015
		Audited	Unaudited	Audited	Audited	Audited
1	(a) Net Sales / Income from Operations -(Net of excise duty)	0	0	25	19	2828
	(b) Other Operating Income	0	0	0	0	0
	Total Income from Operations	0	0	25	19	2828
2	Expenditure					
	(a) Increase/decrease in stock in trade and work in progress	0	0	-21	15	61
	(b) Consumption of raw materials	0	0	44	0	2004
	(c) Purchase of traded goods	0	0	0	0	0
	(d) Employees Benefit Expenses	53	71	199	313	698
	(e) Depreciation & Amortization Expenses	220	225	332	893	913
	(f) Consumption of Chemicals, Stores & Spares	0	0	39	0	374
	(g) Power & Fuel	108	40	98	231	1079
	(h) Other expenditure	1356	12	1124	1415	1273
	Total Expenditure	1737	348	1815	2867	6402
3	Profit from Operations before Other Income, Finance Cost & Exceptional Items (1 - 2)	-1737	-348	-1790	-2848	-3574
4	Other Income	22	54	6	80	81
5	Profit before Finance Cost & Exceptional Items (3 + 4)	-1715	-294	-1784	-2768	-3493
6	Finance Cost *	441	581	530	2134	2058
7	Profit after Finance Cost but before Exceptional Items (5 - 6)	-2156	-875	-2314	-4902	-5551
8	Exceptional Items	247	0	0	247	0
9	Profit from Ordinary Activities before Tax (7 - 8)	-2403	-875	-2314	-5149	-5551
10	Tax Expense (Income Tax Adjustment of Earlier Years)	-12	0	0	-12	0
11	Net Profit from Ordinary Activities after Tax (9 - 10)	-2391	-875	-2314	-5137	-5551
12	Extraordinary Items (Net of Tax Expense)	0	0	0	0	0
13	Net Profit for the period (11 - 12)	-2391	-875	-2314	-5137	-5551
14	Paid-up Equity Share Capital (Face Value of Rs. 10/- each)	3483	3483	3483	3483	3483
15	Reserves excluding Revaluation Reserves as per Balance Sheet of previous accounting year					333
16	(i) Earning per Share (EPS) before Extraordinary Items (Not Annualised)					
	a) Basic and diluted EPS before Extra-ordinary items for the period, for the year to date and for the Previous Year (Not to be annualised)	-6.86	-2.51	-6.64	-14.75	-15.95
	b) Basic and diluted EPS after Extra-ordinary items for the period, for the year to date and for the Previous Year (Not to be annualised)	-6.86	-2.51	-6.64	-14.75	-15.95

Statement of Assets and Liabilities

Rs. in Lacs

Sl. No	Particulars	As at	As at
		31-Mar-2016	31-Mar-2015
		Audited	Audited
A	EQUITY AND LAIBILITIES:		
1	Shareholders' Funds:		
	(a) Share Capital	3481.13	3481.13
	(b) Reserve and Surplus	-24819.60	-19681.64
	Sub- Total - Shareholders' Funds	-21338.47	-16200.51
2	Share Application money pending allotment		
3	Minority Interest		
4	Non - Current Liabilities		
	(a) Long -Term borrowings	20481.05	19026.28
	(b) Deferred Tax Liabilities (Net)		
	(c) Other Long Term Liabilities		
	(d) Long- Term provisions	25.10	43.81
	Sub- Total- Non Current Liabilities	20506.15	19070.09
5	Current Liabilities:		



	(a) Short -Term Borrowings	7977.40	7183.48
	(b) Trade Payables	2357.26	1587.93
	(c) Other Current Liabilities	2311.89	1947.83
	(d) Short Term provisions	-	2.39
	Sub- Total- Current Liabilities	12646.55	10721.63
	TOTAL EQUITY AND LAIBILITIES:	11814.23	13591.21
B	ASSETS:		
1	Non -Current Assets:		
	(a) Fixed Assets	9404.87	10300.34
	(b) Non Current Investments	0.04	0.04
	(c) Deferred Tax Assets (Net)	1400.00	1400.00
	(d) Long -term- Loans and advances	97.73	77.92
	Sub- Total- Non Current Assets	10902.64	11778.3
2	Current Assets:		
	(a) Current Investments		
	(b) Inventories	198.44	524.44
	(c) Trade receivables	545.03	663.60
	(d) Cash & Cash equivalents	17.97	10.92
	(e) Short Term loans and advances	150.15	613.95
	Sub- Total-Current Assets	911.59	1812.91
	TOTAL ASSETS:	11814.23	13591.21

NOTES:

- 1 The Company has been declared 'Sick' under Section 3 (1) (o) of Sick Industrial Companies (Special Provision) Act, 1985. As per CPCB Order, the Company stopped production in October, 2014 pending approval of Draft Rehabilitation Scheme (DRS).
- 2 The Company has submitted a Draft Rehabilitation Scheme to PICUP in accordance with the Uttar Pradesh Governments' New Rehabilitation Policy for revival of Sick Industrial Units vide Government Order(GO) no 1701/77-1-2015-10(BIFR)/09TC dated 7th December, 2015.
- 3 The Company is maintaining its accounts on a 'going concern' basis, inspite of net worth being fully eroded, Since Company is before Board for Industrial and Financial Restructuring (BIFR) and is in the process of finalisation of Draft Rehabilitation Scheme.
- 4 The Company operates in only one segment, viz paper.
- 5 The above audited financial results have been reviewed by the Audit Committee and approved by the Board of Directors of the Company at their Meeting held on 24th May, 2016.

PLACE: ALLAHABAD
DATED: 24TH MAY, 2016



for SHREE BHAWANI PAPER MILLS LIMITED

Girish Tandon
GIRISH TANDON
MANAGING DIRECTOR
DIN: 00109528



P.L. GUPTA & Co.
Chartered Accountants

26/52, Birhana Road,
Kanpur-208001 (U.P.)
Phone: 0512-239575

Email: yuvraj1919@yahoo.com

Auditors' Report on Quarterly Financial Results and Year to Date Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirement) Regulation, 2015.

To

Board of Directors of
Shree Bhawani Paper Mills Ltd.
33, Dayanand Marg
Allahabad

1. We have audited the accompanying Statement of Financial Results of Shree Bhawani Paper Mills Limited ("the Company") for the year ended March 31, 2016 ("the statement"), being submitted by the company pursuant to the requirement of Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. This statement, which is responsibility of the Company's Management and approved by the Board of Directors, has been prepared on the basis of related financial statement which are in accordance with Accounting Standards prescribed, under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express an opinion on the Statement.
2. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the statement is free from material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts disclosed in the Statement. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the significant accounting estimates made by management. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for opinion.

Emphasis of Matter

3. We draw attention to Note No.42 of financial statements, the Company became a sick industrial company within the meaning of Section 3 (1) (O) of the Sick Industrial Companies (Special Provisions) Act, 1985 (SICA) due to erosion of its



Branch Office: D-85, Sector-6, Noida-201301 (U.P.)



P.L. GUPTA & Co.
Chartered Accountants

26/52, Birhana Road,
Kanpur-208001 (U.P.)
Phone: 0512-239575

Email: yuvraj1919@yahoo.com

entire net worth and the Company was declared a sick industrial company by BIFR on 26th September 2013. These factors, along with other matters as set forth in the said note, raise doubt that the Company will be able to continue as a going concern. The Company has provided interest on Term Loan and other Bank Loans of Indian Bank and Bank of Baroda @10.50% with effect from 1st January 2013. Had the liability of interest been considered at the rate as sanctioned by the Banks the Loss for the year would have been Rs. 65,38,63,348/- as against the reported loss of Rs.51,37,95,177/-

4. In our opinion and to the best of our information and according to the explanations given to us, the Statement:
- i. is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015; and
 - ii. gives a true and fair view in conformity with aforesaid Accounting Standards and other accounting principles generally accepted in India of the net loss and other financial information of the company for the year ended March 31, 2016.
5. The Statement includes the results for the Quarter ended 31st March, 2016 being the balancing figure 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 which were subject to limited review by us.

For P.L. Gupta & Co.

Chartered Accountants
Firm Registration No. -011575C

P. L. Gupta

(P.L. GUPTA)
Partner
Membership No. 009444



Place: ALLAHABAD

Date: 24th May, 2016

Branch Office: D-85, Sector-6, Noida-201301 (U.P.)

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REGD. OFFICE : 33, DAYANAND MARG, ALLAHABAD 211002

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Audited Financial Results for the Quarter and Year Ended 31st March, 2016

(Rs. in Lacs)

			Quarter Ended			Year Ended	
			31-Mar-2016	31-Dec-2015	31-Mar-2015	31-Mar-2016	31-Mar-2015
			Audited	Unaudited	Audited	Audited	Audited
1	(a)	Net Sales / Income from Operations -(Net of excise duty)	0	0	25	19	2828
	(b)	Other Operating Income	0	0	0	0	0
		Total Income from Operations	0	0	25	19	2828
2		Expenditure					
	(a)	Increase/decrease in stock in trade and work in progress	0	0	-21	15	61
	(b)	Consumption of raw materials	0	0	44	0	2004
	(c)	Purchase of traded goods	0	0	0	0	0
	(d)	Employees Benefit Expenses	53	71	199	313	698
	(e)	Depreciation & Amortization Expenses	220	225	332	893	913
	(f)	Consumption of Chemicals, Stores & Spares	0	0	39	0	374
	(g)	Power & Fuel	108	40	98	231	1079
	(h)	Other expenditure	1356	12	1124	1415	1273
		Total Expenditure	1737	348	1815	2867	6402
3		Profit from Operations before Other Income, Finance Cost & Exceptional Items (1 - 2)	-1737	-348	-1790	-2848	-3574
4		Other Income	22	54	6	80	81
5		Profit before Finance Cost & Exceptional Items (3 + 4)	-1715	-294	-1784	-2768	-3493
6		Finance Cost *	441	581	530	2134	2058
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12		Extraordinary Items (Net of Tax Expense)	0	0	0	0	0
13		Net Profit for the period (11 - 12)	-2391	-875	-2314	-5137	-5551
14		Paid-up Equity Share Capital (Face Value of Rs. 10/- each)	3483	3483	3483	3483	3483
15		Reserves excluding Revaluation Reserves as per Balance Sheet of previous accounting year					333
16	(i)	Earning per Share (EPS) before Extraordinary Items (Not Annualised)					
	a)	Basic and diluted EPS before Extra-ordinary items for the period, for the year to date and for the Previous Year (Not to be annualised)	-6.86	-2.51	-6.64	-14.75	-15.95
	b)	Basic and diluted EPS after Extra-ordinary items for the period, for the year to date and for the Previous Year (Not to be annualised)	-6.86	-2.51	-6.64	-14.75	-15.95



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SHREE BHAWANI PAPER MILLS LIMITED

CIN: L21015UP1979PLC004783

Statement of Assets and Liabilities

Rs. in Lacs

	PARTICULARS	AS At	AS At
		31-Mar-2016	31-Mar-2015
		Audited	Audited
A	EQUITY AND LAIBILITIES:		
1	Shareholders' Funds:		
	(a) Share Capital	3481.13	3481.13
	(b) Reserve and Surplus	-24819.60	-19681.64
	Sub- Total - Shareholders' Funds	-21338.47	-16200.51
2	Share Application money pending allotment		
3	Minority Interest		
4	Non - Current Liabilities		
	(a) Long -Term borrowings	20481.05	19026.28
	(b) Deferred Tax Liabilities (Net)		
	(c) Other Long Term Liabilities		
	(d) Long- Term provisions	25.10	43.81
	Sub- Total- Non Current Liabilities	20506.15	19070.09
5	Current Liabilities:		
	(a) Short -Term Borrowings	7977.40	7183.48
	(b) Trade Payables	2357.26	1587.93
	(c) Other Current Liabilities	2311.89	1947.83
	(d) Short Term provisions	-	2.39
	Sub- Total- Current Liabilities	12646.55	10721.63
	TOTAL EQUITY AND LAIBILITIES:	11814.23	13591.21
B	ASSETS:		
1	Non -Current Assets:		
	(a) Fixed Assets	9404.87	10300.34
	(b) Non Current Investments	0.04	0.04
	(c) Deferred Tax Assets (Net)	1400.00	1400.00
	(d) Long -term- Loans and advances	97.73	77.92
	Sub- Total- Non Current Assets	10902.64	11778.3
2	Current Assets:		
	(a) Current Investments		
	(b) Inventories	198.44	524.44
	(c) Trade receivables	545.03	663.60
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	(e) Short Term loans and advances	150.15	613.95
	Sub- Total-Current Assets	911.59	1812.91
	TOTAL ASSETS:	11814.23	13591.21



PM

SHREE BHAWANI PAPER MILLS LIMITED



AN ISO 9001 : 2008, ISO 14001 : 2004, OHSAS 18001 : 2007 CERTIFIED COMPANY

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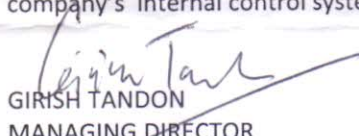
COMPLIANCE CERTIFICATE


Pursuant to Regulation 17(8) of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015

To
The Board of Directors
Shree Bhawani Paper Mills Ltd.
33, Dayanand Marg
Allahabad

This is to certify that:

1. We have reviewed financial statements and the cash flow statement for the year ended 31.03.2016 and that to the best of their knowledge and belief:
 - a) These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading.
 - b) These statements together present a true and fair view of the Company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
2. There are, to the best of our knowledge and belief, no transactions entered into by the Company during the year which are fraudulent, illegal or violative of the Company's code of conduct.
3. We accept responsibility for establishing and maintaining internal controls for financial reporting and that they have evaluated the effectiveness of internal control systems of the listed entity pertaining to financial reporting and we have disclosed to the Auditors and the Audit Committee, deficiencies in the design or operation of such internal controls, if any, of which they are aware and the steps they have taken or propose to take to rectify these deficiencies.
4. We have indicated to the Auditors and the Audit Committee
 - a) Significant changes in internal control over financial reporting during the year;
 - b) Significant changes in accounting policies during the year and that the same have been disclosed in the notes to the financial statements; and
 - c) Instances of significant fraud of which we have become aware and the involvement therein, if any, of the management or an employee having a significant role in the company's internal control system over financial reporting.


GIRISH TANDON
MANAGING DIRECTOR


ROOP MANI PANDEY
CHIEF FINANCE OFFICER

Place: Allahabad

Date: 24th May, 2016

MILLS : INDUSTRIAL AREA ONE. POST BOX NO. 22, SULTANPUR ROAD, RAE BARELI - 229010. INDIA

Phones : 91-535-2702155-56. Fax : 91-535-2702159 e-mail : sbpml@sify.com


info@shbhawani.com

FORM B

1	Name of the Company	SHREE BHAWANI PAPER MILLS LIMITED
2	CIN No.	L21015UP1979PLC004783
3	Annual Financial Statements for the year ended	31 st March, 2016
4	Type of Audit Qualification	Qualified
5	Frequency Qualification	Repetitive Since 2012
Draw attention to relevant notes in the annual financial statements and management response to the qualification in the directors report		<p>Auditors Basis for Qualified opinion</p> <p>(a) As mentioned in Note No. 40 of financial statements, the balances of some of the trade receivables, trade payables, lender and loans and advances are subject to confirmation/ reconciliation and subsequent adjustments, if any. As such, we are unable to express any opinion as to the effect thereof on the financial statements for the year.</p> <p>(b) As mentioned in Note No.42 of financial statements, the Company became a sick industrial company within the meaning of Section 3 (1) (O) of the Sick Industrial Companies (Special Provisions) Act, 1985 (SICA) due to erosion of its entire net worth and the Company was declared a sick industrial company by BIFR on 26th September 2013. These factors, along with other matters as set forth in the said note, raise doubt that the Company will be able to continue as a going concern. The Company has provided interest on Term Loan and other Bank Loans of Indian Bank and Bank of Baroda @10.50% with effect from 1st January 2013. Had the liability of interest been considered at the rate as sanctioned by the Banks the Loss for the year would have been Rs. 65,38,63,348/- as against the reported loss of Rs.51,37,95,177/-.</p> <p>(c) As mentioned in Note No.29 of financial statements, the Company has not recognized additional net Deferred Tax Asset during the year. Net Deferred Tax Assets of Rs. 14 crore was recognized for the year ended 31.03.2012 based on the future profitability projections by the management. In the context of uncertainty of generation of profits in near future, Deferred Tax Assets has not been recognized.</p> <p>(d) As mentioned in Note No. 33 of financial statements, the company has provided gratuity liability on estimated basis amounting to Rs.11,13,962/- (Previous Year Rs.14,22,439/-). which is not in compliance with "Accounting Standard 15 - Employee Benefits" issued by The Institute of Chartered Accountants of India.</p> <p>Management Response</p> <p>(a) The balances of some of the trade receivables, trade payables, lender and loans and advances are subject to confirmation/ reconciliation and subsequent adjustments, if any. Due to closure of the Plant, necessary verification has been delayed, however, the Management is of the opinion that there are no material adjustments in this regards.</p>



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		<p>(b) The Company became a sick industrial company within the meaning of Section 3 (1) (O) of Sick Industrial Companies (Special Provisions) Act, 1985 (SICA) due to erosion of its entire net worth and the Company was declared a sick Industrial Company by Hon'ble BIFR on 26th September, 2013. The Company has submitted the Draft Rehabilitation Scheme (DRS) to operating agency, Bank of Baroda. The Company has provided interest on Term Loan and other loans of Indian Bank and Bank of Baroda @ 10.50% with effect from 1st January, 2013 in accordance with Guidelines and Checklist for preparation of Draft Rehabilitation Scheme as provided by Hon'ble BIFR.</p> <p>(c) The Company has not recognized additional net Deferred Tax Asset during the year. There has been delay in approval of Draft Rehabilitation of scheme/settlement with lenders. The Company is confident of getting support from lenders for settlement/revival of the Company and generate profit in near future.</p> <p>(d) The Company could not get the Actuarial Valuation of Gratuity during the year under review and provided the gratuity liability on estimated basis for the year.</p>	<p>None</p>
6	<p>Additional comments from the board/ audit committee chair</p> <p>To be signed by</p> <p>For M/s P. L. Gupta & Co., Chartered Accountants Firm Registration No.011575C</p> <p><i>P. L. Gupta</i></p> <p>P.L. Gupta (Partner) Membership No.009444 Statutory Auditor</p> 	<p>For Shree Bhawani Paper Mills Limited</p> <p><i>Girish Tandon</i></p> <p>Girish Tandon - CEO / Managing Director DIN No.00109528</p> <p><i>Saran Vinod</i></p> <p>Saran Vinod - Audit Committee Chairman DIN No.06548248</p> <p><i>Roop Mani Pandey</i></p> <p>Roop Mani Pandey – Chief Financial Officer Chartered Accountant</p> 