



5th November, 2019

The Secretary The National Stock Exchange of India Ltd. Exchange Plaza, 5 th Floor Plot No. C/1, G Block Bandra - Kurla Complex, Bandra (E) MUMBAI - 400 051	Department of Corporate Services BSE Limited 1 st Floor, New Trading Ring, Rotunda Building P J Towers, Dalal Street, Fort, MUMBAI - 400 001
--	--

Sub: Unaudited Financial Results of the Company for the quarter and half year ended 30th September, 2019.

Dear Sir,

Pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Board of Directors of the Company at its meeting held today have approved the Unaudited Financial Results (Standalone and Consolidated) of the Company for the quarter and half year ended 30th September, 2019. A copy of the said results is enclosed for your information.

The said results have been reviewed by the Statutory Auditors of the Company and Limited Review Report of Statutory Auditors on the said results is also enclosed herewith. The meeting of Board of Directors of the Company commenced at 2:30 p.m. and concluded at 6:30 p.m.

You are requested to take the information on record.

Thanking you,

Yours faithfully,
for **BALLARPUR INDUSTRIES LIMITED**

AKHIL MAHAJAN
CHIEF GENERAL MANAGER & COMPANY SECRETARY

Encl: as above



BALLARPUR INDUSTRIES LIMITED

STATEMENT OF CONSOLIDATED/STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER /HALF YEAR ENDED 30TH SEPTEMBER 2019

Part I

(Rs. in Lacs)

Sl. No.	Particulars	Consolidated						Standalone					
		Quarter ended			Half Year ended		Year Ended	Quarter ended			Half Year ended		Year Ended
		30.09.2019	30.06.2019	30.09.2018	30.09.2019	30.09.2018	31.03.2019	30.09.2019	30.06.2019	30.09.2018	30.09.2019	30.09.2018	31.03.2019
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited	
	Income												
1	Revenue from Operations	82,639	87,239	93,673	169,878	176,116	359,575	10,781	11,319	11,215	22,100	21,691	44,958
2	Other Income	2,285	2,268	2,389	4,553	4,337	9,508	398	540	4,587	938	5,784	7,253
3	Total income	84,924	89,507	96,062	174,431	180,453	369,083	11,179	11,859	15,802	23,038	27,475	52,211
4	Expenses												
	(a) Cost of Material Consumed	44,695	50,703	51,738	95,398	97,208	191,749	4,997	5,189	4,568	10,186	8,633	18,237
	(b) Purchases of stock-in-trade	-	32	138	32	270	363	-	16	-	16	-	44
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(1,276)	(3,610)	(1,444)	(4,886)	(1,247)	(3,634)	(222)	(581)	1,023	(803)	1,055	233
	(d) Employee benefits expense	6,088	6,237	6,990	12,325	13,085	27,188	1,460	1,628	1,662	3,088	3,339	6,811
	(e) Finance costs	21,038	19,926	21,556	40,964	39,750	84,255	4,029	6,503	5,675	10,532	10,924	24,216
	(f) Depreciation and amortisation expense	6,281	6,208	6,520	12,489	13,599	26,555	1,592	1,579	1,604	3,171	3,190	6,348
	(g) Other Expenditure												
	(i) Power and Fuel	10,884	10,984	12,800	21,868	23,860	48,094	3,165	3,422	3,875	6,587	7,479	14,714
	(ii) Store and Spares	1,758	2,269	1,528	4,027	3,324	7,225	277	268	277	545	555	1,174
	(iii) Other Expenditure	7,769	6,377	7,886	14,146	14,368	30,599	874	1,075	1,281	1,949	2,073	6,278
	Total expenses	97,237	99,126	107,712	196,363	204,217	412,394	16,172	19,099	19,965	35,271	37,248	78,055
5	Profit/(loss) before Exceptional Items, tax and Discontinued Operations(3-4)	(12,313)	(9,619)	(11,650)	(21,932)	(23,764)	(43,311)	(4,993)	(7,240)	(4,163)	(12,233)	(9,773)	(25,844)
6	Share of Profit/(Loss) in Associate and Joint Venture	5	19	-	24	-	69	-	-	-	-	-	-
7	Exceptional items	(9,940)	(5,391)	-	(15,331)	-	36,941	(32)	-	-	(32)	-	37,707
8	Profit/(loss) before tax (5+6-7)	(2,368)	(4,209)	(11,650)	(6,577)	(23,764)	(80,183)	(4,961)	(7,240)	(4,163)	(12,201)	(9,773)	(63,551)
9	Tax Expense												
	Current Tax	-	38	-	38	-	(1,586)	-	-	-	-	-	-
	Deferred Tax	-	1,429	1,146	1,429	2,276	4,938	-	-	-	-	-	-
10	Profit/(loss) for the period from continuing operations (8-9)	(2,368)	(5,676)	(12,796)	(8,044)	(26,040)	(83,535)	(4,961)	(7,240)	(4,163)	(12,201)	(9,773)	(63,551)

Sl. No.	Particulars	Consolidated						Standalone					
		Quarter ended			Half Year ended		Year Ended	Quarter ended			Half Year ended		Year Ended
		30.09.2019	30.06.2019	30.09.2018	30.09.2019	30.09.2018	31.03.2019	30.09.2019	30.06.2019	30.09.2018	30.09.2019	30.09.2018	31.03.2019
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited	
11	Profit/ (loss) from discontinued operation before tax	(5,180)	(4,630)	(6,646)	(9,810)	(13,774)	(23,635)	-	-	-	-	-	-
12	Tax expense on discontinued operation	-	-	-	-	-	-	-	-	-	-	-	-
13	Profit/ (loss) from discontinued operation after tax (11-12)	(5,180)	(4,630)	(6,646)	(9,810)	(13,774)	(23,635)	-	-	-	-	-	-
14	Profit/(loss) for the period (10+13)	(7,548)	(10,306)	(19,442)	(17,854)	(39,814)	(107,170)	(4,961)	(7,240)	(4,163)	(12,201)	(9,773)	(63,551)
15	Other Comprehensive income												
	(i) Items that will not be reclassified to profit or loss	(633)	(35)	29	(668)	354	(191)	(120)	4	4	(116)	39	17
	(ii) Income tax relating to items that will not be reclassified to profit or loss	-	-	-	-	-	-	-	-	-	-	-	-
	(iii) Items that will be reclassified to profit or loss	(231)	426	(11,123)	195	(24,125)	(13,743)	-	-	-	-	-	(8,300)
	(iv) Income tax relating to items that will be reclassified to profit or loss	-	-	-	-	-	-	-	-	-	-	-	-
	Other Comprehensive income	(864)	391	(11,094)	(473)	(23,771)	(13,934)	(120)	4	4	(116)	39	(8,283)
16	Total Comprehensive income for the period (14+15)	(8,412)	(9,915)	(30,536)	(18,327)	(63,585)	(121,104)	(5,081)	(7,236)	(4,159)	(12,317)	(9,734)	(71,834)
17	Net Profit attributable to												
	a) Owners of the Company	(8,749)	(9,788)	(14,264)	(18,537)	(29,284)	(93,095)	(4,961)	(7,240)	(4,163)	(12,201)	(9,773)	(63,551)
	b) Non - Controlling interest	1,201	(518)	(5,178)	683	(10,530)	(14,075)	-	-	-	-	-	-
18	Other Comprehensive income												
	a) Owners of the Company	1,437	480	(9,340)	1,917	(19,272)	(9,185)	(120)	4	4	(116)	39	(8,283)
	b) Non - Controlling interest	(2,301)	(89)	(1,754)	(2,390)	(4,499)	(4,749)	-	-	-	-	-	-
19	Total Comprehensive income attributable to												
	a) Owners of the Company	(7,312)	(9,308)	(23,604)	(16,620)	(48,556)	(102,280)	(5,081)	(7,236)	(4,159)	(12,317)	(9,734)	(71,834)
	b) Non - Controlling interest	(1,100)	(607)	(6,932)	(1,707)	(15,029)	(18,824)	-	-	-	-	-	-
20	Paid-Up Equity Share Capital (Face Value of Rs. 2 each)												25,871
21	Reserve excluding Revaluation Reserve												(19,258)
22	Earnings per equity share (for continuing operation):												
	(a) Basic	(0.43)	(0.54)	(0.79)	(0.97)	(1.61)	(6.09)	(0.38)	(0.56)	(0.32)	(0.94)	(0.76)	(4.91)
	(b) Diluted	(0.43)	(0.54)	(0.79)	(0.97)	(1.61)	(6.09)	(0.38)	(0.56)	(0.32)	(0.94)	(0.76)	(4.91)
23	Earnings per equity share (for discontinuing operation):												
	(a) Basic	(0.24)	(0.22)	(0.31)	(0.46)	(0.65)	(1.11)	-	-	-	-	-	-
	(b) Diluted	(0.24)	(0.22)	(0.31)	(0.46)	(0.65)	(1.11)	-	-	-	-	-	-
24	Earnings per equity share												
	(a) Basic	(0.67)	(0.76)	(1.10)	(1.43)	(2.26)	(7.20)	(0.38)	(0.56)	(0.32)	(0.94)	(0.76)	(4.91)
	(b) Diluted	(0.67)	(0.76)	(1.10)	(1.43)	(2.26)	(7.20)	(0.38)	(0.56)	(0.32)	(0.94)	(0.76)	(4.91)

CONSOLIDATED/STANDALONE SEGMENT-WISE REVENUE, RESULTS, ASSETS AND LIABILITIES FOR THE QUARTER /HALF YEAR ENDED 30TH SEPTEMBER 2019

Rs in Lacs

Sl. No.	Particulars	Consolidated						Standalone					
		Quarter ended			Half Year ended		Year Ended	Quarter ended			Half Year ended		Year Ended
		30.09.2019	30.06.2019	30.09.2018	30.09.2019	30.09.2018	31.03.2019	30.09.2019	30.06.2019	30.09.2018	30.09.2019	30.09.2018	31.03.2019
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited	
1	Segment Revenues												
	(a) Uncoated Paper	47,103	51,501	51,966	98,604	99,207	207,155	10,781	11,319	11,215	22,100	21,691	44,958
	(b) Coated Paper	35,123	35,426	39,856	70,549	73,576	148,184	-	-	-	-	-	-
	(c) Others	623	312	1,851	935	3,360	4,263	-	-	-	-	-	-
	Total	82,849	87,239	93,673	170,088	176,143	359,602	10,781	11,319	11,215	22,100	21,691	44,958
	Less: Inter Segment Revenue	210	-	-	210	27	27	-	-	-	-	-	-
	Revenue from Operation	82,639	87,239	93,673	169,878	176,116	359,575	10,781	11,319	11,215	22,100	21,691	44,958
2	Segment Results ((Profit)(+)/ Loss (-) before Tax and Interest)												
	(a) Uncoated Paper	6,112	8,584	6,334	14,696	12,431	32,664	(94)	43	2,379	(51)	2,848	1,805
	(b) Coated Paper	3,509	2,515	4,514	6,024	5,387	11,884	-	-	-	-	-	-
	(c) Others	(896)	(792)	(942)	(1,688)	(1,832)	(3,604)	(870)	(780)	(867)	(1,650)	(1,697)	(3,433)
	Total	8,725	10,307	9,906	19,032	15,986	40,944	(964)	(737)	1,512	(1,701)	1,151	(1,628)
	Less: i) Interest	21,038	19,926	21,556	40,964	39,750	84,255	4,029	6,503	5,675	10,532	10,924	24,216
	ii) Other un-allocable expenditure net of un-allocable income	(9,945)	(5,410)	-	(15,355)	-	36,872	(32)	-	-	(32)	-	37,707
	Total Profit Before Tax	(2,368)	(4,209)	(11,650)	(6,577)	(23,764)	(80,183)	(4,961)	(7,240)	(4,163)	(12,201)	(9,773)	(63,551)
	(Based on reasonable estimates)												
		Consolidated						Standalone					
		As on	As on	As on	As on	As on	As on	As on					
		30.09.2019	30.06.2019	30.09.2018	30.09.2019	30.09.2018	31.03.2019	30.09.2019	30.06.2019	30.09.2018	30.09.2019	30.09.2018	31.03.2019
3	Segment Assets												
	(a) Uncoated Paper	821,783	780,238	846,774	821,783	846,774	786,470	244,024	226,709	264,622	244,024	264,622	221,515
	(b) Coated Paper	223,345	227,004	229,374	223,345	229,374	230,554	-	-	-	-	-	-
	(c) Others	28,436	28,906	40,877	28,436	40,877	29,071	27,474	27,850	28,752	27,474	28,752	28,020
	(d) Un-allocable assets	49,360	46,473	59,740	49,360	59,740	54,549	105,610	107,119	118,596	105,610	118,596	107,414
	Total Segment Assets	1,122,924	1,082,621	1,176,765	1,122,924	1,176,765	1,100,644	377,108	361,678	411,970	377,108	411,970	356,949
4	Segment Liabilities												
	(a) Uncoated Paper	369,747	349,517	310,284	369,747	310,284	337,502	195,688	173,618	162,182	195,688	162,182	167,829
	(b) Coated Paper	34,097	32,215	24,808	34,097	24,808	28,719	-	-	-	-	-	-
	(c) Others	13,734	13,261	18,238	13,734	18,238	12,693	11,811	11,359	8,348	11,811	8,348	10,830
	(d) Un-allocable liabilities	7,920	7,924	8,819	7,920	8,819	7,166	6,105	6,105	5,705	6,105	5,705	6,105
	Total Segment Liabilities	425,498	402,917	362,149	425,498	362,149	386,080	213,604	191,082	176,235	213,604	176,235	184,764

Note: Segment assets and liabilities above includes assets and liabilities associated with group of assets and liabilities classified as held for sale and discontinued operations.
Segment liabilities above also includes interest accrued on borrowings.

BALLARPUR INDUSTRIES LIMITED
STATEMENT OF ASSETS AND LIABILITIES

₹ in Lacs

	Particulars	Consolidated		Standalone	
		As at	As at	As at	As at
		30.09.2019	31.03.2019	30.09.2019	31.03.2019
A	ASSETS	Unaudited	Audited	Unaudited	Audited
1	Non Current Assets				
(a)	Property, Plant and equipment	644,425	651,234	175,523	177,245
(b)	Capital Work-in-Progress	1,241	632	155	270
(c)	Other Intangible assets	1,169	1,886	453	1,003
(d)	Biological Assets other than bearer plants	39	39	-	-
(e)	Investment accounted for using the equity method	-	1,656	-	-
(f)	Financial assets				
i)	Investments	3,916	7,265	92,965	94,553
ii)	Loans	1,071	1,027	430	352
iii)	Others	3,861	4,713	156	460
(g)	Deferred Tax Assets (Net)	15,385	16,814	11,924	11,924
(h)	Other Non-Current Assets	10,223	9,726	75	66
	Total Non-Current Assets	681,330	694,992	281,681	285,873
2	Current Assets				
(a)	Inventories	46,659	44,687	5,293	5,307
(b)	Financial assets				
i)	Trade receivables	12,517	15,831	758	1,126
ii)	Cash and cash equivalents	28,262	26,984	661	419
iii)	Bank balances other than (ii) above	1,793	1,369	60	59
iv)	Loans	38,745	4,521	44,577	20,252
v)	Others	405	521	206	301
(c)	Current Tax Assets (Net)	4	1	-	-
(d)	Other Current Assets	38,323	33,041	3,902	3,634
	Total Current Assets	166,708	126,955	55,457	31,098
	Group of assets classified as held for sale and discontinued operations	274,886	278,697	39,970	39,978
	TOTAL ASSETS	1,122,924	1,100,644	377,108	356,949
B	EQUITY AND LIABILITIES				
1	Equity				
(a)	Equity Share Capital	25,871	25,871	25,871	25,871
(b)	Other Equity	(122,227)	(99,645)	(31,591)	(19,258)
(c)	Non-Controlling Interest	(42,556)	(37,919)	-	-
	Total Equity	(138,912)	(111,693)	(5,720)	6,613
2	Non Current Liabilities				
(a)	Financial Liabilities				
i)	Borrowings	411,905	427,133	-	-
ii)	Other financial liabilities	3,685	4,145	97,473	13,902
(b)	Provisions	9,906	9,360	2,865	2,783
(c)	Deferred Tax Liabilities (Net)	-	-	-	-
(d)	Other Non-Current Liabilities	20	20	-	25,350
	Total Non Current Liabilities	425,516	440,658	100,338	42,035
3	Current Liabilities				
(a)	Financial Liabilities				
i)	Borrowings	194,532	122,523	97,997	94,348
ii)	Trade payables				
a)	Total outstanding dues of micro and small enterprises	3,885	3,732	2,031	1,944
b)	Total outstanding dues of creditors other than micro and small enterprises	95,983	91,580	21,233	19,752
iii)	Other financial liabilities	466,611	491,978	143,040	133,720
(b)	Other Current Liabilities	45,782	32,881	9,618	50,217
(c)	Provisions	7,638	7,195	2,466	2,215
(d)	Current Tax Liabilities (Net)	7,920	7,166	6,105	6,105
	Total Current Liabilities	822,351	757,055	282,490	308,301
	Liabilities associated with group of assets classified as held for sale and discontinued operations	13,969	14,624	-	-
	TOTAL EQUITY AND LIABILITIES	1,122,924	1,100,644	377,108	356,949

BALLARPUR INDUSTRIES LIMITED
CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE HALF YEAR ENDED 30TH SEPTEMBER 2019

(Rs. in Lacs)

Particulars	Half Year ended	
	30.09.2019	30.09.2018
	Unaudited	Management Certified
Cashflow from operating activities		
Profit / (loss) before tax from continuing operations	(6,577)	(23,764)
Adjustment for:		
Depreciation and amortization expense	12,489	13,599
Finance costs (net)	40,964	39,750
Interest income	(205)	(378)
Share in profit of joint venture	(24)	-
Exceptional items (net)	(15,331)	-
Bad Debts and Other balances written off/Allowances for doubtful debts & advances	137	1,078
Unspent liabilities and excess provision of earlier years written back	(191)	(1,429)
Inventories written off	139	1,114
Assets discarded	285	118
(Profit) / Loss on sale of property plant and equipment	2	76
Operating profit before working capital changes	31,688	30,164
Adjustment for working capital		
(Increase)/decrease in trade receivables	3,094	(2,796)
(Increase)/decrease in loans, advances and other current assets	276	6,113
(Increase)/decrease in inventories	(2,111)	(4,000)
Increase/(decrease) in liabilities and provisions	3,732	1,557
Cash generated from / (used in) operations	36,679	31,038
Direct taxes (paid) /refund(net)	713	1,740
Net cash generated from / (used in) operating activities of continuing operations	37,392	32,778
Net cash generated from / (used in) operating activities of discontinued operations	(6,503)	23,540
Net cash generated from / (used in) operating activities	30,889	56,318
Cashflow from investing activities		
Payment for acquisition of property, plant and equipment, biological assets and intangible assets	(1,297)	(1,698)
Proceeds on disposal of property, plant and equipment	26	557
Interest received	355	621
(Increase) / decrease in other bank balances	(121)	257
(Increase) / decrease in investment	3,349	(1,813)
Payments towards acquisition of Subsidiary	(2)	-
Net cash generated from / (used in) investing activities of continuing operations	2,310	(2,076)
Net cash generated from / (used in) investing activities of discontinued operations	1	15
Net cash generated from / (used in) investing activities	2,311	(2,061)
Cashflow from financing activities		
Proceeds from / (Repayment of) borrowings (net)	(18,897)	(8,577)
Receipt/(Payment) for buy back (optional / convertible)	-	58
Interest paid (net)	(18,254)	(16,495)
Dividend paid (including payment to investor education and protection fund)	(3)	-
Net cash generated from / (used in) financing activities of continuing operations	(37,154)	(25,014)
Net cash generated from / (used in) financing activities of discontinued operations	4,664	(324)
Net cash generated from / (used in) financing activities	(32,490)	(25,338)
Net increase / (decrease) in cash and cash equivalents	710	28,919
Cash and cash equivalents at the beginning of the period	27,399	13,883
Cash and cash equivalents acquired pursuant to acquisition of subsidiary	30	-
Impact of foreign currency translation reserve	929	(5,328)
Cash and cash equivalents at the end of the period	29,068	37,474
Cash and cash equivalents from continuing operations	28,262	37,369
Cash and cash equivalents from discontinued operations	806	105
Total cash and cash equivalents	29,068	37,474

BALLARPUR INDUSTRIES LIMITED
STANDALONE STATEMENT OF CASH FLOWS FOR THE HALF YEAR ENDED 30TH SEPTEMBER 2019

(Rs. in Lacs)

Particulars	Half Year ended	
	30.09.2019	30.09.2018
	Unaudited	Management Certified
Cashflow from operating activities		
Profit / (loss) before tax	(12,201)	(9,773)
Adjustment for:		
Depreciation and amortization expense	3,171	3,190
Finance costs (net)	10,532	10,924
Interest income	(12)	-
Unrealised gain on foreign exchange (net) as other income	(558)	(3,651)
Exceptional items (net)	(32)	-
Bad Debts and Other balances written off/Allowances for doubtful debts & advances	94	160
Unspent liabilities and excess provision of earlier years written back	(13)	(829)
Inventories written off	103	1,114
(Profit) / Loss on sale of property plant and equipment	2	69
Operating profit before working capital changes	1,086	1,204
Adjustment for working capital		
(Increase)/decrease in trade receivables	338	(338)
(Increase)/decrease in loans, advances and other current assets	(391)	(1,287)
(Increase)/decrease in inventories	(89)	(348)
Increase/(decrease) in liabilities and provisions	1,161	1,764
Cash generated from / (used in) operations	2,105	995
Direct taxes (paid) /refund(net)	0	(1)
Net cash generated from / (used in) operating activities	2,105	994
Cashflow from investing activities		
Payment for acquisition of property, plant and equipment and intangible assets	(174)	(55)
Proceeds on disposal of property, plant and equipment	25	525
Interest received	8	1
(Increase) / decrease in other bank balances	303	(9)
Net cash generated from / (used in) investing activities	162	462
Cashflow from financing activities		
Proceeds from / (Repayment of) borrowings (net)	(433)	(1,200)
Receipt/(Payment) for buy back (optional / convertible)	-	58
Interest paid (net)	(1,589)	(439)
Dividend paid (including payment to investor education and protection fund)	(3)	-
Net cash generated from / (used in) financing activities	(2,025)	(1,581)
Net increase / (decrease) in cash and cash equivalents	242	(125)
Cash and cash equivalents at the beginning of the period	419	930
Cash and cash equivalents at the end of the period	661	805

Notes for the quarter and half year ended 30th September 2019

Standalone

1. The above results were reviewed by the Audit Committee and approved by the Board of Directors in their meeting held on 5th November 2019. Limited Review as required under Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 has been completed by the statutory auditors of the Company.
2. These financial results have been prepared in accordance with the Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India.
3. The Company has during the year improved its operational efficiency and is further evaluating new initiatives to improve the contribution from operations. During the quarter, few lenders have applied to NCLT to initiate Corporate Insolvency Resolution Process (CIRP) which is yet to be admitted by NCLT. The Company continues its negotiations with its lenders for a second phase of restructuring as per its proposed revival plan. Further, the Company has taken steps to recommence operations at Kamalapuram Unit and has been assured of revenue incentives by the Government of Telangana. The ability of the Company to continue as a going concern is dependent on the outcome of the NCLT application, outcome of revival plan to further reduce its interest burden, optimize operational capacity and recommence its operating unit at Kamalapuram. In view of all the actions that are currently underway, these results have been prepared on a going concern basis.
4. In view of the ongoing restructuring of its borrowings and negotiations with its lenders, the penal interest and other differences in interest have not been recognised in the financial results for the quarter/period ended 30th September, 2019.
5. In view of the prevailing uncertainties arising from ongoing financial restructuring and ongoing litigations, the potential liability arising from put option cannot be determined with certainty and has accordingly not been recognized in these financial results.
6. During the period, the Company has reversed the following transactions aggregating to ₹83,193 lakhs which were entered into in financial year 2018-19 since approvals were not received from certain stakeholders.
 - a) The Company had entered into a tripartite agreement for settlement of amounts due from subsidiary against dues to step-down subsidiary
 - b) The Company had entered into an agreement to sell, assigning all its rights, title and interest in certain freehold land to a step-down subsidiary whose loans were secured by these lands
 - c) Further, the Company had during the previous year has renewed the License agreement granting "Right to use" "BILT logo and other trademarks" for a period of twenty-five years to its step-down subsidiary. Pending resolution of insolvency proceedings in the case of the Company and on-going discussions with lenders/ certain investors, the subsidiary had initiated re-evaluation of the transaction and its pricing. Accordingly, the License agreement has been cancelled and is being re-evaluated.
7. The Company during the quarter / subsequent to the quarter end received demand notices amounting to ₹ 6,850 lakhs in BILT and ₹ 55,232.67 lakhs in BGPPL from CG Power and Industrial Solutions Limited (CG Group) allegedly towards advances given by CG Group from time to time. The Company has disputed such claims and has responded / is in the process of responding to the notices received, as no such amounts are due.

8. The Government of India introduced the Taxation Laws (Amendment) Ordinance 2019, announcing key changes to corporate tax rates in the Income-tax Act, 1961. Existing domestic companies have been provided an option to pay tax at a concessional rate of 22%. The management is evaluating the impact of concessional income tax rate. Pending such evaluation, the management has considered existing tax rates for the purpose of income tax provision and deferred tax.
9. Previous period figures have been regrouped/reclassified wherever necessary, to conform to this period's classification.
10. Effective 1st April 2019, the Company has adopted Ind AS 116 "Leases", applied to all lease contracts existing as on 1st April 2019 using the modified retrospective method and has taken the cumulative adjustment to retained earnings, on the date of initial application. Accordingly, comparatives for the year ended 31st March 2019 have not been retrospectively adjusted. The cumulative effect of applying the standard resulted in a charge of ₹ 12 Lakhs (net of tax) to retained earnings as at 1st April 2019 in the standalone financial results. The effect of this adoption is insignificant on the loss for the current period and earnings per share.
11. Finquest Financial Solutions Private Limited (FFSPL) had granted credit facilities to the Company which was secured by a pledge on 56,20,427 equity shares of M/s Premier Tissues (India) Limited (a Joint Venture of the Company) and a first pari passu charge on current assets of the Company. Since the Company has not been able to repay the entire facilities, FFSPL has invoked the said pledge and charge. Consequently, the Company has recognized a gain of ₹ 32 Lakhs resulting from disposal of the investment in M/s. Premier Tissues (India) Limited as an exceptional item.

Consolidated

In addition to the notes 1 to 9 above, the notes relevant for the consolidated financial results are as follows

12. Effective 1st April 2019, the Group has adopted Ind AS 116 "Leases", applied to all lease contracts existing as on 1st April 2019 using the modified retrospective method and has taken the cumulative adjustment to retained earnings, on the date of initial application. Accordingly, comparatives for the year ended 31 March 2019 have not been retrospectively adjusted. The cumulative effect of applying the standard resulted in a charge of ₹ 73 Lakhs (net of tax) to retained earnings as at 1st April 2019 in the consolidated financial results. The effect of this adoption is insignificant on the loss for the current period and earnings per share.
13. The Master Restructuring Agreement (MRA) signed by Bilt Graphic Paper Products Ltd (BGPPL), step down subsidiary, with majority of its lenders during the financial year 2017-18, entitles the subsidiary to certain reliefs / concessions. The subsidiary has complied with all the necessary conditions precedent in the MRA and, as advised by its legal counsel, the Company had given effect to the MRA in the financial statements for the year ended 31 March 2018 which comprised of debt restructuring including conversion of loans into equity, compulsory redeemable preference shares and issuance of fresh equity of ₹ 89,336 Lakhs, and recognition other gains aggregating ₹ 142,279 Lakhs.

However, IDBI bank, one of the non-assenting lenders had initiated Corporate Insolvency Resolution Process ("CIRP") against BGPPL under the provisions of the Insolvency and Bankruptcy Code, 2016, for which BGPPL had obtained an Order from Hon'ble High Court of Delhi to maintain status quo. During the previous financial year, the Hon'ble High Court of Delhi has partially vacated its stay Order and thereafter a transfer application has been filed by BGPPL before the Hon'ble Supreme Court of India, which has stayed the proceedings and the matter is sub judice.

During the quarter and half year ended 30th September, 2019, the subsidiary continues to accrue interest as per the terms agreed in the MRA with its lenders, as amended from time to time, and had ceased to accrue interest on those amounts against which equity and preference shares have been agreed to be issued, which has resulted in savings of finance costs amounting to ₹ 8,704 Lakhs and ₹ 17,322 Lakhs for the quarter and half year ended 30th September, 2019 respectively. The equity and preference shares are yet to be issued as the matter is pending with the Hon'ble Supreme Court.

Further the terms of the MRA provides for an annual reset of the interest rate and in the absence of confirmation from the lenders to the contrary, the subsidiary continues to accrue interest at the rates specified in the original MRA.

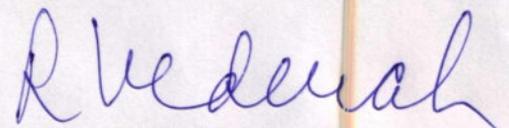
During the previous year, another non-assenting lender, Kotak Mahindra Bank, filed an application before the NCLT, Mumbai initiating CIRP proceedings, which is pending admission by the relevant authorities.

During the previous period, the step down subsidiary ("BGPPL") has entered into one-time settlement with lenders and settled loans (including interest accrued) at a reduced value and gain of ₹ 5,391 Lakhs has been recognized as an exceptional item in the consolidated financial results for the period ended 30th September 2019.

Further, the ability of BGPPL to continue as a going concern is dependent on the outcome of the legal proceedings arising on account of MRA as stated above.

14. The Receiver and Manager of Sabah Forest Industries Sdn. Bhd.(SFI), a step down subsidiary, had entered into a binding agreement with a bidder in financial year 2018-19 for sale of assets of SFI. In financial year 2019-20 the government of Malaysia has initiated rebidding on the assets of SFI which has been legally contested / disputed by the original bidder. Pending outcome of the legal dispute the Receiver and Manager of SFI has confirmed that the minimum rebid base price will not be lower than the original bid amount of MYR 1.20 billion which is more than the carrying value of the assets held for sale. Accordingly, assets held for sale pertaining to SFI is continued to be reported at carrying value.
15. The Group has during the quarter ended 30th September 2019 acquired shares of Mirabelle Trading Pte. Ltd., a related party, for an aggregate consideration of ₹ 1.59 Lakhs (\$ 2,305). The acquired assets and liabilities have been consolidated in these financial results based on the provisional amounts estimated by the management and fair valuation is in progress. Impact, if any, of changes in provisional amounts shall be given effect once the fair valuation of the net assets is completed.
16. Finquest Financial Solutions Private Limited (FFSPL) had had granted credit facilities to the BILT which was secured by a pledge on 56,20,427 equity shares of M/s Premier Tissues (India) Limited (a Joint Venture of the BILT) and a first pari passu charge on current assets of the Company. Since the Company has not been able to repay the entire facilities, FFSPL has invoked the said pledge and charge. Consequently, the Group has recognized a net loss of ₹ 60 Lakhs resulting from disposal of the investment in M/s. Premier Tissues (India) Limited as an exceptional item in the consolidated financial results.
17. The Government of India introduced the Taxation Laws (Amendment) Ordinance 2019, announcing key changes to corporate tax rates in the Income-tax Act, 1961. Existing domestic companies have been provided an option to pay tax at a concessional rate of 22%. The group is evaluating the impact of concessional income tax rate. Pending such evaluation, the management has considered existing tax rates for the purpose of income tax provision and deferred tax.
18. Other Exceptional items for the quarter / six months period ended 30th September 2019 in the consolidated financial results represent gain on reversal of provisions made in earlier years on amount receivable from a company which was acquired during the quarter amounting to ₹ 10,000 Lakhs. (Also refer note 13 and 16)

For and on behalf of Board of Directors
For Ballarpur Industries Limited



R.R. Vederah
Vice Chairman

Place: Gurugram

Date: 5th November, 2019



SHARP & TANNAN

Chartered Accountants

Firm's Registration No. 003792S

Independent auditor's review report on review of standalone unaudited quarterly financial results of Ballarpur Industries Limited pursuant to regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

To the Board of Directors of
Ballarpur Industries Limited

Introduction

1. We have reviewed the accompanying statement of standalone unaudited financial results of **Ballarpur Industries Limited** (the "Company") for the quarter and six months ended 30 September 2019 (the "Statement"), attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
2. This Statement, which is the responsibility of the Company's management and has been approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013, and other accounting principles generally accepted in India. Our responsibility is to issue a report on the Statement based on our review.

Scope of review

3. 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.

Basis for Qualified conclusion

4. *We draw reference to Note 5 to the Statement, wherein the Company has not accrued the liability towards outstanding Put Option. As stated in the note, the Company is unable to quantify the impact and accordingly, we are unable to quantify the impact. The Company has not estimated the liability that might arise due to outstanding Put Option.*
5. *The interest expense on borrowings recognised by the Company for the quarter and six months ended 30 September 2019 as compared to the interest computed in terms of the loan agreement and considering the amount claimed by the lenders is lower by ₹ 8,400 Lakhs and ₹ 10,382 Lakhs respectively. Had the Company accrued the said interest, the finance cost and loss for the quarter and six months ended would have increased by ₹ 8,400 Lakhs and ₹ 10,382 Lakhs respectively, and other equity would have decreased by ₹ 23,366 Lakhs and correspondingly the borrowing including interest accrued on such borrowings as at 30 September 2019 would have increased by ₹ 23,366 Lakhs..*

6. *We have not received direct confirmation of balances from certain lenders for the balances outstanding in borrowings and interest accrued on borrowings as at 30 September 2019 aggregating to ₹ 95,264 Lakhs.*

Qualified Conclusion

7. Based on our review conducted as stated above, *except to the effects / possible effects of matter described in paragraph (4), (5) and (6) above*, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.

Emphasis of Matter

8. *We draw reference to Note 6 to the Statement, wherein the Company has reversed certain related party transactions executed in FY 2018-19 on account of the reason stated in the said note. Our opinion is not modified in respect of this matter.*

Material Uncertainty relating to Going Concern

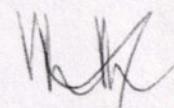
9. We draw attention to Note 3 to the Statement which contains conditions along with other matters that indicate existence of a material uncertainty that may cast significant doubt on the Company's ability to continue as a going concern. The ability of the Company to continue as a going concern depends on the outcome of the Corporate Insolvency and Resolution Process (CIRP) application filed by the lenders against the Company with National Company Law Tribunal (NCLT), and the Company's ability to restructure its borrowings and recommence its operating Unit at Kamalapuram. The management is confident that the Company will be able to continue as a going concern.

Our conclusion is not modified in respect of this matter.

Other Matter

10. We draw attention to the statement of cash flows which states that the statement of cash flows for the comparative six months ended 30 September 2018, as reported in the accompanying Statement have been approved by the Company's Board of Directors, but have not been subjected to our review.

for SHARP & TANNAN
Chartered Accountants
Firm's Registration No. 003792S



V. Viswanathan
Partner

Membership No. 215565

UDIN: 19215565AAAAAX7692

Place: Gurugram

Date: 5 November 2019



SHARP & TANNAN

Chartered Accountants

Firm's Registration No. 003792S

Independent auditor's review report on review of consolidated unaudited quarterly financial results of Ballarpur Industries Limited pursuant to regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.

To the Board of Directors of
Ballarpur Industries Limited

Introduction

1. We have reviewed the accompanying statement of consolidated unaudited financial results of Ballarpur Industries Limited (the "Parent" or the "Holding Company") and its subsidiaries (the Parent and its subsidiaries together referred to as the "Group"), and its share of the net profit / (loss) after tax and total comprehensive income of its joint venture for the quarter and six months ended 30 September 2019 (the "Statement"), being submitted by the Parent pursuant to the requirements of regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").
2. This Statement, which is the responsibility of the Parent's Management and approved by the Parent's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under section 133 of the Companies Act, 2013 and other accounting principles generally accepted in India. Our responsibility is to issue a report on the Statement based on our review.

Scope of review

3. 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. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit in accordance with the Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33(8) of the Listing Regulation, to the extent applicable.

4. The Statement includes the results of the entities listed in Annexure A

Basis for Qualified conclusion

5. *We draw reference to Note 5 to the Statement, wherein the Holding Company has not accrued the liability towards outstanding Put Option. As stated in the note, the Holding Company is unable to quantify the impact and accordingly, we are unable to quantify the impact. The Holding Company has not estimated the liability that might arise due to outstanding Put Option.*

6. *The interest expense on borrowings recognized by the Holding Company for the quarter and six months ended 30 September 2019 as compared to the interest computed in terms of the loan agreement and considering the amount claimed by the lenders is lower by ₹ 8,400 Lakhs and ₹ 10,382 Lakhs respectively. Had the Holding Company accrued the said interest, the finance cost and loss for the quarter and six months ended would have increased by ₹ 8,400 Lakhs and ₹ 10,382 Lakhs respectively, and other equity would have decreased by ₹ 23,366 Lakhs and correspondingly the borrowing including interest accrued on such borrowings as at 30 September 2019 would have increased by ₹ 23,366 Lakhs..*
7. *With respect to the borrowings of the Holding Company, we have not received direct confirmation of balances from certain lenders for the balances outstanding in borrowings and interest accrued on borrowings as at 30 September 2019 aggregating to ₹ 95,264 Lakhs.*
8. a. *We draw reference to Note 13 to the Statement wherein one of the subsidiaries (Bilt Graphic Paper Products Limited) consolidated in the accompanying Statement had entered into a Master Restructuring Agreement (MRA) with its lenders. During the year 2017-18, one of the non-assenting lenders had issued Corporate Insolvency and Resolution Process Notice against which the subsidiary had obtained stay Order from the Hon'ble High Court of Delhi. During the year 2018-19, the stay Order has been partially vacated by the Hon'ble High Court of Delhi. Subsequently, pursuant to a transfer petition filed by the Subsidiary, the case has been transferred to and is pending at the Hon'ble Supreme Court of India. We are not in a position to comment on the appropriateness of giving effect to the MRA and accrual of interest based on MRA for the quarter ended 30 September 2019 as the matter is sub judice. Further, the management has informed us that the Subsidiary has entered into amendments to the MRA, for which official documents have not been provided to us to verify the accounting implications, if any.*
- b. *As stated in the Note, the Subsidiary has not accrued interest for the quarter and six months ended 30 September 2019 on the amounts due to lenders towards which shares were agreed to be allotted under the MRA. However, the Subsidiary has not received a confirmation from the lenders on waiver of the interest. Had the Subsidiary accrued the said interest, the finance cost and loss would have been greater by ₹ 8,705 lakhs and ₹ 17,323 lakhs for the quarter and six months ended 30 September 2019.*
- c. *Further, as per the terms of the MRA, there is an annual reset of interest rate. The Subsidiary continues to accrue interest at the original rate as per MRA in the absence of confirmation from the lenders to the contrary.*
- d. *The balances of borrowings and interest accrued in the books are subject to confirmation from the lenders and/or reconciliations.*

The accounting of finance cost as per the MRA and not accruing interest on amounts for which shares are yet to be allotted has resulted in lower finance cost and losses by ₹ 8,705 lakhs and ₹ 17,323 lakhs for the quarter and six months ended 30 September 2019. The impact of accounting implications, if any, warranted by the amendments to the MRA cannot be quantified.

Qualified conclusion

9. Based on our review conducted as stated above in paragraph (3) above and based on the consideration of the review reports of the other auditors referred to in paragraph (14) below, *except to the effects / possible effects of matters described in paragraph (5), (6), (7), and (8) above*, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulation, including the manner in which it is to be disclosed, or that it contains any material misstatement.

Emphasis of Matter

10. *We draw reference to Note 6 to the Statement, wherein the Parent has reversed certain related party transactions executed in FY 2018-19 on account of the reason due to the reason stated in the said note. Our opinion is not modified in respect of this matter.*
11. *We draw reference to Note 15 to the Statement which states that the Group has accounted for the gain from the bargain purchase based on provisional amounts pending fair valuation of the assets & liabilities acquired on business combination. Our opinion is not modified in respect of this matter.*

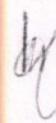
Material Uncertainty relating to Going concern

12. a. *We draw attention to Note 3 to the Statement which contains conditions along with other matters that indicate existence of a material uncertainty that may cast significant doubt on the Holding Company's ability to continue as a going concern. The ability of the Holding Company to continue as a going concern depends on the outcome of the Corporate Insolvency and Resolution Process (CIRP) application filed by the lenders against the Company with National Company Law Tribunal (NCLT) and the Holding Company's ability to restructure its borrowings and to recommence its operating Unit at Kamalapuram. The Management is confident that the Holding Company will be able to continue as a going concern.*
- b. *We also draw reference to Note 13 which indicate existence of a material uncertainty that may cast significant doubt on Bilt Graphic Paper Products Limited's (BGPPL, a material subsidiary of the Parent) ability to continue as a going concern. The ability of BGPPL to continue as a going concern depends on the outcome of the legal proceedings arising on account of MRA.*

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

Other matters

13. We draw attention to the statement of cash flows which states that the statement of cash flows for the for the comparative six months ended 30 September 2018, as reported in the accompanying Statement have been approved by the Holding Company's Board of Directors, but have not been subjected to our review.



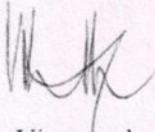
14. The Statement includes the interim financial information / results of 5 subsidiaries (1 domestic and 4 foreign subsidiary) which have not been reviewed by us, whose unaudited financial results reflect total assets of ₹ 9,84,506 Lakhs as at 30 September 2019, net cash inflow of ₹ 54 Lakhs for the six months ended 30 September 2019, total revenue of ₹ 368 Lakhs and ₹ 436 Lakhs for the quarter and six months ended 30 September 2019, net loss (after tax) of ₹ 1,993 Lakhs and ₹ 2,740 Lakhs for the quarter and six months ended 30 September 2019, and total comprehensive income (net profit) of ₹ 7,248 Lakhs for the quarter and total comprehensive income (net loss) ₹ 3,450 Lakhs for the six months ended 30 September 2019, as reported by the respective companies and which have been considered in the Statement. These interim financial information / results have been reviewed by another auditor whose reports have been furnished to us by the Management of the Parent and our report on the Statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries is based solely on the reports of another auditor.

Our conclusion on the Statement is not modified in respect of the above matter.

15. The consolidated unaudited financial results includes the interim financial information of two subsidiary which has not been reviewed by its auditor, whose interim financial information reflect total assets of ₹ 62,684 Lakhs as at 30 September 2019, net cash outflow of ₹ Nil for the six months ended 30 September 2019, total revenue of ₹ Nil and ₹ Nil for the quarter and six months ended 30 September 2019, net loss (after tax) of ₹ Nil and ₹ 840 Lakhs for the quarter and six months ended 30 September 2019 and total comprehensive income (Loss) of ₹ 787 Lakhs for the quarter and six months ended 30 September 2019, as considered in the consolidated unaudited financial results. According to the information and explanations given to us by the Management, the interim financial information is not material to the Group.

Our conclusion on the Statement is not modified in respect of the above matter.

for SHARP & TANNAN
Chartered Accountants
Firm's Registration No. 003792S


V. Viswanathan
Partner

Membership No. 215565
UDIN: 19215565AAAAAZ9464

Place: Gurugram
Date: 5 November 2019

Annexure A to the independent auditor's review report on consolidated financial results of Ballarpur Industries Limited

The Statement includes the results of the entities listed below

Sl. No	Name of the entity	Relationship
1	Bilt Graphic Paper Products Limited	Subsidiary
2	Avantha Agritech Limited	Subsidiary
3	Ballarpur Specialty Paper Holdings B V	Subsidiary
4	Bilt General Trading FZE	Subsidiary
5	Ballarpur International Holdings B V	Subsidiary
6	Bilt Paper B V	Subsidiary
7	Ballarpur Paper Holdings B V	Subsidiary
8	Sabah Forest Industries SDN BHD	Subsidiary
9	Mirabelle Trading Pte Ltd	Subsidiary (with effect from 08 July 2019)
10	Premier Tissues India Limited	Joint Venture (upto 16 September 2019)