



**emami\* paper mills limited**

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CIN : L21019WB1981PLC034161

EPML/BSE\_NSE/2019-20/  
07th November 2019

**To**  
**The Secretary**  
**Bombay Stock Exchange Limited**  
Floor 25, Phirozee Jeejeebhoy Towers  
Dalal Street,  
Mumbai -400001

**To**  
**The Secretary**  
**National Stock Exchange of India Limited**  
Bandra Kurla Complex  
Bandra (East)  
Mumbai-400 061

**Scrip Code: 533208**

**NSE Symbol-EMAMIPAP**

Dear Sirs,

**Sub: Submission of Un-Audited Financial Results for the 2<sup>nd</sup> Quarter & Half Year ended 30<sup>th</sup> September 2019**

We wish to inform you that at its meeting held on today, i.e. 07<sup>th</sup> November 2019 the Board of Directors of the Company has approved the Unaudited Financial Results for the 2nd Quarter and Half Year ended 30<sup>th</sup> September 2019.

Pursuant to Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we enclose the following:

1. Statement showing the Unaudited Financial Results for the 2nd Quarter and Half Year ended 30<sup>th</sup> September 2019;
2. Limited Review Report on the Unaudited Financial Results for the 2nd Quarter and Half Year ended 30<sup>th</sup> September 2019.

The Meeting of the Board of Directors commenced at 11.45 a.m. and concluded on 3.15 p.m.

This is for your information and record.

Thanking You,

**For Emami Paper Mills Limited**

**G. SARAF**  
**Vice President (Finance) & Secretary**  
**Enclosed: As Above**

EMAMI PAPER MILLS LIMITED

CIN - L21019WB1981PLC034161

Unit 1, 15th Floor, ACROPOLIS, 1858/1, Rajdanga Main Road, Kolkata - 700107

Statement of unaudited financial results for the quarter and half year ended 30th Sep 2019

SL. NO.	Particulars	(Rs/Crores)					
		Quarter ended (Reviewed)			Half year ended (Reviewed)		Year ended (Audited)
		30.09.2019	30.06.2019	30.09.2018	30.09.2019	30.09.2018	31.03.2019
1	Revenue from operations	373.25	354.06	407.52	727.31	789.90	1,528.48
2	Other income	6.33	3.30	3.80	9.63	8.55	13.55
	<b>Total Income</b>	<b>379.58</b>	<b>357.36</b>	<b>411.32</b>	<b>736.94</b>	<b>798.45</b>	<b>1,542.03</b>
3	<b>Expenses</b>						
	a. Cost of Material Consumed	227.38	230.20	268.40	457.58	498.21	1,041.82
	b. Changes in stock of finished goods and work-in-progress	25.68	10.89	(12.15)	36.57	(0.87)	(76.03)
	c. Employee benefits expense	18.27	16.82	17.02	35.09	32.96	66.76
	d. Power & Fuel	31.70	30.95	40.72	62.65	74.59	152.74
	e. Finance costs	26.42	26.39	22.69	52.81	44.41	106.68
	f. Depreciation	17.78	17.46	17.08	35.24	33.92	69.40
	g. Foreign exchange fluctuation loss/(gain)	(0.12)	(0.36)	10.82	(0.48)	17.44	21.11
	h. Other Expenses	28.26	21.84	21.92	50.10	43.39	93.31
	<b>Total Expenses</b>	<b>375.37</b>	<b>354.19</b>	<b>386.50</b>	<b>729.56</b>	<b>744.05</b>	<b>1,475.79</b>
4	<b>Profit before Tax</b>	<b>4.21</b>	<b>3.17</b>	<b>24.82</b>	<b>7.38</b>	<b>54.40</b>	<b>66.24</b>
5	Tax Expense	3.12	2.16	8.02	5.28	16.96	22.25
6	<b>Net Profit/loss from ordinary activities after tax</b>	<b>1.09</b>	<b>1.01</b>	<b>16.80</b>	<b>2.10</b>	<b>37.44</b>	<b>43.99</b>
7	<b>Other comprehensive income (OCI)</b>						
	<b>a) Items that will not be classified to Profit &amp; Loss</b>						
	Fair value through OCI of Equity Investment	1.81	(5.17)	(4.98)	(3.36)	(5.55)	(16.79)
	Remeasurement of gains/(loses) on defined benefit plan	(0.12)	(0.12)	(0.06)	(0.24)	(0.13)	(0.48)
	<b>b) Items that will be classified to Profit &amp; Loss</b>						
	Fair value through OCI of Hedging Instrument	0.74	(1.65)	(0.64)	(0.91)	(2.39)	(3.06)
8	<b>Total comprehensive income</b>	<b>3.52</b>	<b>(5.93)</b>	<b>11.12</b>	<b>(2.41)</b>	<b>29.37</b>	<b>23.66</b>
9	Paid-up Equity Share Capital (Face Value Rs 2/- each)	12.10	12.10	12.10	12.10	12.10	12.10
10	Earning Per Share (not annualised)						
	(a) Basic (Rs.)	0.18	0.17	2.78	0.35	6.19	7.27
	(b) Diluted (Rs.)	0.18	0.17	2.78	0.35	6.19	7.27



Abridged Balance Sheet as at 30th September 2019

(Rs./crore)

Particulars	As at 30.09.2019 (Reviewed)	As at 31.03.2019 (Audited)
<b>ASSETS</b>		
<b>Non-current assets</b>		
(a) Property, Plant & Equipment	1,280.54	1,296.95
(b) Capital work-in-progress	113.37	102.90
(c) Intangible assets	0.18	0.18
(d) Financial Assets		
Investments	36.19	43.82
Loans	6.06	6.05
Derivative assets	0.83	4.81
Others	0.16	0.45
(e) Other non-current assets	9.39	7.40
<b>Sub Total - Non Current Assets</b>	<b>1,446.72</b>	<b>1,462.56</b>
<b>Current assets</b>		
(a) Inventories	259.81	332.06
(b) Financial Assets		
Trade receivables	217.72	208.91
Cash and cash equivalents	10.82	9.38
Bank balance other than cash and cash equivalents	0.82	0.98
Loans	0.64	0.56
Derivative assets	0.34	1.37
Others	8.82	3.15
(c) Current tax asset (net)	-	1.22
(d) Other Current Assets	79.51	90.43
<b>Sub Total - Current Assets</b>	<b>578.48</b>	<b>648.06</b>
<b>Total - Assets</b>	<b>2,025.20</b>	<b>2,110.62</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
(a) Share capital	12.10	12.10
(b) Other Equity	234.74	245.90
<b>Sub Total - Equity</b>	<b>246.84</b>	<b>258.00</b>
<b>Non-current liabilities</b>		
(a) Financial liabilities		
Borrowings	749.37	894.45
Derivative liability	4.08	3.92
Other financial liabilities	5.98	6.93
(c) Provisions	12.26	11.52
(d) Deferred tax liabilities (Net)	19.78	21.24
(e) Other Long Term Liabilities	33.68	40.79
<b>Sub Total - Non Current Liabilities</b>	<b>825.15</b>	<b>978.85</b>
<b>Current liabilities</b>		
(a) Financial liabilities		
Borrowings	441.10	480.76
Unsecured loans from bodies corporate	75.50	-
Trade payables		
payable to micro and small enterprises	183.93	184.69
payable to creditors other than micro and small enterprises	3.03	3.64
Derivative liability	2.19	4.59
Current maturities of non current borrowings	209.37	172.48
Other financial liabilities	28.42	16.87
(b) Other current liabilities	9.60	10.74
<b>Sub Total - Current Liabilities</b>	<b>953.21</b>	<b>873.77</b>
<b>Total - Equity and Liabilities</b>	<b>2,025.20</b>	<b>2,110.62</b>



Abridged Cash Flow Statement for the six month ended 30th September 2019

(Rs./crore)

Particulars	Half year ended 30th Sep, 2019 (Reviewed)	Year ended 31st March, 2019 (Audited)
<b>Cash Flow From Operating Activities :</b>		
Net Profit before tax	7.38	66.24
Adjustment for :		
Depreciation and amortization	35.24	69.40
Other non-cash revenue items	2.12	(0.86)
Interest & Financial Charges	52.81	106.68
Other items treated under investment / finance activities	(0.37)	(0.45)
<b>Operating Profit Before Working Capital Changes :</b>	<b>97.18</b>	<b>241.01</b>
Add: Decrease / (Increase) in Working Capital	74.25	47.52
<b>Cash generated from operations</b>	<b>171.43</b>	<b>288.53</b>
Taxes paid	(0.54)	(13.48)
<b>Net Cash from Operating Activities (A)</b>	<b>170.89</b>	<b>275.05</b>
<b>Cash Flow From Investing Activities :</b>		
Investment in Fixed Assets and CWIP	(29.32)	(157.51)
Sale of Fixed Assets	0.02	0.40
Dividend Received	0.37	0.33
Income from Current Investment	-	0.20
<b>Net Cash used in Investing Activities (B)</b>	<b>(28.93)</b>	<b>(156.58)</b>
<b>Cash Flow From Financing Activities :</b>		
Repayment of Non-current Borrowings (Net)	(111.30)	(86.10)
Increase/(Decrease) in Short Term Borrowings	35.84	62.64
Interest and other borrowing cost paid	(56.31)	(90.72)
Dividend & Dividend Tax Paid	(8.75)	(8.74)
<b>Net Cash used in Investing Activities (C)</b>	<b>(140.52)</b>	<b>(122.92)</b>
<b>Net increase in Cash &amp; Cash Equivalents (A+B+C)</b>	<b>1.44</b>	<b>(4.45)</b>
Cash & Cash Equivalents (Opening Balance)	9.38	13.83
Cash & Cash Equivalents (Closing Balance)	10.82	9.38

Notes:

- 1) The above financial results of the company have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meeting held on 7th day of November, 2019. The Statutory Auditors of the company has conducted a limited review of the above unaudited financial results for the quarter and half year ended 30th September, 2019.
- 2) The Company adopted Indian Accounting Standards ("Ind AS") prescribed under section 133 of the Companies Act, 2013 read with the relevant Rules issued thereunder from 1st April, 2017 and accordingly these unaudited financial results have been prepared in accordance with the recognition and measurement principles laid down in Ind AS 34 "Interim Financial Reporting" and the other accounting principles generally accepted in India.
- 3) Considering wide short-term volatility in foreign exchange rates, the Company has not recognized notional foreign exchange fluctuations loss of Rs.9.32 crores arisen on conversion of foreign exchange financial assets/liabilities as on 30th September, 2019. Although this is a departure from Ind AS-21, the management feels that as permissible under Para-19 of Ind AS-1, the above non-recognition is justified to present a true and fair view of the financial performance and cash flow. The company enjoys natural hedge with respect to foreign exchange losses, since the domestic sales price of newsprint is directly linked with USD price of imported newsprint. Hence, the notional foreign exchange fluctuations will be accounted for at the end of the year.
- 4) The Board of Directors of the Company vide circular resolution dated 13th September, 2019 has approved the surrender of Plot Nos 119,121 to 126 ad measuring 414930.894 Sq. Mt. at Sakhya Industrial Estate, District Bharuch, Gujrat allotted by Gujrat Industrial Development Corporation (GIDC), Gujrat for Greenfield Expansion Project and Rs.102.35 crores included in Capital Work In Progress, which shall be accounted for appropriately on crystallisation of realisation proceeds.
- 5) The company has adopted Ind AS 116 "Leases" w.e.f. 01.04.2019; accordingly recognized right-of-use assets and corresponding lease liabilities. There is no material impact on the profit of this quarter for adoption of Ind AS 116.
- 6) The company has only one reportable business segment in which it operates i.e. paper and paperboard including newsprint.
- 7) Comparative figures of the previous period have been regrouped/rearranged wherever necessary.

For and on behalf of the Board

  
P.S.PATWARI  
Executive Director

Date : 7th Nov, 2019

Place : Kolkata





**Limited Review Report for the unaudited quarterly and year to date financial results of Emami Paper Mills Ltd for the quarter and six months ended on 30<sup>th</sup> September, 2019**

To  
The Board of Directors  
Emami Paper Mills Limited  
Unit No. 1, 15<sup>th</sup> floor, ACROPOLIS  
1858/1, Rajdanga Main Road  
Kasba, Kolkata -700107

**REPORT ON LIMITED REVIEW**

We have reviewed the accompanying statement of unaudited financial results of Emami Paper Mills Ltd for the quarter and six months ended 30th September, 2019. 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 these financial statements based on our review.

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 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, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable accounting standards and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI(Listing Obligations and Disclosure Requirements) Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement except:

- (i) Non-compliance of Indian Accounting Standard 21 as mentioned in Note 3 to the accompanying statement of unaudited financial results due to non- recognition of notional foreign exchange fluctuations loss of Rs.9.32 crores arising mainly on conversion of foreign exchange borrowings outstanding as on 30th September, 2019.



- (ii) Non-compliance of Indian Accounting Standard 105 as mentioned in Note 4 to the accompanying statement of unaudited financial results due to non-disclosure of Non-Current Assets held for Sale amounting to Rs.102.35 crores and non-recognition of profit/loss upon fair valuation thereof consequent upon the discontinuation of the Gujarat Project.

**For Agrawal Subodh & Co.  
Chartered Accountants  
FRN:319260E**



*Asengupta*

**CA ARINDAM SENGUPTA**

**Partner**

**Membership No.:056802**

**UDIN: 19056802 AAAAV9981**

**DATE: 7/11/2019**

Place: Kolkata

Date: 7<sup>th</sup> November, 2019