



January 28, 2021

Department of Corporate Services,
BSE Limited,
14th Floor,
P.J.Towers, Dalal Street,
MUMBAI :: 400 001.

Listing Department,
National Stock Exchange of India Ltd.
"Exchange Plaza",
Bandra-Kurla Complex,
Bandra (E),
MUMBAI :: 400 051.

(BSE Scrip Code No.502330)

(Symbol – ANDHRAPAP Series – EQ)

Dear Sir (s),

Pursuant to Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we send herewith the Unaudited Financial Results for the quarter and nine months ended December 31, 2020 which were approved by the Board of Directors at their Meeting held on January 28, 2021.

The Meeting of Board of Directors of the Company commenced at 2:30 P.M. and concluded at 4:45 P.M.

We also enclose the Independent Auditor's Review Report dated January 28, 2021 issued by M/s. Deloitte Haskins & Sells, Auditors of the Company on the Unaudited Financial Results for the quarter and nine months ended December 31, 2020 which was placed before the Board of Directors.

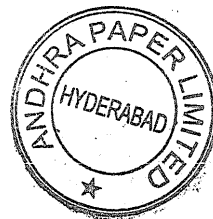
Please acknowledge the receipt.

Thanking you,

Yours faithfully,

For ANDHRA PAPER LIMITED

**ARAVIND MATTA
COMPANY SECRETARY &
VICE PRESIDENT (CORPORATE AFFAIRS)**



Encl: As above.

ANDHRA PAPER LIMITED

(Formerly known as International Paper APPM Limited)
(Corporate Identity Number: L21010AP1964PLC001008)

Regd. Office: Rajahmundry – 533 105, East Godavari Dist., Andhra Pradesh, India.

Corp. Office: 8th floor, Krishe Sapphire Building, 1-89/3/B40 to 42/KS/801,
HITEC City Main Road, Madhapur, Hyderabad 500081

Tel: +91-40-6810-1200 Fax: +91-40-6810-1255

Website: www.andhrapaper.com

An ISO 9001, ISO 14001, ISO 45001 and FSC® Certified Company (FSC® - C119477)



STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2020

(₹ in lakhs)

Sl. No	Particulars	Quarter ended			Nine months ended		Year ended
		December 31, 2020	September 30, 2020	December 31, 2019	December 31, 2020	December 31, 2019	March 31, 2020
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	Income						
	a) Revenue from operations	24,885.83	15,456.52	34,993.72	52,443.59	99,003.00	1,26,969.57
	b) Other income	366.25	413.67	343.15	1,086.62	997.29	1,454.25
	Total Income	25,252.08	15,870.19	35,336.87	53,530.21	1,00,000.29	1,28,423.82
2	Expenses						
	a) Cost of materials consumed	8,693.24	6,415.19	12,403.67	19,943.84	33,118.14	43,792.33
	b) Changes in inventories of finished goods and work-in-progress	2,284.14	(1,443.74)	(1,741.72)	(119.32)	(2,264.88)	(5,952.81)
	c) Employee benefits expense	3,519.16	3,428.50	3,749.28	10,490.94	12,242.31	15,732.65
	d) Finance costs	99.36	104.24	213.22	297.71	419.25	532.45
	e) Depreciation and amortisation expense	1,831.41	1,842.59	1,874.83	5,549.51	5,676.81	7,589.53
	f) Other expenses	8,769.70	7,225.12	10,899.05	21,998.99	32,209.66	43,149.32
	Total Expenses	25,197.01	17,571.90	27,398.33	58,161.67	81,401.29	1,04,843.47
3	Profit / (loss) before exceptional items and tax (1-2)	55.07	(1,701.71)	7,938.54	(4,631.46)	18,599.00	23,580.35
4	Exceptional items (net) (Refer Note 4)	-	-	-	(440.85)	-	-
5	Profit / (loss) before tax (3+4)	55.07	(1,701.71)	7,938.54	(5,072.31)	18,599.00	23,580.35
6	Tax expense / (credit)						
	a) Current tax	-	-	2,950.03	(53.33)	7,154.63	6,790.37
	b) Deferred tax	(351.20)	(108.57)	(117.41)	(1,324.59)	(555.73)	(4,502.45)
	Total tax expense / (credit)	(351.20)	(108.57)	2,832.62	(1,377.92)	6,598.90	2,287.92
7	Net profit / (loss) after tax (5-6)	406.27	(1,593.14)	5,105.92	(3,694.39)	12,000.10	21,292.43
8	Other comprehensive income						
	<i>Items that will not be reclassified to profit or loss:</i>						
	(a) Remeasurements of the defined benefit plans	(82.03)	(82.02)	(38.15)	(246.08)	(114.47)	(328.34)
	(b) Equity instruments through other comprehensive income	-	5.00	-	5.00	158.00	206.00
	(c) Tax relating to the above items	-	(1.17)	13.33	(1.17)	3.19	34.59
	Total other comprehensive income / (loss)	(82.03)	(78.19)	(24.83)	(242.25)	46.72	(87.75)
9	Total comprehensive income / (loss) (7+8)	324.24	(1,671.33)	5,081.09	(3,936.64)	12,046.82	21,204.68
10	Paid-up equity share capital (Face Value ₹ 10/- each)	3,977.00	3,977.00	3,977.00	3,977.00	3,977.00	3,977.00
11	Reserves excluding revaluation reserve	-	-	-	-	-	93,608.29
12	Earnings per share (of ₹ 10/- each) (not annualised)						
	- Basic (₹)	1.02	(4.01)	12.84	(9.29)	30.17	53.54 *
	- Diluted (₹)	1.02	(4.01)	12.84	(9.29)	30.17	53.54 *
	See accompanying notes to the financial results						

* Annualised

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ANDHRA PAPER LIMITED

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(Corporate Identity Number: L21010AP1964PLC001008)

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Notes:

- 1 The above unaudited financial results were reviewed and recommended by the Audit Committee and approved by the Board of Directors of the Company in their meetings held on January 28, 2021. The statutory auditors have carried out a limited review of these financial results and have issued an unmodified report on these results.
- 2 The Company is engaged in the business of manufacture and sale of pulp, paper and paperboards, which in the context of Indian Accounting Standard (Ind AS) - 108 - Operating Segments, is considered as the single operating segment of the Company.
- 3 In the year ended March 31, 2017, the Hon'ble High Court for the State of Telangana and the State of Andhra Pradesh upheld the validity of levy of electricity duty @ 25 paisa per unit by the State Government on consumption of electricity by captive generating units relating to earlier years. The Company (along with other petitioners) filed a Special Leave Petition in the Hon'ble Supreme Court, which in the interim, directed the petitioners to pay partial amount without prejudice to the rights and contentions of the petitioners, pursuant to which the Company had paid ₹ 1,502.05 lakhs under protest in the year ended March 31, 2017. The matter is pending hearing.

in view of the inherent uncertainty in predicting the final outcome of the above litigation, the Management has, on grounds of prudence and abundant caution, made a provision amounting to ₹ 2,357.43 lakhs during the year ended March 31, 2017 towards the potential liability in the event of an unfavourable verdict in this matter. Additionally, an amount of ₹ 1,571.62 lakhs has been disclosed as a contingent liability. On the basis of the legal advice obtained, in the opinion of the Management no further provision would be required in relation to this disputed matter.

4 **Exceptional items:**

During the quarter ended June 30, 2020, the Management has determined to de-commission certain plant and equipment. Consequently, there has been a write-down of the net book value of such plant and equipment amounting to ₹ 440.85 lakhs which has been disclosed as an exceptional item in the Statement of Profit and Loss.

- 5 a) The COVID -19 outbreak and the restrictions imposed to curtail it has caused disturbances and slowdown in economic activity. The Companies operations were significantly impacted in quarter ended June 30, 2020. With the Government relaxing the restrictions in phased manner and improvement in economic activities, the demand picked up slowly through the quarters and peaked towards end of quarter ended December 31, 2020. As the educational institutions remained closed and office people adopting safer working environment by working from home resulting in lower office activities, the key engines of the writing and printing paper demand drivers largely remained subdued impacting the business performance for the 9 months ended December 31, 2020.

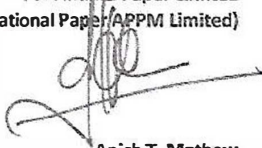
b) The Company has considered the possible effects that may result from COVID-19 in the preparation of these financial results including on the recoverability of carrying amounts of financial and non-financial assets, including the assessment of impairment of the carrying values of property, plant and equipment and other non-current assets. In developing the assumptions relating to the possible future uncertainties in the global and domestic economic conditions because of COVID-19, the Company has, at the date of approval of the financial results, used internal and external sources of information to the extent relevant, and expects that the carrying amount of the assets will be recovered. As a result of uncertainties resulting from COVID-19, the impact of this pandemic may be different from those estimated as on the date of approval of these financial results and the Company will continue to monitor any changes to the future economic conditions.

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Place : Hyderabad
Date : January 28, 2021



By order of the Board
For Andhra Paper Limited
(formerly known as International Paper/APPIM Limited)


Anish T. Mathew
Director - Commercial & CFO

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**INDEPENDENT AUDITOR'S REVIEW REPORT ON REVIEW OF
INTERIM FINANCIAL RESULTS**

**TO THE BOARD OF DIRECTORS OF
ANDHRA PAPER LIMITED**

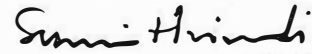
(formerly known as International Paper APPM Limited)

1. We have reviewed the accompanying Statement of Unaudited Financial Results of **ANDHRA PAPER LIMITED** (formerly known as International Paper APPM Limited) ("the Company"), for the quarter and nine months ended December 31, 2020 ("the Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
2. This Statement, which is the responsibility of the Company's Management and approved by the Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), 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 a conclusion on the Statement based on our 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 (ICAI). A review of interim financial information consists of making inquiries, primarily of the Company's personnel responsible for financial and accounting matters and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing specified under section 143(10) of the Companies Act, 2013 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.
4. Based on our review conducted as stated in paragraph 3 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 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.
5. Attention is invited to:
 - a) Note 3 of the Statement regarding the ongoing litigation with respect to the levy of electricity duty by the State Government on consumption of electricity by captive generating units and the interim orders of the Hon'ble Supreme Court of India on hearing the Special Leave Petition filed by the Company, in respect of which the Company on grounds of prudence and abundant caution created a provision amounting to ₹ 2,357.43 lakhs during the year ended March 31, 2017, in view of the inherent uncertainty in predicting the final outcome of the above litigation. Additionally, an amount of ₹ 1,571.62 lakhs has been treated as contingent liability. Based on the legal advice obtained, in the opinion of the Management no further provision would be required in relation to this disputed matter.

b) Note 5 (b) of the Statement, which describes Management's evaluation on assessment of recoverability of carrying value of its assets. The actual impact of the pandemic may be different from that considered in assessing the recoverability of these assets.

Our conclusion on the Statement is not modified in respect of these matters.

For DELOITTE HASKINS & SELLS
Chartered Accountants
(F.R.N. 008072S)



Sumit Trivedi
Partner

(Membership No.209354)

UDIN:21209354AAAABG2235

Place: Hyderabad
Date: January 28, 2021

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