

PUDUMJEE PULP & PAPER MILLS LTD.

Regd. Office : Thergaon, Poona 411 033.

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Website : www.pudumjee.com, CIN L21012MH1004PLC013068

STATEMENT OF AUDITED FINANCIAL RESULTS FOR THE

YEAR ENDED 31st MARCH, 2015.

(RUPEES IN LACS)

	Quarter Ended			Year Ended				
	31/03/2015	31/12/2014	31/03/2014	31/03/2015	31/03/2014	31/03/2015	31/03/2014	
			Audited		Audited		Consolidated	
							Audited	
1 a)Gross Sales/Income from Operations	7,252	7,249	5,625	29,352	24,119	34,866	27,906	
Less : Excise Duty	407	408	329	1,648	1,282	1,648	1,282	
Net Sales/Income from Operations (Net of Excise Duty)	6,845	6,841	5,296	27,704	22,837	33,218	26,624	
b) Other operating income	1,260	87	1,013	1,444	1,302	91	159	
Total Income from operations (Net)	8,105	6,928	6,309	29,148	24,139	33,309	26,783	
2 Expenditure								
a) Cost of Materials consumed	3,899	3,610	2,938	15,008	12,374	16,865	13,852	
b) Purchases of stock-in-trade	1	-	-	20	-	813	1,075	
c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(266)	(83)	(210)	296	(655)	900	(1,586)	
d) Employee benefits expenses	878	737	680	3,000	2,408	3,087	2,465	
e) Depreciation and amortization expenses	109	134	204	505	810	522	823	
f) Consumption of Fuel, Power & Water	1,244	1,509	1,072	5,566	5,401	5,680	5,415	
g) Other expenses	626	654	402	2,441	2,131	2,701	2,451	
Total	6,491	6,561	5,086	26,836	22,469	30,468	24,495	
3 Profit from Operations before Other Income, Finance cost & exceptional items (1-2)	1,614	367	1,223	2,312	1,670	2,841	2,288	
4 Other income	225	235	183	970	717	864	740	
5 Profit from ordinary activities before finance cost and exceptional items (3+4)	1,839	602	1,406	3,282	2,387	3,705	3,028	
6 Finance cost	293	222	249	904	868	1,065	973	
7 Profit from ordinary activities after finance cost but before exceptional items (5-6)	1,546	380	1,157	2,378	1,519	2,640	2,055	
8 Exceptional items	-	-	-	-	-	-	-	
9 Profit from ordinary activities before Tax (7-8)	1,546	380	1,157	2,378	1,519	2,640	2,055	
10 Tax expenses	99	100	49	351	81	609	656	
11 Net Profit for the period from ordinary activities after tax (9-10)	1,447	280	1,108	2,027	1,438	2,031	1,399	
12 Extraordinary items (Net of tax expenses)	-	-	-	-	-	-	-	
13 Add : Share of profit of Associate	-	-	-	-	-	45	19	
14 Less: Minority interest	-	-	-	-	-	1	-	
15 Net Profit for the period after minority interest, and Share of Profit of Associate (11-12+13-14)	1,447	280	1,108	2,027	1,438	2,075	1,418	
16 Paid-up Equity Share Capital-Face value ₹.2/- per share	820	820	820	820	820	820	820	
17 Reserves (Excluding Revaluation Reserves)				15,871	14,028	18,213	14,322	
18 Basic/Diluted EPS for the period before & after extra ordinary items (Rs)	3.53/3.53	0.68/0.68	2.70/2.70	4.94/4.94	3.51/3.51	5.06/5.06	3.46/3.46	
PART II								
A PARTICULARS OF SHAREHOLDING								
1 Public shareholding								
Number of shares	15780639	15780639	15998892	15780639	15998892	15780639	15998892	
Percentage of share holding	38.49%	38.49%	39.02%	38.49%	39.02%	38.49%	38.02%	
2 Promoters & Promoter group Shareholding	25219361	25219361	25001108	25219361	25001108	25219361	25001108	
a) Pledged/Encumbered	Nil	Nil	Nil	Nil	Nil	Nil	Nil	
b) Non-Encumbered	25219361	25219361	25001108	25219361	25001108	25219361	25001108	
- Number of Shares	25219361	25219361	25001108	25219361	25001108	25219361	25001108	
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	
- Percentage of shares (as a % of the total share capital of the company)	61.51%	61.51%	60.98%	61.51%	60.98%	61.51%	60.98%	
B INVESTOR COMPLAINTS								
Year Ended 31st March 2015								
Pending at the beginning of the quarter				-				
Received during the quarter				3				
Disposed off during the quarter				3				
Remaining unresolved at the end of the quarter				-				

Segmentwise Revenue, Results & Capital Employed							
	Quarter Ended			Year Ended		Consolidated	
	31/03/2015	31/12/2014	31/03/2014	31/03/2015	31/03/2014	Results Year Ended	
				Audited	Audited	Audited	Audited
1 Segment Revenue							
a) Paper	8,782	6,750	5,248	27,482	22,353	27,482	22,353
b) Power	31	117	61	313	643	313	643
c) Real Estate	1,292	61	1,000	1,353	1,143	3,961	3,563
d) Investment / Others	-	-	-	-	-	1,563	224
Total	8,105	6,928	6,309	29,148	24,139	33,308	26,783
2 Segment Results- Profit/(Loss) before tax and interest :							
a) Paper	808	325	213	1,303	281	1,349	300
b) Power	23	53	91	80	380	80	380
c) Real Estate	1,292	61	997	1,353	1,140	1,718	1,751
d) Investment / Others	(60)	-	(77)	(60)	(77)	103	(70)
Total	1,760	439	1,224	2,676	1,724	3,260	2,361
Less :							
i) Interest	264	238	209	913	828	1,074	932
ii) All other unallocable expenditure (Net of unallocable income)	(50)	(179)	(142)	(615)	(623)	(484)	(626)
Profit/(loss) before tax	1,546	380	1,157	2,378	1,519	2,640	2,055
3 Capital Employed							
a) Paper	17,678	18,400	14,461	17,678	14,461	18,081	15,767
b) Power	2,181	2,800	2,255	2,181	2,255	2,181	2,255
c) Real Estate	275	(1,121)	146	275	146	2,685	4,850
d) Investment / Others	1,380	-	1,422	1,380	1,422	1,238	643
Total	21,514	20,079	18,284	21,514	18,284	24,186	23,515

The Company has undertaken restructuring initiative for demerger of the Paper Manufacturing Business of the Company. The Board of Directors of the Company at its Meeting held on 17th January, 2015 has considered and approved a Scheme of Arrangement (Demerger) between the company, Pudumjee Industries Ltd., Pudumjee Hygiene Products Ltd. and Pudumjee Paper Products Ltd. As per the Scheme the Paper Manufacturing Business of the Company would be demerged and transferred to Pudumjee Paper Products Limited. The Scheme is subject to requisite approvals, including sanction of The Hon'ble High Court at Mumbai which is pending. The appointed date in respect of scheme is 1st April, 2014.

Shareholders of the Company shall receive 37 equity shares of Pudumjee Paper Products Limited of Re. 1 each for every 20 equity shares of Re. 2 each held in the Company on the Record Date. As part of the Scheme, Pudumjee Paper Products Limited shall also seek listing on the stock exchanges.

Accordingly aforesaid businesses have been considered as discontinuing operations. Profit for the above discontinuing operations, as included in the above results and the details thereof are given below.

Particulars	Quarter Ended			Year Ended			
	Standalone			Consolidated			
	31/03/2015	31/12/2014	31/03/2014	31/03/2015	31/03/2014	31/03/2015	31/03/2014
Total Revenue	7,016	6,859	5,479	28,107	22,867	28,107	22,867
Total Expenses	6,793	6,672	5,402	27,318	22,819	27,318	22,819
Profit before Taxation	233	187	77	789	48	789	48
Tax Expense	71	94	(156)	348	(174)	348	(174)
Profit after Taxation	162	93	233	441	222	441	222

Statement of Assets & Liabilities	Year Ended		Consolidated	
	31/03/2015	31/03/2014	31/03/2015	31/03/2014
	Audited	Audited	Audited	Audited
I. EQUITY AND LIABILITIES				
(1) Shareholders' Funds				
(a) Share Capital	820	820	820	820
(b) Reserves and Surplus	17,313	15,470	17,655	15,784
(2) Minority Interest	-	-	60	-
(3) Non-Current Liabilities				
(a) Long-term borrowings	4,594	6,408	4,595	7,079
(b) Deferred tax liabilities (Net)	1,440	1,537	1,440	1,537
(c) Other Long-term Liabilities	759	1,630	355	323
(d) Long term provisions	791	602	791	602
(4) Current Liabilities				
(a) Short-term borrowings	2,810	528	2,898	669
(b) Trade payables	4,247	4,803	4,841	5,340
(c) Other current liabilities	3,638	2,229	6,091	6,936
(d) Short-term provisions	281	249	281	588
Total	36,693	34,276	39,817	36,658
II. Assets				
(1) Non-current assets				
(a) Fixed assets				
(i) Tangible assets	10,812	10,491	10,866	10,544
(ii) Intangible assets	9	15	9	15
(ii) Capital work-in-progress	6,469	5,784	6,469	5,784
(b) Non-current investments	396	345	1,277	1,232
(c) Deferred tax assets (net)	-	-	-	-
(d) Long term loans and advances	7,471	6,861	6,477	5,096
(e) Other non-current assets	-	-	-	-
(2) Current assets				
(a) Current investments	-	526	140	834
(b) Inventories	5,613	6,321	8,022	10,017
(c) Trade receivables	3,223	2,119	3,498	2,306
(d) Cash and Bank Balances	500	163	705	1,115
(e) Short-term loans and advances	2,200	1,651	2,354	1,715
(f) Other current assets	-	-	-	-
Total	36,693	34,276	39,817	36,658

Notes :

- 1 A Dividend for the year ended 31st March, 2015 at the rate of Re.0.30 per Equity share of Rs.2/- each amounting to Rs.123 lacs is recommended by the Board subject to approval of the shareholders at the ensuing Annual General Meeting.
- 2 Standalone company's operating Income for the quarter and year ended 31st March, 2015 includes Rs.1292 lacs & Rs.1353 lacs respectively, as its share of profit from partnership firm engaged in real estate activity, which follows Completed Building Method of accounting. Such profit in the corresponding period of quarter and last year ended was Rs.1000 lacs & 1143 lacs respectively.
- 3 The Depreciation for the year includes impact of change due to estimated lives of assets, change on account of residual value being Nil and change from Straight line method to Written down value method in respect of certain assets. Therefore depreciation for the year ended is lower and the profit for the year after tax is higher by Rs.326.15 lacs.
- 4 Power generated and captively consumed by 'paper business' is treated as income from operations, in view of later having been recognized as discontinuing operations. (Current quarter Rs.31 lacs and quarter ending 31.3.14 Rs.61 lacs, Current year Rs. 80 lacs and Last year Rs.643 lacs)
- 5 The figures for previous periods have been recast and regrouped wherever necessary to conform to current year's presentation.

On Behalf of
The Board Of Directors

Executive Chairman

Place : Mumbai.
Date : 30th May, 2015.

Khare & Company

Chartered Accountants

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795, Bhandarkar Institute Road,
Deccan Gymkhana,
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Tel.: (020) 25679706

PAN : ADWPS 9180 J
Service Tax Code No. ADWPS 9180 JSD002
FRN : 105100W
Membership No. : 016203

Proprietor

Y. P. SHUKLA

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Date:-

INDEPENDENT AUDITOR'S REPORT

To
The Members of
Pudumjee Pulp & Paper Mills Ltd.

We have audited the accompanying standalone financial statements of Pudumjee Pulp & Paper Mills Ltd ("the Company"), which comprise the Balance Sheet as at 31st March, 2015, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information.

Management's Responsibility for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these standalone financial statements based on our audit.

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.



We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the standalone financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2015, and its profit and its cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

- 1 As required by the Companies (Auditor's Report) Order, 2015(" the Order") issued by the Central Government of India in terms of sub section (11) of Section 143 of the Act , We give in the Annexure a statement on the matters specified in paragraph 3 and 4 of the Order.
- 2 As required by Section 143 (3) of the Act,
 - (a) We have sought and obtained all the information and explanation which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - (c) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow statement dealt with by this Report are in agreement with the books of account
 - (d) In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - (e) On the basis of the written representations received from the directors as on 31st March, 2015 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2015 from being appointed as a director in terms of Section 164 (2) of the Act.



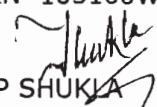
- (f) The Company has adequate internal financial control and in our opinion the same is operating effectively.
- (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i The Company has disclosed the pending litigations in its financial statements, which may impact its financial position [Refer Note 25.14 (a) (ii)];
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;
 - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.

Place of Signature: Mumbai

Date : 30th May, 2015.



For KHARE & COMPANY
Chartered Accountants
FRN 105100W


Y P SHUKLA
Proprietor
Membership No. 16203

KHARE & CO.
Chartered Accountants

Mini Apartment,
795, Bhandarkar Road,
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Khare & Company

Chartered Accountants

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Date:

Annexure to Independent Auditors' Report

Referred to in Paragraph 1 under the heading of "report on other legal and regulatory requirements" of our report of even date of the financial statements for the year ended 31st March 2015.

- i a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets;
- b) As explained to us, the fixed assets have been physically verified by the Management at the end of the year. It has been reported to us that, no material discrepancies have been noticed on such verification;
- ii a) It is reported that, the inventories have been physically verified by the management at the end of the year;
- b) In our opinion and according to the information and explanations given to us, the procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the Company and the nature of its business;
- c) The Company has maintained proper records of inventories and as explained to us there were no material discrepancies noticed on physical verification of inventory as compared to the book records;
- d) The Company has granted unsecured loans covered in the register maintained under Section 189 of the Companies Act, 2013, wherein the balance of principal amount and interest recoverable as at the year end is ₹ 6983.17 lacs.
- e) The receipt of the principal amount and interest thereon is also regular;
- f) There are no overdue amounts in respect of loans given by the Company.
- iii In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the Company and the nature of its business for the purchase of inventories, fixed assets and also for the sale of goods and services. We have not observed any continuing failure to correct major weaknesses in the internal control system;



- iv The Company has not accepted any deposit during the year and has repaid those deposits which were due and claimed. The Company has complied with the directives issued by the Reserve Bank of India and provisions of Section 73 to 76 and other relevant provisions of the Companies Act, 2013 and the rules framed thereunder;
- v We have broadly reviewed the records maintained by the Company pursuant to the order made by the Central Government for the maintenance of cost records under Section 209(1)(d) of the Companies Act, 2013 and are of the opinion that prima facie the prescribed accounts and records have been made and maintained. However no detailed examination of such accounts and records have been carried out by us;
- vi a) According to the records of the Company, undisputed statutory dues including Provident Fund, Employees State Insurance, Income Tax, Sales Tax, Wealth Tax, Service Tax, Custom Duty, Excise Duty, Value Added Tax, Cess and other outstanding statutory dues have been regularly deposited during the year with the appropriate authorities.

There are no undisputed statutory dues referred above as on 31st March 2015 outstanding for a period of more than six months from the date they became payable;

- b) The disputed Statutory dues aggregating ₹ 156.26 lacs that have not been deposited on account of disputes and matters pending before appropriate authorities are as under:-

S. No	Nature of the Dues	Forum where the dispute is Pending	Amount ₹ in lacs
1	Excise Duty	High Court, Mumbai (Dept's Appeal)	20.96
2	Excise Duty	CESTAT (Dept's Appeal)	60.05
3	Excise Duty	CESTAT (Dept' Appeal)	0.51
4	Excise Duty	CESTAT Dy. Commissioner (Central Excise)	5.63
5	Custom	CESTAT	68.32
6	Service Tax	CESTAT (Service Tax) (Dy.Commissioner)	0.79

- vii The Company has transferred Rs.1.90 lacs during the year to investor education and protection fund in accordance with the provisions of section 205 the companies act,2013 and rules made there under;




- viii The Company has no accumulated losses and the Company has not incurred cash Loss during the year under report and in the immediately preceding financial year also;
- ix According to the information and explanations given to us, the Company has not made any default in repayment of dues to financial institutions or banks. The Company does not have any outstanding debentures;
- x The Company has given a corporate guarantee for loan taken by a Firm (in which it is a Partner) from Banks [refer Note 25.14(ii)] and according to the information and explanations given to us, the terms and conditions of such guarantee are not prejudicial to the interest of the Company;
- xi According to the information and explanations given to us, the term loans were applied for the purpose for which they were obtained;
- xii To the best of our knowledge and belief, and according to the information and explanations given to us by the management, no fraud on or by the company has been noticed or reported during the course of our audit.

Place of Signature: Mumbai

Dated 30th May, 2015.



For KHARE & COMPANY
Chartered Accountants
FRN 105100W


Y P SHUKLA
Proprietor
Membership No. 16203

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