

SHREE RAMA NEWSPRINT LTD.
 Regd. Office : Village Barbodhan, Taluka Olpad, Dist. Surat, Gujarat - 395 005
UNAUDITED FINANCIAL RESULTS FOR THE PERIOD ENDED 31st DECEMBER 2014

Sr.	PARTICULARS	QUARTER ENDED			NINE MONTHS ENDED		₹. in lacs
		31/12/2014	30/09/2014	31/12/2013	31/12/2014	31/12/2013	YEAR ENDED
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	31/03/2014 (Audited)
1	Income from Operations						
	(a) Net Sales/Income from Operations (Net of Excise Duty)	8,006.02	11,404.52	10,131.77	30,167.30	30,278.56	40,440.00
	(b) Other Operating Income	48.62	102.18	107.63	305.24	252.96	404.76
	Total Income from Operations (Net)	8,054.64	11,506.70	10,239.40	30,472.54	30,531.52	40,844.76
2	Expenditure						
	(a) Cost of Materials Consumed	4,958.39	7,499.08	7,115.88	19,642.09	19,927.00	27,122.88
	(b) Power & Fuel	1,689.96	2,311.99	2,102.57	6,251.35	6,459.07	8,558.32
	(c) Changes in Inventories of Finished Goods and Work in Progress	744.26	838.19	(1,684.07)	1,239.74	(2,168.18)	(3,315.68)
	(d) Employee Benefits Expenses	386.40	392.60	457.63	1,177.17	1,268.93	1,628.57
	(e) Exchange Fluctuation	40.90	40.32	(48.80)	63.19	418.53	369.69
	(f) Depreciation and Amortisation Expenses	290.00	299.45	880.17	861.41	2,630.38	3,477.03
	(g) Other Expenses	1,298.43	1,270.59	1,146.34	3,938.09	3,527.79	4,738.41
	Total Expenses	9,408.34	12,652.22	9,969.72	33,173.04	32,063.52	42,579.22
3	Profit/(Loss) from Operations before Other Income, Finance Cost and Exceptional Items (1-2)	(1,353.70)	(1,145.52)	269.68	(2,700.50)	(1,532.00)	(1,734.46)
4	Other Income	2.86	2.27	0.36	8.26	3.71	8.23
5	Profit/(Loss) from Ordinary activities before Finance Cost and Exceptional Items (3+4)	(1,350.84)	(1,143.25)	270.04	(2,692.24)	(1,528.29)	(1,726.23)
6	Finance Cost	1,314.73	1,293.65	1,317.86	3,874.82	3,642.50	4,868.19
7	Profit/(Loss) from Ordinary activities after Finance Cost but before Exceptional Items (5-6)	(2,665.57)	(2,436.90)	(1,047.82)	(6,567.06)	(5,170.79)	(6,594.42)
8	Exceptional Items						
9	Profit/(Loss) from Ordinary Activities before Tax (7+8)						5,245.56
10	Tax Expense	(2,665.57)	(2,436.90)	(1,047.82)	(6,567.06)	(5,170.79)	(1,348.86)
	(a) Deferred Tax/(Credit)						202.06
11	Net Profit/(Loss) from Ordinary Activities after Tax (9-10)	(2,665.57)	(2,436.90)	(1,047.82)	(6,567.06)	(5,170.79)	(1,550.92)
12	Extraordinary Items						
13	Net Profit/(Loss) for the period (11+12)	(2,665.57)	(2,436.90)	(1,047.82)	(6,567.06)	(5,170.79)	(1,550.92)
14	Paid-up Equity Share Capital (face value of Rs.10/- each)	5,815.80	5,815.80	5,815.80	5,815.80	5,815.80	5,815.80
15	Reserves excluding Revaluation Reserves	-	-	-	-	-	(2,080.99)
16i	Earnings per share (before extraordinary items) Basic and Diluted	(4.58)	(4.19)	(1.80)	(11.29)	(8.89)	(2.67)
16ii	Earnings per share (after extraordinary items) Basic and Diluted	(4.58)	(4.19)	(1.80)	(11.29)	(8.89)	(2.67)
A	PARTICULARS OF SHAREHOLDING						
1	Public Shareholding:						
	-Number of shares	28,762,231	28,762,231	28,762,231	28,762,231	28,762,231	28,762,231
	-Percentage of shareholding	49.46	49.46	49.46	49.46	49.46	49.46
2	Promoters and Promoters Group Shareholdings:						
	(a) Pledged/Encumbered	-	-	-	-	-	-
	(b) Non Encumbered	-	-	-	-	-	-
	-Number of shares	29,395,801	29,395,801	29,395,801	29,395,801	29,395,801	29,395,801
	-Percentage of Shares (as a % of total shareholding of promoter & promoter group)	100.00	100.00	100.00	100.00	100.00	100.00
	-Percentage of Shares (as a % of total Share Capital of the Company)	50.54	50.54	50.54	50.54	50.54	50.54
B	INVESTOR COMPLAINTS	Quarter ended 31-12-2014					
	Pending at the beginning of the quarter						-
	Received during the quarter						24
	Disposed off during the quarter						24
	Remaining unresolved at the end of the quarter						-

NOTES :

- The company's products are mainly classified under one business segment namely Newsprint and Writing & Printing Paper.
- Auditor's observation on the audited financial results for the year ended 31.03.2014 :-
 "The company has recognized Deferred Tax Assets(DTA) amounting to Rs.13,207.11 lacs in the absence of virtual certainty and convincing evidences about the future taxable income against which such DTA can be realized. This constitutes a departure from para 17 of Accounting Standard (AS) 22 'Accounting for Taxes on Income'. Had the management not recognised such DTA, losses for the year would have been higher by Rs.556.65 lacs and Reserve and Surplus and DTA would have been reduced by Rs.13207.11 lacs."
 Impact of Deferred Tax/(Credit) would be worked out at the year end.
- Effective from 1st April, 2014, the Company has changed depreciation on the basis of the remaining useful lives of the Fixed Assets as assessed by the management in line with Schedule - II of the Companies Act, 2013. As a result, the depreciation charge for the quarter ended 31.12.2014 is lower by Rs. 590.33 lacs. Further, in respect of assets where the remaining useful life is 'nil', their carrying amount after retaining the residual value as on 01.04.2014 has been adjusted against the opening balance of retained earnings as on that date.
- The figures for the corresponding periods have been regrouped / reclassified, wherever necessary, to make them comparable.
- The above Results were reviewed by the Audit Committee and thereafter were approved and taken on record by the Board of Directors at its Meeting held on 02/02/2015 and also the statutory auditors have carried out the " Limited Review " of the same.

For SHREE RAMA NEWSPRINT LIMITED

Limited Review Report

**Review Report to
The Board of Directors
Shree Rama Newsprint Limited**

1. We have reviewed the accompanying statement of unaudited Financial Results of Shree Rama Newsprint Limited ('the Company') for the quarter ended December 31, 2014 ("the Unaudited Financial Results") except for the disclosures in Part II with respect to 'Particulars of Shareholding' and 'Investor Complaints' which have been traced from the details furnished by the Registrar & Transfer Agent / Management. The Unaudited Financial Results 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 the Unaudited Financial Results based on our review.
2. We conducted our review in accordance with the Standard on Review Engagement (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 Unaudited Financial Results are free of material misstatement. A review is limited primarily to inquiries of Company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
3. **QUALIFICATION**

Our audit report on the financial statements for the year ended March 31, 2014 was qualified in respect of the matter stated below;

The Company has recognized Deferred Tax Asset (DTA) amounting to ₹13,207.11 lacs in the absence of virtual certainty and convincing evidences about the future taxable income against which DTA can be realized. This constitute a departure from Para 17 of Accounting Standard (AS) 22 'Accounting for Taxes on Income.' Had the management not recognised such DTA, losses for the year would have been higher by ₹ 556.65 lacs and Reserves and Surplus and DTA would have been reduced by ₹13,207.11Lacs.

This qualification has not been addressed by the management of the Company in the Unaudited Financial Results for the quarter ended December 31, 2014.

4. Based on our review conducted as above, subject to the effects of our observations given in para 3, nothing has come to our attention that causes us to believe that the accompanying Unaudited Financial Results prepared in accordance with applicable accounting standards as



HARIBHAKTI & CO. LLP

Chartered Accountants

specified under Section 133 of the Companies Act, 2013 and other recognised accounting practices and policies have not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement including the manner in which it is to be disclosed, or that it contains any material misstatement.

For Haribhakti & Co. LLP

Chartered Accountants

ICAI Firm Registration No.103523W

Atul Gala

Atul Gala

Partner

Membership No.: 048650



Mumbai

February 2, 2015