

Statement of Audited Financial Results for the Quarter / Year ended 31st March, 2020

(Rs. In lacs)

Sl. No.	Particulars	Quarter Ended			Year Ended	
		3/31/2020	12/31/2019	3/31/2019	3/31/2020	3/31/2019
		(Refer note no. 6)		(Refer note no. 6)		
		(Unaudited)	(Unaudited)	(Unaudited)	(Audited)	(Audited)
1	Income					
	(a) Revenue from Operations	13,447.81	16,364.40	19,812.66	60,656.36	71,004.48
	(b) Other Income	347.99	301.08	355.96	1,178.11	3,370.87
	Total Income (a+b)	13,795.80	16,665.48	20,168.62	61,834.47	74,375.35
2	Expenses					
	(a) Cost of Materials Consumed	3,829.91	5,309.37	5,651.20	19,840.70	19,668.10
	(b) Changes in Inventories of Finished Goods and Work-in-progress	683.41	(14.50)	399.75	(638.67)	337.95
	(c) Employee Benefits Expense	2,005.99	2,146.81	1,977.11	8,428.73	8,427.14
	(d) Finance Costs	147.21	127.56	244.89	523.41	997.18
	(e) Depreciation and Amortisation Expense	851.68	839.24	800.78	3,316.02	3,161.38
	(f) Other Expenses	6,876.71	7,860.94	8,090.32	28,270.73	28,777.88
	Total Expenses	14,394.91	16,269.42	17,164.05	59,740.92	61,369.63
3	Profit before Tax (1-2)	(599.11)	396.06	3,004.57	2,093.55	13,005.72
4	Tax expenses	(301.09)	63.22	(237.58)	100.76	2,840.75
5	Net Profit for the period (3-4)	(298.02)	332.84	3,242.15	1,992.79	10,164.97
6	Other comprehensive income not to be reclassified to Profit and Loss in subsequent periods (net of tax)	(8,153.65)	353.07	(1,868.13)	(12,701.06)	(607.33)
7	Total comprehensive income for the period (5+6)	(8,451.67)	685.91	1,374.02	(10,708.27)	9,557.64
8	Paid-up equity share capital (Face value per share : Re.1/-)	2,121.96	2,121.96	2,121.96	2,121.96	2,121.96
9	Other Equity				124,147.59	136,390.66
10	Earnings per Equity Share of face value of Re.1/- each (Not Annualised)					
	Basic and Diluted	(0.14)	0.16	1.53	0.94	4.79

Notes :-

- 1 The Board recommends a dividend of Rs. (.....%) per share on equity shares of the Company.
- 2 The above financial results were reviewed by the Audit Committee and taken on record by the Board of Directors of the Company at their respective meetings held on June 26th, 2020. The financial results for the year ended 31st March, 2020 have been duly audited by the Company's Statutory Auditors.
- 3 Results for the 4th quarter have been affected due to loss of production at paper plant due to break down in the recovery boiler for 10 days during January & February 2020 and planned manitance shut of the same in March for 11 days.
- 4 The operation of the Company were further impacted in the month of March 2020 due to shutdown of plants following nationwide lockdown announced by the Government of India because of COVID-19 outbreak. While this has impacted production/sales performance of the company, the management expects normalcy to return gradually and is monitoring the situation closely.

While the demand for the Company's products could be lower in the short term but the management does not expect it to have continuing impact on the business of the Company. The management does not anticipate any challenge in the Company's ability to continue as a going concern or in meeting its financial obligations and expects no significant impact on carrying amount value of inventories, tangible assets, intangible assets, trade receivables, investments and other financial assets and continues to monitor changes in future economic conditions.

The eventual outcome of the global pandemic may be different than those estimated as on the date of approval of these results.
- 5 Due to the uncertainty arising out of Covid 19, the management has estimated the recoverable amount of the Paper unit as a CGU which has been determined using the value-in-use method. The recoverable amount of the Paper unit was determined to be higher than the carrying amount and therefore no provision for impairment was required to be recognised as at March 31, 2020. Key assumptions used in the determination of the recoverable amount includes the discount rate and the long-term revenue growth rate. Any future reduction in the long-term revenue growth rates or increase in the discount rates in future could result in the recoverable amount being lower than it's carrying amount
- 6 The figures of last quarter for the current year and the previous year are the balancing figures in respect of the full financial year ended 31st March and the unaudited published year to date figures upto third quarter ended 31st December, which were subject to limited review.
- 7 Taxation Laws (Amendment) Act, 2019 enacted on December 11, 2019 [Promulgated as the Taxation Laws (Amendment) Ordinance, 2019 on September 20, 2019] amends the Income Tax Act, 1961, and the Finance (No. 2) Act, 2019. The ordinance/act provides domestic companies an option for lower tax rates, provided they do not claim certain deductions. The Company have not opted for the lower tax rate and applied the rate existing prior to the Ordinance/Act in making provision of its tax liability for the financial year.
- 8 Tax expenses include deferred tax and is after adjusting MAT credit entitlement.
- 9 Effective April 1, 2019, the Company adopted Ind AS 116 'Leases' and applied the same to all lease contracts existing on April 1, 2019 using the modified retrospective approach with right-of-use asset recognized at an amount equal to the adjusted lease liability. Accordingly, comparatives for the year ended March 31, 2019 have not been adjusted.
- 10 The Company is primarily engaged in single reportable operating segment viz. Paper and hence no segment disclosure is required.
- 11 Previous period figures have been regrouped / rearranged wherever necessary to conform to the current period's classification.

12 Balance Sheet:		(Rs. In lacs)	
Particulars		As at March 31, 2020	As at March 31, 2019
		(Audited)	(Audited)
ASSETS			
1. Non-current Assets			
(a) Property, Plant and Equipment		130,932.22	132,314.79
(b) Right-of-Use Assets		647.36	-
(c) Capital Work-in-progress		5,338.65	1,770.93
(d) Investment Property		624.73	629.10
(e) Intangible assets (other than goodwill)		62.98	106.72
(f) Biological assets other than bearer plants		39.52	33.02
(g) Financial Assets			
(i) Investments		14,778.36	28,943.44
(ii) Loans		263.66	261.52
(iii) Other Financial Assets		32.94	2.30
(h) Non-current Tax Assets (Net)		315.92	509.13
(i) Other Non-current Assets		1,936.06	1,283.75
Total-Non-current Assets		154,972.40	165,854.70
2. Current Assets			
(a) Inventories		7,669.06	7,549.22
(b) Biological assets		285.52	186.62
(c) Financial Assets			
(i) Trade Receivables		2,733.16	3,012.82
(ii) Cash and Cash Equivalents		330.26	296.04
(iii) Other Bank Balances		197.23	154.20
(iv) Loans		119.30	133.20
(v) Other Financial Assets		54.49	16.20
(d) Current Tax Assets		515.53	-
(e) Other Current Assets		2,627.20	3,320.94
Total-Current Assets		14,531.75	14,669.24
TOTAL - ASSETS		169,504.15	180,523.94
EQUITY AND LIABILITIES			
Equity			
(a) Equity Share Capital		2,121.96	2,121.96
(b) Other Equity		124,147.59	136,390.66
Total-Equity		126,269.55	138,512.62
LIABILITIES			
1. Non-current Liabilities			
(a) Financial Liabilities			
(i) Borrowings		-	1,014.88
(ii) Lease Liabilities		603.86	-
(b) Employee benefit obligations		1,210.08	959.65
(c) Deferred Tax Liabilities (Net)		23,199.43	25,120.30
Total-Non-current Liabilities		25,013.37	27,094.83
2. Current Liabilities			
(a) Financial Liabilities			
(i) Borrowings		2,517.49	1,089.77
(ii) Lease Liabilities		118.12	-
(iii) Trade Payables			
(a) Total outstanding dues of micro enterprises and small enterprises		46.71	16.88
(b) Total outstanding dues of creditors other than micro enterprises and small enterprises		9,758.67	8,378.61
(iv) Other Financial Liabilities		2,815.48	2,683.81
(b) Employee benefit obligations		1,069.86	1,049.72
(c) Current tax liabilities (net)		67.69	232.30
(d) Other Current Liabilities		1,827.21	1,465.40
Total-Current Liabilities		18,221.23	14,916.49
Total Liabilities		43,234.60	42,011.32
TOTAL - EQUITY AND LIABILITIES		169,504.15	180,523.94

13	Statement of Cash Flows:		
		(Rs. In lacs)	
	Particulars	As at March 31, 2020 (Audited)	As at March 31, 2019 (Audited)
(A)	Cash flows from operating activities:		
	Profit before income tax	2,093.55	13,005.72
	Adjustments for:		
	Depreciation and amortisation expense	3,316.02	3,161.38
	Interest and finance charges	296.50	743.35
	Interest on lease liabilities	122.73	-
	Interest expense on income tax	3.15	113.50
	Other borrowing costs	101.03	140.33
	Net (gain) / loss on disposal of property, plant and equipment	11.18	(1,590.80)
	Net gain on disposal of investment property	-	(602.09)
	Bad debts written off	-	4.69
	Provision for doubtful debts and advances	-	153.13
	Rental income from investment properties	(182.93)	(251.82)
	Gain on sale / redemption of units of mutual funds	(2.50)	(21.44)
	Unspent liabilities, provisions no longer required and unclaimed balances written back	(127.56)	(300.92)
	Unrealised foreign exchange loss/(gain) (net)	(13.04)	(53.40)
	Interest income	(16.87)	(33.60)
	Dividend income	(304.06)	(313.33)
	Operating profit before changes in operating assets and liabilities	5,297.20	14,154.70
	Increase in trade payables, other liabilities and provisions	1,779.22	1,246.21
	(Increase) in inventories	(119.84)	(1,476.96)
	(Increase) in biological assets	(105.39)	(42.99)
	(Increase) /decrease in trade receivables, loans and advances and other assets	711.44	(791.11)
	Cash generated from operations	7,562.63	13,089.85
	Income taxes paid (net)	(714.15)	(3,207.86)
	Net cash inflow from operating activities	6,848.48	9,881.99
(B)	Cash flows from investing activities:		
	Proceeds from disposal of property, plant and equipment	7.61	208.06
	Proceeds from disposal of investment property	-	1,628.00
	Payments for acquisition of property, plant and equipment/intangible assets	(5,088.19)	(2,733.04)
	Proceeds on disposal of investments in equity shares	-	356.42
	Rental income from investment properties received	182.93	251.82
	Purchases of Units of MF	(1,365.00)	(5,170.00)
	Proceeds from sale of Units of MF	1,367.50	5,191.44
	Interest received	-	29.19
	Dividend received	304.06	313.33
	Fixed deposits made/ (withdrawn)	(78.52)	(7.45)
	Net cash inflow / (outflow) from investing activities	(4,669.61)	67.77
(C)	Cash flows from financing activities:		
	Repayment of long-term borrowings	(1,402.70)	(4,211.72)
	(Repayment) / Proceeds of short-term borrowings	1,427.72	(1,985.07)
	Principal element of Lease payments	(100.25)	-
	Interest elements of Lease payments	(122.73)	-
	Interest paid	(302.86)	(745.41)
	Interest expense on income tax	(3.15)	(113.50)
	Other borrowing costs paid	(101.03)	(140.33)
	Dividend paid	(1,277.96)	(2,355.49)
	Dividend distribution tax paid	(261.69)	(479.77)
	Net cash (outflow) from financing activities	(2,144.65)	(10,031.29)
	Net increase / (decrease) in cash and cash equivalents (A+B+C)	34.22	(81.53)
	Cash and cash equivalents at the beginning of the financial year	296.04	377.57
	Cash and cash equivalents at the end of the period	330.26	296.04

NEW DELHI
June 26, 2020

By Order of the Board
for ORIENT PAPER & INDUSTRIES LTD.

(M L PACHISIA)
Managing Director
(DIN: 00065431)