

SHREE BHAWANI PAPER MILLS LIMITED

AN ISO 9001 : 2008, ISO 14001 : 2004, OHSAS 18001 : 2007 CERTIFIED COMPANY

REGD. OFF. : 33, DAYANAND MARG, ALLAHABAD - 211 002, INDIA
Phones : 91-532-2548407 Fax : 91-532-2548425, e-mail : sbpmills1@sancharnet.in
CIN : L21015UP1979PLC004783 info@shbhawani.com

RO/ 46

30th May, 2017

Bombay Stock Exchange Limited
Department of Corporate Service
Phiroze Jeejeebhoy Towers
Dalal Street
MUMBAI-400001

Sub: Outcome of the Board Meeting held on 30th May, 2017

Ref: Audited Financial Results of the Company for the Quarter/Year ended 31st March, 2017

Dear Sir,

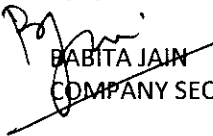
We wish to inform you that the Board of Directors of the Company in their meeting held on 30th May, 2017 have, pursuant to Regulation 33 (3) (a) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, considered and approved the Audited Financial Results of the Company for the Quarter and Year ended 31st March, 2017, which were duly reviewed by the Audit Committee of the Company in its meeting held on 30th May, 2017. In this connection, please find enclosed herewith the followings:

1. Statement of Audited Financial Results of the Company for the Quarter and Year ended 31st March, 2017.
2. Pursuant to Regulation 33 (1) (d) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, copy of the Statutory Auditors' Report on aforesaid Quarterly Financial Results.
3. Copy of Compliance Certificate pursuant to Regulation 17(8) of SEBI (Listing obligations & Disclosure Requirements) Regulations, 2015.
4. Statement of Impact of Audit Qualification on Audited Financial Results for the year ending 31st March, 2017.

We request you to take the same as record.

Thanking you,

Yours faithfully,
For SHREE BHAWANI PAPER MILLS LIMITED


BABITA JAIN
COMPANY SECRETARY

Encl: as above

SHREE BHAWANI PAPER MILLS LIMITED
REGD. OFFICE : 33, DAYANAND MARG, ALLAHABAD 211002

CIN: L21015UP1979PLC004783 Website: www.shbhawani.com Email: info@shbhawani.com, Phone No. 0532-2548404, Fax-0532-2548425

Audited Financial Results for the Quarter and Year Ended 31st March, 2017

(Rs. in Lacs)

Sl. No.	Particulars	Quarter Ended			Year Ended	
		31-Mar-2017	31-Dec-2016	31-Mar-2016	31-Mar-2017	31-Mar-2016
		Unaudited	Unaudited	Unaudited	Audited	Audited
1	(a) Net Sales / Income from Operations -(Net of excise duty)	2	0	0	2	19
	(b) Other Operating Income	0	0	0	0	0
	Total Income from Operations	2	0	0	2	19
2	Expenditure					
	(a) Increase/decrease in stock in trade and work in progress	2	0	0	2	15
	(b) Consumption of raw materials	0	0	0	0	0
	(c) Purchase of traded goods	0	0	0	0	0
	(d) Employees Benefit Expenses	-37	35	53	109	313
	(e) Depreciation & Amortization Expenses	216	220	220	876	893
	(f) Consumption of Chemicals, Stores & Spares	0	0	0	0	0
	(g) Power & Fuel	3	5	108	75	231
	(h) Other expenditure	529	9	1356	565	1415
	Total Expenditure	713	269	1737	1627	2867
3	Profit from Operations before Other Income, Finance Cost & Exceptional Items (1 - 2)	-711	-269	-1737	-1625	-2848
4	Other Income	34	0	22	44	80
5	Profit before Finance Cost & Exceptional Items (3 + 4)	-677	-269	-1715	-1581	-2768
6	Finance Cost *	647	652	441	2531	2134
7	Profit after Finance Cost but before Exceptional Items (5 - 6)	-1324	-921	-2156	-4112	-4902
8	Exceptional Items		0	247	0	247
9	Profit from Ordinary Activities before Tax (7 - 8)	-1324	-921	-2403	-4112	-5149
10	Tax Expense (Income Tax Adjustment of Earlier Years)		0	-12	0	-12
11	Net Profit from Ordinary Activities after Tax (9 - 10)	-1324	-921	-2391	-4112	-5137
12	Extraordinary Items (Net of Tax Expense)		0	0	0	0
13	Net Profit for the period (11 - 12)	-1324	-921	-2391	-4112	-5137
14	Paid-up Equity Share Capital (Face Value of Rs. 10/- each)	3483	3483	3483	3483	3483
15	Reserves excluding Revaluation Reserves as per Balance Sheet of previous accounting year				333	333
16	(i) Earning per Share (EPS) before Extraordinary Items (Not Annualised)					
	a) Basic and diluted EPS before Extra-ordinary items for the period, for the year to date and for the Previous Year (Not to be annualised)	-3.80	-2.64	-6.86	-11.81	-14.75
	b) Basic and diluted EPS after Extra-ordinary items for the period, for the year to date and for the Previous Year (Not to be annualised)	-3.80	-2.64	-6.86	-11.81	-14.75

Statement of Assets and Liabilities

Rs. in Lacs

Sl. No	Particulars	As at	
		31-Mar-2017	31-Mar-2016
		Audited	Audited
A	EQUITY AND LAIBILITIES:		
1	Shareholders' Funds:		
	(a) Share Capital	3481.13	3481.13
	(b) Reserve and Surplus	-28931.69	-24819.60
	Sub- Total - Shareholders' Funds	-25450.56	-21338.47
2	Share Application money pending allotment		
3	Minority Interest		
4	Non - Current Liabilities		
	(a) Long -Term borrowings	22132.04	20481.05
	(b) Deferred Tax Liabilities (Net)		
	(c) Other Long Term Liabilities		
	(d) Long- Term provisions	23.16	25.10
	Sub- Total- Non Current Liabilities	22155.20	20506.15
5	Current Liabilities:		
	(a) Short -Term Borrowings	8852.45	7977.40
	(b) Trade Payables	2677.35	2357.26
	(c) Other Current Liabilities	2611.88	2311.89
	(d) Short Term provisions	-	-
	Sub- Total- Current Liabilities	14141.68	12646.55
	TOTAL EQUITY AND LAIBILITIES:	10846.32	11814.23
B	ASSETS:		
1	Non -Current Assets:		
	(a) Fixed Assets	8529.07	9404.87
	(b) Non Current Investments	0.04	0.04
	(c) Deferred Tax Assets (Net)	1400.00	1400.00
	(d) Long -term- Loans and advances	103.14	97.73
	Sub- Total- Non Current Assets	10032.25	10902.64
2	Current Assets:		
	(a) Current Investments		
	(b) Inventories	195.93	198.44
	(c) Trade receivables	471.17	545.03
	(d) Cash & Cash equivalents	5.18	17.97
	(e) Short Term loans and advances	141.79	150.15
	Sub- Total-Current Assets	814.07	911.59
	TOTAL ASSETS:	10846.32	11814.23

NOTES:

- 1 The Company has been declared 'Sick' under Section 3 (1) (o) of Sick Industrial Companies (Special Provision) Act, 1985. As per CPCB Order, the Company stopped production in October, 2014 pending approval of Draft Rehabilitation Scheme (DRS).
- 2 The Company is maintaining its accounts on a 'going concern' basis, despite 'NIL' production
- 3 The Company operates in only one segment, viz paper.
- 4 The above audited financial results have been reviewed by the Audit Committee and approved by the Board of Directors of the Company at their Meeting held on 30th May, 2017.

PLACE: ALLAHABAD
DATED: 30TH MAY, 2017

for SHREE BHAWANI PAPER MILLS LIMITED
GIRISH TANDON
MANAGING DIRECTOR
DIN: 00109528



P.L. GUPTA & Co.
Chartered Accountants

26/52, Birhana Road,
Kanpur-208001 (U.P.)
Phone: 0512-239575
Email: yuvraj1919@yahoo.com

Independent Auditor's Report

To Board of Directors of
Shree Bhawani Paper Mills Ltd.
33, Dayanand Marg
Allahabad

1. We have audited the accompanying Statement of Financial Results of Shree Bhawani Paper Mills Limited ("the Company") for the year ended March 31, 2017 ("the statement"), being submitted by the company pursuant to the requirement of Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. This statement, which is responsibility of the Company's Management and approved by the Board of Directors, has been prepared on the basis of related financial statement which are in accordance with Accounting Standards 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 an opinion on the Statement base on our audit of financial statements.
2. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the statement is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the statement, whether due to fraud or error. In making those risk statements , the auditor considers internal control relevant to the company's preparation and fair presentation of the statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control. An audit also includes evaluating the

Branch Office: D-85, Sector-6, Noida-201301 (U.P.)

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2017-03-31



P.L. GUPTA & Co.
Chartered Accountants

26/52, Birhana Road,
Kanpur-208001 (U.P.)
Phone: 0512-239575

Email: yuvraj1919@yahoo.com

appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by management as well as evaluating the overall presentation of the statement.

We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter

3. We draw attention to Note No.42 of financial statements, the Company became a sick industrial company within the meaning of Section 3 (1) (O) of the Sick Industrial Companies (Special Provisions) Act, 1985 (SICA) due to erosion of its entire net worth and the Company was declared a sick industrial company by BIFR on 26th September 2013. These factors, along with other matters as set forth in the said note, raise doubt that the Company will be able to continue as a going concern. The Company has provided interest on Term Loan and other Bank Loans of Indian Bank and Bank of Baroda @10.50% with effect from 1st January 2013. Had the liability of interest been considered at the rate as sanctioned by the Banks the Loss for the year would have been Rs. 58,67,32,643/- as against the reported loss of Rs.41,12,09,942/-

4. In our opinion and to the best of our information and according to the explanations given to us, the Statement:
- i. is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015; and
 - ii. gives a true and fair view of in conformity with aforesaid Accounting Standards and other accounting principles generally accepted in India of the net loss and other financial information of the company for the year ended March 31, 2017.

Branch Office: D-85, Sector-6, Noida-201301 (U.P.)





P.L. GUPTA & Co.
Chartered Accountants

26/52, Birhana Road,
Kanpur-208001 (U.P.)
Phone: 0512-239575

Email: yuvraj1919@yahoo.com

5. The Statement includes the results for the Quarter ended 31st March, 2017 being the balancing figure between audited figures in respect of the full financial year and the published year to date figures upto the third quarter of the current financial year which were subject to limited review by us.

For P.L. Gupta & Co.

Chartered Accountants
Firm Registration No. -011575C

P. L. Gupta

(P.L. GUPTA)
Partner
Membership No. 009444

Place: **ALLAHABAD**
Date: **30-05-2017**



Branch Office: D-85, Sector-6, Noida-201301 (U.P.)

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Audited Financial Results for the Quarter and Year Ended 31st March, 2017

(Rs. in Lacs)

Sl. No.	Particulars	Quarter Ended			Year Ended	
		31-Mar-2017	31-Dec-2016	31-Mar-2016	31-Mar-2017	31-Mar-2016
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2	Expenditure					
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	(b) Consumption of raw materials	0	0	0	0	0
	(c) Purchase of traded goods	0	0	0	0	0
	(d) Employees Benefit Expenses	-37	35	53	109	313
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Rs. in Lacs

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SHREE BHAWANI PAPER MILLS LIMITED

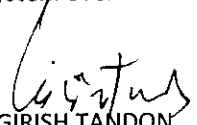
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CEO and CFO Certificate

The Board of Directors of
The Shree Bhawani Paper Mills Ltd.

- A. We have reviewed the financial statements and the cash flow statement of The Shree Bhawani Paper Mills Ltd. (the Company) for the year ended 31st March, 2017 to the best of our knowledge and belief.
- I. these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
- II. these statements together present a true and fair view of the Company's affairs and are in compliance with the existing accounting standards, applicable laws and regulations.
- B. There are, to the best of our knowledge and belief, no transactions entered into by the Company during the year, which are fraudulent, illegal or violative of the Company's code of conduct.
- C. We accept responsibility for establishing and maintaining internal controls for financial reporting and we have evaluated the effectiveness of internal control systems of the Company pertaining to financial reporting and we have disclosed to the auditors and the Audit Committee, significant deficiencies in the design or operation of internal controls, if any, of which we are aware and the steps taken or proposed to be taken to rectify these deficiencies.
- D. We have indicated to the auditors and the Audit Committee:
- I significant changes in internal control over financial reporting during the period,
- II significant changes in accounting policies during the period, if any, and that the same have been disclosed in the notes to the financial statements; and
- III instances of significant fraud of which we have become aware and the involvement therein, if any, of the management or any employee having a significant role in the Company's internal control system over financial reporting.


GIRISH TANDON
MANAGING DIRECTOR


R.M. PANDEY
CHIEF FINANCIAL OFFICER (CFO)

Place: Allahabad
Date: .30th May, 2017



SHREE BHAWANI PAPER MILLS LIMITED

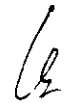

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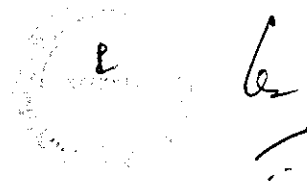
ANNEXURE – I

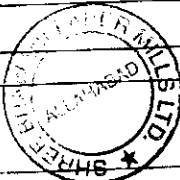
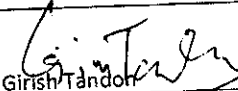


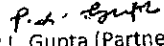
Statement on Impact of Audit Qualifications (for audit report with modified opinion) submitted along-with Annual Audited Financial Results –(Standalone)

Statement on Impact of Audit Qualifications for the Financial Year ended March 31,2017				
[See Regulations 33 / 52 of the SEBI (LODR) (Amendment) Regulations, 2016]				Rs. in Lacs
I.	Sl.No.	Particulars	Audited Figures (as reported before adjusting for qualifications)	Adjusted Figures (audited figures after adjusting for qualifications)
	1.	Turnover / Total income	2	2
	2.	Total Expenditure	4158	5913
	3.	Net Profit/(Loss)	-4112	-5867
	4.	Earnings Per Share (Rs.)	-11.81	-16.85
	5.	Total Assets	10846	10846
	6.	Total Liabilities	36296	38051
	7.	Net Worth	-25450	-27205
	8.	Any other financial item (s) (as felt appropriate by the management)	-	-
II. <u>Audit Qualification (each audit qualification separately):</u>				
<p>a. Details of Audit Qualification:</p> <ol style="list-style-type: none"> 1. As mentioned in Note No. 40 of financial statements, the balances of some of the trade receivables, trade payables, lender and loans and advances are subject to confirmation/reconciliation and subsequent adjustments, if any. As such, we are unable to express any opinion as to the effect thereof on the financial statements for the year. 2. As mentioned in Note No.42 of financial statements, the Company became a sick industrial company within the meaning of Section 3 (1) (O) of the Sick Industrial Companies (Special Provisions) Act, 1985 (SICA) due to erosion of its entire net worth and the Company was declared a sick industrial company by BIFR on 26th September 2013. These factors, along with other matters as set forth in the said note, raise doubt that the Company will be able to continue as a going concern. The Company has provided interest on Term Loan and other Bank Loans of Indian Bank and Bank of Baroda @10.50% with effect from 1st January 2013. Had the liability of Interest been considered at the rate as sanctioned by the Banks the Loss for the year would have been Rs. 58,67,32,643/- as against the reported loss of Rs.41,12,09,942/-. 3. As mentioned in Note No.29 of financial statements, the Company has not recognized additional net Deferred Tax Asset during the year. Net Deferred Tax Assets of Rs. 14 crore was recognized for the year ended 31.03.2012 based on the future profitability projections by the management. In the context of uncertainty of generation of profits in near future, Deferred Tax Assets has not been recognized. 				

	<p>4. As mentioned in Note No. 33 of financial statements, the company has provided gratuity liability on estimated basis amounting to Rs.5,85,840/- (Previous Year Rs.11,13,962/-). which is not in compliance with "Accounting Standard 15 - Employee Benefits" issued by The Institute of Chartered Accountants of India.</p> <p>5. As mentioned in Note No. 32 of financial statements, the company has provided leave encashment liability on estimated basis amounting to Rs.9,55,217/- (Previous Year provided on actuarial basis Rs.15,37,207/-). which is not in compliance with "Accounting Standard 15 - Employee Benefits" issued by The Institute of Chartered Accountants of India.</p>
	<p>b. Type of Audit Qualification: Qualified Opinion / Disclaimer of Opinion / Adverse Opinion)</p> <p style="text-align: center;">Qualified Opinion</p>
	<p>c. Frequency of qualification: Whet her appeared first time / repetitive / since how long continuing</p> <p style="text-align: center;">Repetitive</p>
	<p>d. For Audit Qualification (s) where the impact is quantified by the auditor, Management's Views:</p> <p style="text-align: center;">The Company became a sick industrial company within the meaning of Section 3 (1) (O) of Sick Industrial Companies (Special Provisions) Act, 1985 (SICA) due to erosion of its entire net worth and the Company was declared a sick Industrial Company by Hon'ble BIFR on 26th September, 2013. The Company has submitted the Draft Rehabilitation Scheme (DRS) to operating agency, Bank of Baroda. The Company has provided interest on Term Loan and other loans of Indian Bank and Bank of Baroda @ 10.50% with effect from 1st January, 2013 in accordance with Guidelines and Checklist for preparation of Draft Rehabilitation Scheme as provided by Hon'ble BIFR.</p>
	<p>e. For Audit Qualification (s) where the impact is not quantified by the auditor:</p>
	<p>(i) Management's estimation on the impact of audit qualification : NA</p>
	<p>(ii) If management is unable to estimate the impact, reasons for the same:</p> <ol style="list-style-type: none"> 1) In respect to confirmation and reconciliation of some of the trade receivables, trade payables, lender and loans and advances. Due to closure of the Plant, necessary verification has been delayed, however, the Management is of the opinion that there are no material adjustments in this regards. Hence amount is not determinable. 2) In respect of the Company has not recognized additional net Deferred Tax Asset during the year. There has been delay in approval of Draft Rehabilitation of scheme/ settlement with lenders. The Company is confident of getting support from lenders for settlement /revival of the Company and generate profit in near future. 3) In respect of gratuity, the Company has provided for gratuity liability on estimated basis and the management could not get the Actuarial Valuation of Gratuity. 4) In respect of leave encashment , the Company has provided for leave encashment liability on estimated basis and the management could not get the Actuarial Valuation of Leave Encashment.



(iii) Auditor's Comments on (i) or (ii) above: ---NIL---	
	
III. Signatories:	
• Managing Director	 Girish Tandon
• CFO	 Roop Mani Pandey
• Audit Committee Chairman	 Anjoo Vinod
• Statutory Auditor	For M/s. P.L Gupta & Co., Chartered Accountants Firm Registration No. 011575C  P.L. Gupta (Partner) Membership No. 009444
Place: Allahabad	
Date: 30 th May 2017	
