

**INTERNATIONAL PAPER APPM LIMITED**

(An ISO 9001 & 14001 and OHSAS 18001 Company)

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

Corporate Office: Krisha Sapphire Building, 8th Floor, 1-89/3/B/40 to 42/KS/801, Hi-tech City Main Road, Madhapur, Hyderabad - 500 081

Website: [www.ipappm.com](http://www.ipappm.com)

**PART I**  
**STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2014**

(In Indian rupees lakhs, except per share data and unless otherwise stated)

Sl. No	Particulars	Quarter ended			Year ended
		June 30, 2014 (Unaudited)	March 31, 2014 (Audited)	June 30, 2013 (Unaudited)	March 31, 2014 (Audited)
	<b>(Refer Notes Below)</b>		<b>Refer Note 7</b>		
1	<b>Income</b>				
	a) Net Sales / Income from operations (Net of Excise duty)	28,265.98	28,731.98	25,632.09	109,165.19
	b) Other Income	315.35	355.68	393.45	1,325.28
	<b>Total Income</b>	<b>28,581.33</b>	<b>29,087.66</b>	<b>26,025.54</b>	<b>110,490.47</b>
2	<b>Expenditure</b>				
	a) Cost of materials consumed	12,524.24	13,239.65	10,905.56	49,410.68
	b) Purchase of stock-in-trade	-	114.37	204.88	716.11
	c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(1,025.10)	(2,311.42)	(2,008.40)	(3,061.38)
	d) Stores and spares consumed	5,307.76	5,510.87	5,073.81	22,714.66
	e) Power and fuel expense	2,264.20	2,253.08	1,932.85	8,774.00
	f) Employee benefits expense	2,919.27	2,422.54	2,668.86	10,816.60
	g) Other expenses	3,295.19	3,253.63	3,306.69	13,722.18
	Total	25,285.56	24,482.72	22,084.25	103,092.85
3	<b>EBIDTA</b>	<b>3,295.77</b>	<b>4,604.94</b>	<b>3,941.29</b>	<b>7,397.62</b>
4	Finance costs	1,166.28	1,170.24	900.50	4,338.60
5	Depreciation and amortisation expense	1,625.98	2,115.19	1,871.81	8,701.49
6	<b>Profit/(Loss) from Ordinary activities before tax</b>	<b>503.51</b>	<b>1,319.51</b>	<b>1,168.98</b>	<b>(5,642.47)</b>
7	Tax expense/(benefit)	86.45	1,000.13	355.82	(1,481.26)
8	<b>Net Profit/(Loss) for the year</b>	<b>417.06</b>	<b>319.38</b>	<b>813.16</b>	<b>(4,161.21)</b>
9	Paid - up equity share capital (face value ₹ 10/- each)	3,977.00	3,977.00	3,977.00	3,977.00
10	Reserves (Excluding revaluation reserve)	-	-	-	37,543.07
11	Earnings per share - Basic (₹) [Not annualised]	1.05	0.80	2.04	(10.46)*
12	Earnings per share - Diluted (₹) [Not annualised]	1.05	0.80	2.04	(10.46)*

\* Annualised

**PART II**  
**SELECT INFORMATION FOR THE QUARTER ENDED JUNE 30, 2014**

Sl. No.	PARTICULARS	Quarter ended			Year ended March 31, 2014
		June 30, 2014	March 31, 2014	June 30, 2013	
<b>A</b>	<b>PARTICULARS OF SHAREHOLDING</b>				
1	Public share holding - Number of shares (Face value ₹ 10/- each) - Percentage of share holding	9,942,510 25.00	9,942,510 25.00	9,942,510 25.00	9,942,510 25.00
2	Promoters and promoter group Shareholding Non-encumbered - Number of shares - Percentage of shares (as a % of the total shareholding of promoter and promoter group) - Percentage of shares (as a % of the total share capital of the company)	29,827,529 100.00 75.00	29,827,529 100.00 75.00	29,827,529 100.00 75.00	29,827,529 100.00 75.00

	Particulars	Quarter ended June 30, 2014
<b>B</b>	<b>INVESTOR COMPLAINTS</b>	
	Pending at the beginning of the quarter	-
	Received during the quarter	1
	Disposed off during the quarter	1
	Remaining unresolved at the end of the quarter	-

**Notes:**

- The above unaudited financial results have been reviewed by the Audit Committee and approved by the Board of Directors of the Company at their meetings held on July 22, 2014.
- The above unaudited financial results have been subjected to Limited Review by the Statutory Auditors of the Company.
- The Company has adopted the useful lives of fixed assets as specified in Part C of Schedule II of the Companies Act, 2013 effective April 1, 2014. Consequently the depreciation and amortization expenses for the quarter ended June 30, 2014 is lower by ₹ 438.32 lakhs.
- During the period ended December 31, 2011, the Company had accrued ₹ 415.99 lakhs towards managerial remuneration paid to the erstwhile Directors, of which ₹194.64 lakhs, was in excess of the maximum limits specified in Schedule XIII to the Companies Act, 1956. The members of the Company at the Annual General Meeting held on March 22, 2012 approved the waiver of recovery of excess remuneration paid to the Directors, subject to Central Government's approval. Consequently, requisite application was made by the Company to Ministry of Corporate Affairs (MCA) on April 17, 2012, for which approval was received by the Company towards waiver of recovery of excess remuneration paid to erstwhile Managing Director and Executive Directors. However, MCA had rejected the application made by the Company for the waiver of recovery of excess remuneration of ₹ 70.07 lakhs paid to a promoter director. The Company has obtained legal advice in respect of the same and made a representation to the MCA to reconsider the said rejection.
- The Company is in the business of manufacture and sale of pulp, paper and paper boards. Management views manufacture and sale of pulp, paper and paper boards as a single reportable business segment.
- During the previous year Company had incorporated a subsidiary, IP India Foundation for its Corporate Social Responsibility activities. The same is not considered for consolidation, as the objective of control over this entity is not to obtain economic benefits from its activities.
- The figures for the quarter ended March 31, 2014 are the balancing figures between the audited figures of the full financial year ended March 31, 2014 and the published year to date figures upto nine months ended December 31, 2013.
- The figures of the previous periods have been regrouped/reclassified, wherever considered necessary to correspond with the current period's classification/disclosure.

By order of the Board  
For International Paper APPM Limited

Place : Hyderabad  
Date: July 22, 2014

Rampraveen Swaminathan  
Managing Director & CEO