

Partners :

B. S. Ravikumar, M.Com., B.L., FCA
R. Rajesh, B.Com., FCA, DISA

73, 2nd Floor, Sri Madhvesha Complex
Malai Mahadeshwara Road
Nazarbada, MYSURU - 570 010

Limited Review Report on Unaudited Quarterly and six months ended Standalone Financial Results of The South India Paper Mills Limited pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

**Review Report to
To the Board of Directors of
The South India Paper Mills Limited,
Nanjangud.**

1. We have reviewed the accompanying statement of unaudited standalone financial results of **The South India Paper Mills Limited ("the Company")** for the quarter ended **30th September 2022** and year to date results for the period from 01st April 2022 to 30th September 2022 ("the Statement"), attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("the Listing Regulations").
2. This Statement is the responsibility of the Company's Management and has been approved by the Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under section 133 of the Companies Act, 2013 read with relevant rules thereunder and other accounting principles generally accepted in India. Our responsibility is to issue a report on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (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 financial statements 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.
4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the applicable Indian Accounting Standards and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.

for **B.S. Ravikumar & Associates**
Chartered Accountants
Firm Registration Number : 006101S



B.S. Ravikumar
Partner
Membership Number : 010218
UDIN : 22010218BDCMOO6823



Date : 14th November 2022
Place : Mysuru



THE SOUTH INDIA PAPER MILLS LIMITED

Regd. Office & Factory : Chikkayana Chatra, Nanjangud - 571 302, Karnataka State, India

Corporate & Marketing Office : # 1205 / 1206, Prestige Meridian II, M.G Road, Bangalore - 560 001.

STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER / HALF YEAR ENDED 30.09.2022							₹ in Lakhs
PARTICULARS	3 months ended 30/09/2022	Preceding 3 months ended 30/09/2022	Corresponding 3 months ended 30/09/2021 in the previous year	Year to date figures for 6 months ended 30/09/2022	Year to date figures for 6 months ended 30/09/2021	Previous Accounting year ended 31/03/2022	
	Ind AS Reviewed	Ind AS Reviewed	Ind AS Reviewed	Ind AS Reviewed	Ind AS Reviewed	Ind AS Audited	
I Revenue from operations	7,519.33	8,051.67	7,463.88	15,571.00	14,406.13	30,535.57	
II Other Income	14.59	3.31	12.39	17.90	15.58	60.61	
III Total Income (I + II)	7,533.92	8,054.98	7,476.27	15,588.90	14,421.71	30,596.18	
IV Expenses							
a) Cost of Materials Consumed	4,685.79	4,242.91	3,921.77	8,928.70	7,277.86	15,820.31	
b) Purchase of Stock-in-Trade	-	-	-	-	-	-	
c) Changes in Inventories of Finished goods, WIP	(160.29)	(75.98)	(234.11)	(236.27)	(254.71)	(186.74)	
d) Employee Benefits Expenses	688.61	686.02	723.16	1,374.63	1,453.85	2,823.58	
e) Finance Costs	368.74	325.90	151.44	694.64	277.80	587.75	
f) Depreciation and amortisation expense	386.91	386.91	254.25	773.82	508.50	943.92	
g) Other expenses	2,440.58	2,462.17	2,109.59	4,902.75	3,832.92	8,316.59	
Total Expenses	8,410.34	8,027.93	6,926.10	16,438.27	13,096.22	28,305.41	
V Profit/(Loss) before Exceptional Items and Tax (III-IV)	(876.42)	27.05	550.17	(849.37)	1,325.49	2,290.77	
VI Add: Exceptional Items	-	-	-	-	273.05	273.05	
VII Profit/(Loss) before tax (V- VI)	(876.42)	27.05	550.17	(849.37)	1,598.54	2,563.82	
VIII Tax expenses							
Current Tax	6.85	(6.85)	(75.00)	-	(232.00)	(559.17)	
MAT Credit (utilised) / entitlement	-	-	-	-	-	-	
Tax relating to earlier years	-	(15.00)	-	(15.00)	-	1.14	
Deferred tax (charge)/ credit	213.00	-	(66.00)	213.00	(66.00)	160.26	
Total tax expenses	219.85	(21.85)	(141.00)	198.00	(298.00)	(397.77)	
IX Profit/(Loss) for the period (VII-VIII)	(656.57)	5.20	409.17	(651.37)	1,300.54	2,166.05	
X Other Comprehensive Income							
A(i) Items that will not be reclassified to profit or loss							
Remeasurement gains on Defined Benefit Plans						50.02	
(ii) income tax relating to items that will not be reclassified to profit or loss						(12.59)	
B(i) Items that will be reclassified to profit or loss							
(ii) income tax relating to items that will be reclassified to profit or loss							
XI Total Comprehensive Income for the period (IX + X)	(656.57)	5.20	409.17	(651.37)	1,300.54	2,203.48	
XII Earnings per equity share (of Rs. 10/- face value) in Rs.							
Basic	(4.38)	0.04	2.73	(4.34)	8.67	14.44	
Diluted	(4.38)	0.04	2.73	(4.34)	8.67	14.44	

Note :

- Paper and paper products constitute the only reportable segment of operation of the Company.
- No. of investor complaints pending at the beginning & end of the quarter/No. of Complaints received & resolved during the quarter ended 30.09.2022 is 8.
- Exceptional items of income in Q2 of preceding year represented profit from the sale of remaining part of an immovable property held for sale.
- Status of Expansion Project and Market Conditions :
Expansion Project to increase paper manufacturing capacity by addition of a new paper plant was completed in Q4 of FY 2021-22. However, unusual & adverse market conditions, both domestic and international, have impacted the demand and is not permitting higher production during first half of current financial year. Current year results are impacted by higher material cost and fuel cost.

[Cont'd]

SIPM

CIN (Corporate Identity No.) L85110KA1959PLC001352

FACTORY : PHONE : (91) (08221) 228265-67 FAX : (91) (08221) 228270

CORPORATE : PHONE : (91) (080) 41123605 FAX : (91) (080) 41512508

E-mail : marketing@sipaper.com Grams : PAPERMILLS Website : www.sipaper.com



THE SOUTH INDIA PAPER MILLS LIMITED

Regd. Office & Factory : Chikkayana Chatra, Nanjangud - 571 302, Karnataka State, India

Corporate & Marketing Office : # 1205 / 1206, Prestige Meridian II, M.G Road, Bangalore - 560 001.

Pg 2

- 6 Figures of the previous period / year have been regrouped wherever necessary, to conform to current period classification.
- 8 The above results have been reviewed by the Audit Committee and approved by the Board of Directors in their respective meetings held on 14.11.2022 and have been subjected to Limited Review by the Statutory Auditors.

for **B.S.Ravikumar & Associates**

Chartered Accountants
Firm Regn.No.006101S

Place : NANJANGUD
Date : 14.11.2022


B.S.Ravikumar
Partner
M.No.010218



BY ORDER OF THE BOARD


MANISH M PATEL
MANAGING DIRECTOR
DIN 00128179

SIPM

CIN (Corporate Identity No.) L85110KA1959PLC001352

FACTORY : PHONE : (91) (08221) 228265-67 FAX : (91) (08221) 228270

CORPORATE : PHONE : (91) (080) 41123605 FAX : (91) (080) 41512508

E-mail : marketing@sipaper.com Grams : PAPERMILLS Website : www.sipaper.com



THE SOUTH INDIA PAPER MILLS LIMITED

Regd. Office & Factory : Chikkayana Chatra, Nanjangud - 571 302, Karnataka State, India

Corporate & Marketing Office : # 1205 / 1206, Prestige Meridian II, M.G Road, Bangalore - 560 001.

STATEMENT OF ASSETS AND LIABILITIES

Rs in Lakhs

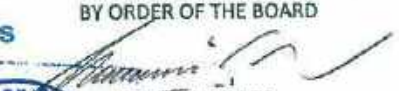
	As at 30th.Sept 2022	As at 31st March 2022
ASSETS		
Non-current assets		
Property, plant and equipment	29,640.73	30,408.35
Capital work in progress	6,275.01	3,929.91
Intangible assets	1.92	2.76
Other Non-Current Assets	602.24	781.83
	36,519.90	35,122.85
Current assets		
Inventories	5,176.36	3,553.66
Financial assets		
Trade receivables	5,055.90	4,807.71
Cash and cash equivalents	17.26	2,273.53
Other bank balances	373.98	465.65
Other Financial Assets	13.19	35.66
Other Current Assets	272.08	799.09
	10,908.77	11,935.30
TOTAL ASSETS	47,428.67	47,058.15
EQUITY AND LIABILITIES		
Equity		
Equity share capital	1,500.00	1,500.00
Other equity	18,313.45	19,114.82
Total Equity	19,813.45	20,614.82
Liabilities		
Non-current liabilities		
Financial liabilities		
Borrowings	14,141.88	14,088.80
Other Financial Liabilities	168.24	166.24
Provisions	48.24	42.41
Deferred tax liabilities (net)	1,565.19	1,778.19
	15,923.55	16,075.64
Current liabilities		
Financial liabilities		
Borrowings	7,016.75	5,787.04
Trade payables		
(a) Total outstanding dues of MSME ; and	3.03	9.36
(b) Total outstanding dues of creditors other than MSME	2,719.90	2,237.98
Other Financial Liabilities	1,101.75	1,415.42
Other current liabilities	573.19	323.49
Provisions	277.05	333.40
current tax liabilities (net)	-	261.00
	11,691.67	10,367.69
Total Liabilities	27,615.22	26,443.33
TOTAL EQUITY AND LIABILITIES	47,428.67	47,058.15

Place : NANJANGUD
Date : 14.11.2022

for **B.S.Ravikumar & Associates**
Chartered Accountants
Firm Regn.No.006101S

B.S.Ravikumar
Partner
M.No.010218

BY ORDER OF THE BOARD


MANISH M PATEL
MANAGING DIRECTOR
DIN 00128179



SIPM

CIN (Corporate Identity No.) L85110KA1959PLC001352

FACTORY : PHONE : (91) (08221) 228265-67 FAX : (91) (08221) 228270

CORPORATE : PHONE : (91) (080) 41123605 FAX : (91) (080) 41512508

E-mail : marketing@sipaper.com Grams : PAPERMILLS Website : www.sipaper.com



THE SOUTH INDIA PAPER MILLS LIMITED

Regd. Office & Factory : Chikkayana Chattr, Nanjangud - 571 302, Karnataka State, India

Corporate & Marketing Office : # 1205 / 1206, Prestige Meridian II, M.G Road, Bangalore - 560 001.

CASH FLOW STATEMENT FOR THE HALF YEAR ENDED 30TH SEPTEMBER, 2022

Amount in Rs Lakhs

Particulars	Half Year ended 30th Sept, 2022		Half Year ended 30th Sept, 2021	
A) Cash Flow from Operating Activities				
Profit before tax		(849.37)		1,598.54
Adjustments for :				
Add : Depreciation & amortisation expense	773.82		508.50	
Add : Finance costs	694.64		277.80	
Less : Interest Income	(16.03)		(14.21)	
Less : Profit on disposal of Land held for Sale (part)	-		(273.05)	
Add : Allowance for credit losses	-	1,452.43	15.00	514.04
Operating Profit before Working Capital Changes		603.06		2,112.58
(Increase) / Decrease in Inventories	(1,622.70)		(1,238.23)	
(Increase) / Decrease in trade receivables	(248.19)		139.28	
(Increase) / Decrease in other financial assets	22.08		12.20	
(Increase) / Decrease in other assets	457.73		(695.12)	
Increase / (Decrease) in trade payables	475.59		633.56	
Increase / (Decrease) in other financial liabilities	(308.91)		274.60	
Increase / (Decrease) in other liabilities	249.70		113.86	
Increase / (Decrease) in provisions	(50.53)	(1,025.23)	(48.99)	(808.84)
Cash generated from operating activities		(422.17)		1,303.74
Less : Income Tax paid		(276.00)		(112.00)
Net Cash generated from / (used in) Operating Activities (A)		(698.17)		1,191.74
B) Cash Flow from Investing Activities				
Purchase of Property, plant & equipment (including Capital advances)		(1,944.39)		(6,224.66)
Interest received		16.42		4.74
Net Cash generated from / (used in) Investing Activities (B)		(1,927.97)		(6,219.92)
C) Cash Flow from Financing Activities				
Proceeds (net) from current borrowings		192.58		857.71
Proceeds from non-current borrowings		1,380.65		5,131.54
Repayment of non-current borrowings		(308.22)		(301.24)
Finance costs paid		(835.59)		(520.69)
Equity Dividend paid		(151.22)		(150.09)
Net Cash (used in) / generated from Financing Activities (C)		278.20		5,017.23
Net increase / (decrease) in cash and cash equivalents (A + B + C)		(2,347.94)		(10.95)
Cash and cash equivalents as at the beginning of the year		2,739.18		941.03
Cash and cash equivalents as at the end of the year		391.24		930.08

for **B.S.Ravikumar & Associates**

Chartered Accountants
Firm Regn.No.006101S

Place : NANJANGUD
Date: 14.11.2022

B.S.Ravikumar
Partner
M.No 010218



BY ORDER OF THE BOARD

MANISH M PATEL
MANAGING DIRECTOR
DIN 00128179

SIPM

CIN (Corporate Identity No.) L85110KA1959PLC001352

FACTORY : PHONE : (91) (08221) 228265-67 FAX : (91) (08221) 228270

CORPORATE : PHONE : (91) (080) 41123605 FAX : (91) (080) 41512508

E-mail : marketing@sipaper.com Grams : PAPERMILLS Website : www.sipaper.com