

# Seshasayee Paper and Boards Limited

Regd. Office : Pallipalayam, Namakkal District,  
Erode - 638 007, Tamilnadu, India.

Ph : 91-4288-240221 to 240228, Fax : 91-4288-240229  
Email : edoff@spbld.com, Web : www.spbld.com

CIN: L21012TZ1960PLC000364

**N GOPALARATNAM**

**Chairman**

2019 11 09

Dear Shareholders,

**Sub: Un-audited Financial Results (Provisional) for the quarter ended September 30, 2019 and the half year ended on that date.**

At the Board Meeting held on November 09, 2019, the Board of Directors has approved the Un-audited Financial Results (Provisional) of the Company for the quarter ended September 30, 2019 and the half year ended on that date. We enclose the statement for your reference and records.

The said statement has been submitted to stock exchange and posted in the Company's website [www.spbld.com](http://www.spbld.com).

The highlights of operations of the Company for the quarter / half year ended September 30, 2019 are as under:

SI No.	Description	Unit	Jul - Sep 2019	Jul - Sep 2018	Apr - Sep 2019	Apr - Sep 2018
1	Production	(t)	50995	53092	98333	101972
2	Sales	(t)	46268	52322	88664	96549
3	Closing Stock	(t)	9467	4753	9467	4753
4	Exports	(t)	9589	8582	15753	15552
5	Revenue from Operation	₹ lakhs	29988	33122	57832	60605
6	Profit Before Interest, Depreciation and Tax (PBIDT)	₹ lakhs	7919	8661	14775	13688
7	Profit before Tax (PBT)	₹ lakhs	6799	7405	12462	11162
8	Profit after Tax (PAT)	₹ lakhs	4676	5035	8556	7722



**MARKET**

Q2 (July – September quarter) witnessed softening of demand, specially for printing and writing grades. This trend continues and is slated to persist in the coming months also. We expect sentiments turning positive beginning of Q4.

**PRODUCTION**

Production during the period April - September 2019 was marginally lower than the corresponding period in the previous year, mainly due to the shut availed for up-gradation works in Paper Machine - 5 at Unit : Erode.

**PROFITABILITY**

For the half-year ended September 2019, the growth in profits, compared to the corresponding period in the previous year, was possible due to lower input costs and better operating parameters, despite declining trend in prices of Paper.

Thanking you,

Yours Sincerely,



**N GOPALARATNAM**

Enc.: a/a



# SESHASAYEE PAPER AND BOARDS LIMITED

CIN: L21012TZ1960PLC000364

Regd. Office: Pallipalayam, Namakkal District, Cauvery RS PO, Erode-638 007

Ph : 04288 240221 - 228, Fax : 04288 240229 Email: investor@spltd.com Web: www.spltd.com

## STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED SEPTEMBER 30, 2019

(₹ lakhs)

Sl. No.	Particulars	Standalone						Consolidated						
		3 months ended			6 months ended			Year ended	3 months ended			6 months ended		Year ended
		30 09 2019	30 06 2019	30 09 2018	30 09 2019	30 09 2018	31 03 2019	30 09 2019	30 06 2019	30 09 2018	30 09 2019	30 09 2018	31 03 2019	
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)	
<b>1</b>	<b>Revenue from Operations</b>													
a)	Revenue from Operation	29988	27844	33122	57832	60605	132524	29995	27851	33130	57846	60620	132551	
b)	Other Income	706	636	455	1342	749	2306	661	637	432	1298	728	2288	
	<b>Total Income</b>	<b>30694</b>	<b>28480</b>	<b>33577</b>	<b>59174</b>	<b>61354</b>	<b>134830</b>	<b>30656</b>	<b>28488</b>	<b>33562</b>	<b>59144</b>	<b>61348</b>	<b>134839</b>	
<b>2</b>	<b>Expenses</b>													
a)	Cost of Materials consumed	15378	15098	16460	30476	31663	65983	15378	15098	16460	30476	31663	65983	
b)	Purchase of Stock-in-Trade	694	834	983	1528	1972	3342	694	834	983	1528	1972	3342	
c)	Changes in inventories of Finished Goods, Work-in-Progress and Stock-in-Trade	(-) 1905	(-) 2486	(-) 488	(-) 4391	(-) 2673	52	(-) 1905	(-) 2486	(-) 488	(-) 4391	(-) 2673	52	
d)	Employee benefits expense	2237	2189	1895	4426	3761	6928	2237	2189	1895	4426	3761	6928	
e)	Finance Costs	204	287	356	491	735	1381	204	287	356	491	735	1381	
f)	Depreciation and amortization expense	916	906	900	1822	1791	3378	917	907	901	1824	1793	3382	
g)	Cost of Power and Fuel	3370	3516	3605	6886	8097	15783	3370	3516	3605	6886	8097	15783	
h)	Other expenses	3001	2473	2461	5474	4846	10852	3006	2473	2462	5479	4850	10878	
	<b>Total expenses</b>	<b>23895</b>	<b>22817</b>	<b>26172</b>	<b>46712</b>	<b>50192</b>	<b>107699</b>	<b>23901</b>	<b>22818</b>	<b>26174</b>	<b>46719</b>	<b>50198</b>	<b>107729</b>	
<b>3</b>	<b>Profit / (Loss) from Ordinary Activities after Finance Costs but before Exceptional items</b>	<b>6799</b>	<b>5663</b>	<b>7405</b>	<b>12462</b>	<b>11162</b>	<b>27131</b>	<b>6755</b>	<b>5670</b>	<b>7388</b>	<b>12425</b>	<b>11150</b>	<b>27110</b>	
<b>4</b>	<b>Share of Profit / (Loss) of Associate</b>							359	15	178	374	133	232	
<b>5</b>	<b>Exceptional Items</b>	--	--	--	--	--	--	--	--	--	--	--	--	
<b>6</b>	<b>Profit / (Loss) from Ordinary Activity Before Tax (3+4+5)</b>	<b>6799</b>	<b>5663</b>	<b>7405</b>	<b>12462</b>	<b>11162</b>	<b>27131</b>	<b>7114</b>	<b>5685</b>	<b>7566</b>	<b>12799</b>	<b>11283</b>	<b>27342</b>	
<b>7</b>	<b>Tax expenses</b>													
	Current Tax	951	1210	1576	2161	2376	5820	953	1211	1577	2164	2378	5826	
	Deferred Tax	1172	573	794	1745	1064	2311	1172	573	794	1745	1064	2311	
	<b>Total Tax Expenses</b>	<b>2123</b>	<b>1783</b>	<b>2370</b>	<b>3906</b>	<b>3440</b>	<b>8131</b>	<b>2125</b>	<b>1784</b>	<b>2371</b>	<b>3909</b>	<b>3442</b>	<b>8137</b>	
<b>8</b>	<b>Net Profit / (Loss) from Ordinary Activities After Tax (6-7)</b>	<b>4676</b>	<b>3880</b>	<b>5035</b>	<b>8556</b>	<b>7722</b>	<b>19000</b>	<b>4989</b>	<b>3901</b>	<b>5195</b>	<b>8890</b>	<b>7841</b>	<b>19205</b>	

**STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE  
QUARTER AND HALF YEAR ENDED SEPTEMBER 30, 2019 (Contd.)**

(₹ lakhs)

Sl. No.	Particulars	Standalone						Consolidated					
		3 months ended			6 months ended		Year ended	3 months ended			6 months ended		Year ended
		30 09 2019	30 06 2019	30 09 2018	30 09 2019	30 09 2018	31 03 2019	30 09 2019	30 06 2019	30 09 2018	30 09 2019	30 09 2018	31 03 2019
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
9	Other Comprehensive Income (OCI)												
A (i)	Items that will not be reclassified to Statement of Profit and Loss												
(a)	Remeasurement benefit of the defined benefit Plans	--	--	--	--	--	(-) 4	--	--	--	--	--	(-) 4
(b)	Net Fair Value Gain on investment in Equity Instruments through OCI	(-) 442	413	(-) 324	(-) 29	(-) 416	(-) 263	(-) 442	413	(-) 324	(-) 29	(-) 416	(-) 263
(c)	Share of OCI of Associate							10	(-) 16	(-) 21	(-) 6	(-) 40	(-) 48
(ii)	Income Tax relating to items that will not be reclassified to Statement of Profit and Loss	67	(-) 70	--	(-) 3	--	(-) 3	67	(-) 70	--	(-) 3	--	(-) 3
B (i)	Items that will be reclassified to Statement of Profit and Loss	(-) 33	(-) 200	--	(-) 233	--	263	(-) 33	(-) 200	--	(-) 233	--	263
(ii)	Income Tax relating to items that will be reclassified to Statement of Profit and Loss	11	70	--	81	--	(-) 92	11	70	--	81	--	(-) 92
10	<b>Total Other Comprehensive Income</b>	<b>(-) 397</b>	<b>213</b>	<b>(-) 324</b>	<b>(-) 184</b>	<b>(-) 416</b>	<b>(-) 99</b>	<b>(-) 387</b>	<b>197</b>	<b>(-) 345</b>	<b>(-) 190</b>	<b>(-) 456</b>	<b>(-) 147</b>
11	<b>Total Comprehensive Income for the period (8+9)</b>	<b>4279</b>	<b>4093</b>	<b>4711</b>	<b>8372</b>	<b>7306</b>	<b>18901</b>	<b>4602</b>	<b>4098</b>	<b>4850</b>	<b>8700</b>	<b>7385</b>	<b>19058</b>
	(Comprising Profit and other Comprehensive income for the period)												
12	Paid-up Equity Share Capital (Face value ₹ 2)	1261	1261	1261	1261	1261	1261	1261	1261	1261	1261	1261	1261
13	Reserves, excluding Revaluation Reserves, as per the Audited Balance Sheet						85515						88059
14	Earnings Per Share of ₹ 2 each (not annualised). (Refer Note 3)												
(a)	Basic	7.41	6.15	7.98	13.57	12.24	30.13	7.91	6.19	8.24	14.10	12.43	30.45
(b)	Diluted	7.41	6.15	7.98	13.57	12.24	30.13	7.91	6.19	8.24	14.10	12.43	30.45

**STATEMENT OF ASSETS AND LIABILITIES:**

(₹ lakhs)

SI. No.	Particulars	Standalone			Consolidated		
		As at 30 09 2019 (Unaudited)	As at 30 09 2018 (Unaudited)	As at 31 03 2019 (Audited)	As at 30 09 2019 (Unaudited)	As at 30 09 2018 (Unaudited)	As at 31 03 2019 (Audited)
<b>A</b>	<b>ASSETS</b>						
<b>1</b>	<b>Non-Current Assets</b>						
	(a) Property, Plant and Equipment	66968	67396	66960	66968	67396	66960
	(b) Capital Work in Progress	3343	1763	2336	3343	1763	2336
	(c) Other Intangible Assets	217	197	226	217	197	226
	(d) Investment Property	--	--	--	109	112	110
	(e) Financial Assets						
	(i) Investments	9495	9443	9525	10941	10486	10660
	(ii) Loans	2424	2884	2962	2424	2884	2962
	(f) Goodwill on Consolidation	--	--	--	1178	1178	1178
	(g) Other Non-Current Assets	980	655	899	980	655	899
	<b>Sub-total - Non Current Assets</b>	<b>83427</b>	<b>82338</b>	<b>82908</b>	<b>86160</b>	<b>84671</b>	<b>85331</b>
<b>2</b>	<b>Current Assets</b>						
	(a) Inventories	17045	14888	13457	17045	14888	13457
	(b) Financial Assets						
	(i) Trade Receivables	5011	8494	7925	5077	8551	7967
	(ii) Cash and cash equivalents	2828	174	6463	2830	184	6474
	(iii) Bank balances other than (ii) above	23074	18087	24594	23157	18164	24676
	(iv) Loans	63	--	62	63	--	62
	(v) Others	92	191	95	96	200	102
	(c) Current Tax Assets (Net)	506	--	--	503	--	--
	(d) Other Current Assets	5578	1639	5546	5578	1639	5546
	<b>Subtotal - Current Assets</b>	<b>54197</b>	<b>43473</b>	<b>58142</b>	<b>54349</b>	<b>43626</b>	<b>58284</b>
	<b>TOTAL - ASSETS</b>	<b>137624</b>	<b>125811</b>	<b>141050</b>	<b>140509</b>	<b>128297</b>	<b>143615</b>
<b>B</b>	<b>EQUITY AND LIABILITIES</b>						
<b>1</b>	<b>EQUITY</b>						
	(a) Equity Share Capital	1261	1261	1261	1261	1261	1261
	(b) Other Equity	90846	73921	85515	93709	76386	88059
	<b>Subtotal - Equity</b>	<b>92107</b>	<b>75182</b>	<b>86776</b>	<b>94970</b>	<b>77647</b>	<b>89320</b>
<b>2</b>	<b>Non-Current Liabilities</b>						
	(a) Financial Liabilities						
	(i) Borrowings	3275	6243	5148	3275	6243	5148
	(ii) Other financial liabilities	1730	1654	1700	1730	1654	1700
	(b) Other liabilities	274	384	329	274	384	329
	(c) Provisions	1833	1780	1792	1833	1780	1792
	(d) Deferred Tax Liabilities(Net)	13826	10811	12160	13826	10811	12160
	<b>Sub-total - Non Current Liabilities</b>	<b>20938</b>	<b>20872</b>	<b>21129</b>	<b>20938</b>	<b>20872</b>	<b>21129</b>
<b>3</b>	<b>Current Liabilities</b>						
	(a) Financial Liabilities						
	(i) Trade Payables						
	I. Dues to Micro, Small and Medium Enterprise (MSME)	466	984	2150	466	984	2150
	II. Other than MSME Dues	18429	18950	23856	18430	18950	23858
	(ii) Other financial liabilities	4692	8431	6299	4713	8453	6320
	(b) Other current liabilities	266	266	356	266	266	356
	(c) Provisions	726	858	369	726	858	369
	(d) Current Tax Liabilities	--	268	115	--	267	113
	<b>Sub-total - Current Liabilities</b>	<b>24579</b>	<b>29757</b>	<b>33145</b>	<b>24601</b>	<b>29778</b>	<b>33166</b>
	<b>TOTAL - EQUITY AND LIABILITIES</b>	<b>137624</b>	<b>125811</b>	<b>141050</b>	<b>140509</b>	<b>128297</b>	<b>143615</b>

**CASH FLOW STATEMENT:**

(₹ lakhs)

Sl. No.	Particulars	Standalone			Consolidated		
		6 months ended		Year ended	6 months ended		Year ended
		30 09 2019	30 09 2018	31 03 2019	30 09 2019	30 09 2018	31 03 2019
		(Unaudited)	(Unaudited)	(Audited)	(Unaudited)	(Unaudited)	(Audited)
<b>A</b>	<b>CASH FLOW FROM OPERATING ACTIVITIES</b>						
	Net Profit before Tax	12462	11162	27131	12425	11151	27110
	Adjustments for : Add / (Less)						
	Assets Discarded	--	--	13	--	--	13
	Depreciation	1822	1791	3378	1824	1793	3382
	Imputed Finance Charge on Interest Free Sales Tax Deferral Loan	57	69	134	57	69	134
	Interest and financing charges	434	666	1247	434	666	1247
	Interest income from Term Deposits	(-) 885	(-) 509	(-) 1257	(-) 888	(-) 513	(-) 1263
	Income from Investments	(-) 102	(-) 73	(-) 82	(-) 55	(-) 49	(-) 58
	Re-measurement of Defined benefit plan	--	--	(-) 4	--	--	(-) 4
	Deferred income arising from government grant	(-) 55	(-) 55	(-) 110	(-) 55	(-) 55	(-) 110
	<b>Operating profit before Working Capital changes</b>	<b>13733</b>	<b>13051</b>	<b>30450</b>	<b>13742</b>	<b>13062</b>	<b>30451</b>
	<b>(Increase) / Decrease in working capital:</b>						
	(Increase) / Decrease in Inventories	(-) 3588	890	2321	(-) 3588	890	2321
	(Increase) / Decrease in Sundry Debtors	2914	2151	2720	2890	2135	2719
	(Increase) / Decrease in Other Assets	425	(-) 269	(-) 4404	428	(-) 271	(-) 4404
	Increase / (Decrease) in Liabilities and Provisions	(-) 5759	(-) 3427	1902	(-) 5760	(-) 3428	1902
	Income Tax paid	(-) 2781	(-) 2116	(-) 5707	(-) 2779	(-) 2118	(-) 5713
	<b>NET CASH FROM OPERATING ACTIVITIES</b>	<b>4944</b>	<b>10280</b>	<b>27282</b>	<b>4933</b>	<b>10270</b>	<b>27276</b>
<b>B</b>	<b>CASH FLOW FROM INVESTING ACTIVITIES</b>						
	Purchase of Property, Plant and Equipment	(-) 2828	(-) 1200	(-) 2973	(-) 2828	(-) 1200	(-) 2973
	Value of Discarded Assets	--	--	(-) 13	--	--	(-) 13
	Sale of Property, Plant and Equipment	--	--	20	--	--	20
	Income from Investments	102	73	82	102	73	82
	Sale of Investments	--	--	71	--	--	71
	Interest income from Term Deposits	885	509	1257	888	513	1263
	Income from Inter Corporate Deposit	2	5	5	2	5	5
	Inter Corporate Deposit	--	--	(-) 60	--	--	(-) 60
	<b>NET CASH FROM INVESTING ACTIVITIES</b>	<b>(-) 1839</b>	<b>(-) 613</b>	<b>(-) 1611</b>	<b>(-) 1836</b>	<b>(-) 609</b>	<b>(-) 1605</b>

**CASH FLOW STATEMENT (Contd) :**

(₹ lakhs)

Sl. No.	Particulars	Standalone			Consolidated		
		6 months ended		Year ended	6 months ended		Year ended
		30 09 2019	30 09 2018	31 03 2019	30 09 2019	30 09 2018	31 03 2019
<b>C</b>	<b>CASH FLOW FROM FINANCING ACTIVITIES</b>						
	Increase / decrease in Unsecured Loans	(-) 66	(-) 75	(-) 388	(-) 66	(-) 75	(-) 388
	Increase / Decrease of non-current borrowings	(-) 4717	(-) 2677	(-) 4994	(-) 4717	(-) 2677	(-) 4994
	Dividend and Dividend tax paid	(-) 3041	(-) 2281	(-) 2281	(-) 3041	(-) 2281	(-) 2281
	Payment of Lease liability	(-) 9	--	--	(-) 9	--	--
	Interest and financing charges paid	(-) 427	(-) 661	(-) 1239	(-) 427	(-) 661	(-) 1239
	<b>NET CASH FROM FINANCING ACTIVITIES</b>	<b>(-) 8260</b>	<b>(-) 5694</b>	<b>(-) 8902</b>	<b>(-) 8260</b>	<b>(-) 5694</b>	<b>(-) 8902</b>
	<b>Net increase in cash and cash equivalents (I)</b>	<b>(-) 5155</b>	<b>3973</b>	<b>16769</b>	<b>(-) 5163</b>	<b>3967</b>	<b>16769</b>
	<b>Cash and cash equivalents as at the beginning of the period (II)</b>	<b>31057</b>	<b>14288</b>	<b>14288</b>	<b>31150</b>	<b>14381</b>	<b>14381</b>
	<b>Cash and cash equivalents as at the end of the period (I + II)</b>	<b>25902</b>	<b>18261</b>	<b>31057</b>	<b>25987</b>	<b>18348</b>	<b>31150</b>

**Notes:**

- Paper is the only reportable segment of operation of the Company.
- Effective 1st April 2019, the company has adopted Ind AS 116-Leases to applicable leases. The adoption of this standard does not have material impact.
- Earnings Per Share (EPS) for current and previous periods are recalculated, as per the new Face Value of ₹ 2 per Share, consequent to the sub-division of Equity Shares.
- The above results were reviewed by the Audit Committee of the Board and approved by the Board of Directors at the respective meetings held on November 8, 2019 and November 9, 2019.

(By Order of the Board)  
For Seshasayee Paper and Boards Limited

**N GOPALARATNAM**  
Chairman

Place : Chennai  
Date : November 9, 2019