

Independent Auditor's Review Report on unaudited financial results of Andhra Paper Limited for the quarter and year to date, pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.

To The Board of Directors of Andhra Paper Limited

1. We have reviewed the accompanying statement of unaudited financial results of **Andhra Paper Limited** ("the Company") for the quarter ended September 30, 2025 and the year to-date results for the period from April 01, 2025 to September 30, 2025 ("the Statement"), attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("the Regulations").
2. This Statement, which 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 Indian Accounting Standard 34 'Interim Financial Reporting', prescribed under Section 133 of the Companies Act, 2013 ("the Act") read with relevant rules issued thereunder ("Ind AS 34") and other recognised accounting principles generally accepted in India and is in compliance with the Regulations. Our responsibility is to express a conclusion 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. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing specified under section 143(10) of the Act and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.
4. Based on our review conducted as stated in paragraph 3 above, nothing has come to our attention that causes us to believe that the accompanying Statement prepared in accordance with the recognition and measurement principles laid down in Ind AS 34 and other recognised accounting principles generally accepted in India has not disclosed the information required to be disclosed in terms of the Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For M S K A & Associates
Chartered Accountants
ICAI Firm Registration No.105047W

Prakash Chandra Bhutada
Partner
Membership No.: 404621

UDIN: 25404621BM0JH04669

Place: Hyderabad
Date: November 06, 2025





Andhra Paper Limited

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STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND SIX MONTHS ENDED SEPTEMBER 30, 2025

Sl. No	Particulars	Quarter ended			Six Months ended		(₹ in lakhs)
		September 30, 2025	June 30, 2025	September 30, 2024	September 30, 2025	September 30, 2024	Year ended March 31, 2025
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	Income						
	a) Revenue from operations	36,207.93	39,342.06	43,228.00	75,549.99	74,816.70	1,54,124.10
	b) Other income	1,018.11	2,722.62	3,033.02	3,740.73	5,574.96	8,873.01
	Total Income	37,226.04	42,064.68	46,261.02	79,290.72	80,391.66	1,62,997.11
2	Expenses						
	a) Cost of materials consumed	24,522.27	27,582.45	27,686.12	52,104.72	46,171.93	97,465.12
	b) Changes in inventories of finished goods and work-in-progress	(233.46)	(3,622.36)	(2,104.07)	(3,855.82)	(3,057.02)	(4,765.36)
	c) Employee benefits expense	4,356.56	4,304.34	4,349.68	8,660.90	8,243.73	16,912.21
	d) Finance costs	420.39	575.69	386.97	996.08	610.82	1,789.47
	e) Depreciation and amortisation expense	2,691.43	2,590.43	2,097.03	5,281.86	4,179.26	8,832.04
	f) Other expenses						
	- Power, fuel and water	2,908.11	3,314.60	3,640.84	6,222.71	6,447.94	13,010.47
	- Other expenses	5,335.52	4,402.62	4,423.95	9,738.14	8,411.84	18,045.68
	Total Expenses	40,000.82	39,147.77	40,480.52	79,148.59	71,008.50	1,51,289.63
3	Profit/(loss) before tax (1-2)	(2,774.78)	2,916.91	5,780.50	142.13	9,383.16	11,707.48
4	Tax expense						
	a) Current tax charge/(credit)	(398.53)	398.53	1,193.98	-	1,519.66	2,457.41
	b) Deferred tax	(350.02)	387.84	414.12	37.82	922.71	359.00
	Total tax expense /(credit)	(748.55)	786.37	1,608.10	37.82	2,442.37	2,816.41
5	Net profit/(loss) after tax (3-4)	(2,026.23)	2,130.54	4,172.40	104.31	6,940.79	8,891.07
6	Other comprehensive income						
	Items that will not be reclassified to profit:						
	(a) Remeasurement gain on the defined benefit plans	-	-	-	-	-	1.47
	(b) Equity Instruments through other comprehensive income	(295.04)	766.37	750.99	471.33	1,992.67	(442.25)
	(c) Tax relating to the above items	42.19	(109.59)	226.27	(67.40)	(57.83)	289.99
	Total other comprehensive income/(loss)	(252.85)	656.78	977.26	403.93	1,934.84	(150.79)
7	Total comprehensive income/(loss) (5+6)	(2,279.08)	2,787.32	5,149.66	508.24	8,875.63	8,740.28
8	Paid-up equity share capital (Face Value ₹ 2/- each)	3,977.00	3,977.00	3,977.00	3,977.00	3,977.00	3,977.00
9	Reserves excluding revaluation reserve	-	-	-	-	-	1,90,106.36
10	Earnings per share (of ₹ 2/- each) (for the period not annualised)						
	- Basic (₹)	(1.02)	1.07	2.10	0.05	3.49	4.47
	- Diluted (₹)	(1.02)	1.07	2.10	0.05	3.49	4.47
	See accompanying notes to the financial results						



ANDHRA PAPER LIMITED

(Corporate Identity Number: L21010AP1964PLC001008)

Regd. Office: Rajamahendravaram – 533 105, East Godavari District, India. Tel: +91-883-2471831

Corp. Office: 31, Chowringhee Road, Park Street, Kolkata – 700 016, India. Tel: +91-33-71500500

Website: www.andhrapaper.com; Email: info@andhrapaper.com

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STATEMENT OF ASSETS AND LIABILITIES

(₹ In lakhs)

Particulars	As at Septmeber 30, 2025 (Unaudited)	As at March 31, 2025 (Audited)
A. ASSETS		
1 Non-current Assets		
(a) Property, plant and equipment	1,01,713.32	1,01,867.81
(b) Right-of- use assets	762.74	400.97
(c) Capital work-in-progress	7,661.70	2,981.91
(d) Other Intangible assets	68.48	105.83
(e) Financial assets		
(i) Investments	18,969.89	16,460.52
(ii) Other financial assets	487.35	491.69
(f) Income-tax assets (net)	335.52	-
(g) Other non-current assets	9,297.38	7,180.95
Total non-current assets	1,39,296.38	1,29,489.68
2 Current assets		
(a) Inventories	28,194.52	32,213.60
(b) Financial assets		
(i) Investments	64,265.81	74,454.86
(ii) Trade receivables	9,911.70	10,862.51
(iii) Cash and cash equivalents	733.94	377.01
(iv) Bank balances other than cash and cash equivalents	331.11	393.75
(v) Loans	107.72	135.06
(vi) Other financial assets	496.33	278.07
(c) Other current assets	12,918.50	12,258.05
(d) Assets classified as held for sale	11.10	-
Total current assets	1,16,970.73	1,30,972.91
TOTAL ASSETS	2,56,267.11	2,60,462.59
B. EQUITY AND LIABILITIES		
1 Equity		
(a) Equity share capital	3,977.00	3,977.00
(b) Other equity	1,88,626.10	1,90,106.36
Total equity	1,92,603.10	1,94,083.36
2 Liabilities		
Non-current liabilities		
(a) Financial liabilities		
(i) Borrowings	12,106.87	13,542.47
(ii) Lease liabilities	712.76	406.83
(b) Deferred tax liabilities (net)	8,504.12	8,398.90
Total non-current liabilities	21,323.75	22,348.20
Current liabilities		
(a) Financial liabilities		
(i) Borrowings	13,251.32	14,175.45
(ii) Lease liabilities	180.42	128.11
(iii) Trade payables		
(A) total outstanding dues of micro enterprises and small enterprises	2,388.58	2,124.86
(B) total outstanding dues of creditors other than micro enterprises and small enterprises	16,724.17	16,816.08
(iii) Other financial liabilities	4,126.94	4,590.34
(b) Provisions	3,693.78	3,936.16
(c) Other current liabilities	1,834.49	2,119.47
(d) Current tax liabilities (net)	140.56	140.56
Total current liabilities	42,340.26	44,031.03
Total liabilities	63,664.01	66,379.23
TOTAL EQUITY AND LIABILITIES	2,56,267.11	2,60,462.59



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UNAUDITED STATEMENT OF CASH FLOWS

(₹ in lakhs)

Particulars	Six Months ended	
	September 30, 2025	September 30, 2024
A. Cash flow from operating activities		
Profit before tax	142.13	9,383.16
<u>Adjustments for:</u>		
Depreciation and amortisation expense	5,281.86	4,179.26
Loss on sale / scrap of property, plant and equipment's (net)	72.49	65.52
Profit on sale of current investments	(1,773.96)	(848.90)
Net gain on financial assets designated on FVTPL	(251.83)	(2,945.27)
Finance costs	996.08	610.82
Unwinding of discount on deferred payment liabilities	(29.05)	(29.05)
Interest income	(836.27)	(1,260.82)
Liabilities / provisions no longer required written back	(76.76)	(285.22)
Dividend income on equity investments	(161.37)	(148.29)
Fair valuation adjustments of derivatives (forward cover) designated as FVTPL	(273.11)	16.78
Net unrealised foreign exchange loss	6.38	20.24
Operating profit before working capital changes	3,096.59	8,758.23
<u>Changes in working capital:</u>		
Adjustments for (increase) / decrease in operating assets:		
Inventories	4,019.08	3,191.24
Trade receivables	951.16	(5,464.99)
Loans	27.34	18.12
Other assets	(932.72)	(1,660.44)
Other financial assets	(51.95)	7.82
Adjustments for increase / (decrease) in operating liabilities:		
Trade payables	247.34	(396.35)
Other financial liabilities	(85.16)	233.46
Other liabilities	(284.98)	424.89
Provisions	(242.38)	(357.54)
Cash generated from operations	6,744.32	4,754.44
Income tax paid (net of refund)	(335.52)	(1,084.81)
Net cash flow from operating activities (A)	6,408.80	3,669.63
B. Cash flows from investing activities		
Purchase of property, plant and equipment (including capital work-in-progress, and intangible assets)	(11,942.85)	(15,483.11)
Purchase of current investments	(60,526.17)	(53,958.01)
Purchase of non-current investments	(2,891.30)	(6,421.46)
Proceeds from sale/redemption of current investments	72,940.67	60,264.34
Proceeds from sale/redemption of non-current investments	596.87	-
Proceeds from sale of property, plant and equipment	-	5.68
Term / margin money deposits matured during the year	166.26	1,141.17
Dividend income on equity investments	161.37	148.29
Interest received	954.35	2,050.10
Net cash used in investing activities (B)	(540.80)	(12,253.00)
C. Cash flow from financing activities		
Proceeds from long-term borrowings	3,027.24	11,066.68
Repayment of long-term borrowings (including current maturities)	(6,305.04)	(1,149.98)
Proceeds / (Repayment) of short-term borrowings (net)	902.36	4,008.60
Dividend paid	(1,988.50)	(3,977.00)
Finance costs	(1,036.25)	(514.66)
Repayment of principal portion of the lease liability	(90.58)	(78.72)
Repayment of interest portion of the lease liability	(20.30)	(19.74)
Net cash flow from / (used in) financing activities (C)	(5,511.07)	9,335.18
Net increase in Cash and cash equivalents (A+B+C)	356.93	751.81
Cash and cash equivalents at the beginning of the period	377.01	1,105.38
Effect of exchange rate changes on cash and cash equivalents held in foreign currencies	-	0.59
Cash and cash equivalents at the end of the period	733.94	1,857.78
Reconciliation of Financial Liabilities - Borrowings and lease liabilities:		
Opening balance	28,252.86	11,449.30
Add: Lease liabilities recognised during the year	448.83	-
Add: Proceeds of long term borrowings	3,027.24	11,066.68
Less: (Repayments) of long term borrowings	(6,305.04)	(1,149.98)
Add: Proceeds / (Repayments) of short term borrowings (net)	902.36	4,008.60
Less: (Repayment) of principal portion of the lease liability	(90.58)	(78.72)
Less: (Repayment) of interest portion of the lease liability	(20.30)	(19.74)
Less: Fair value changes	36.00	58.01
Closing Balance	26,251.37	25,334.15

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Notes:

- 1 The above financial results were reviewed and recommended by the Audit Committee and approved by the Board of Directors of the Company in their meetings held on November 06, 2025. The statutory auditors have carried out a limited review of these financial results and have issued an unmodified report on these results.
- 2 The Company is engaged in the business of manufacture and sale of pulp, paper and paperboards, which in the context of Indian Accounting Standard (Ind AS) - 108 - Operating Segments, is considered as the single operating segment of the Company.
- 3 During the current quarter, operations of the manufacturing facility at Rajahmundry ("plant") was interrupted due to illegal workers strike from July 06, 2025 for demanding revision in Wage settlement with the management. Consequently, the Company had announced lockout at the plant on July 11, 2025 to safeguard the assets and personnel. Following this prompt resolution, both management and trade union had called off the strike on July 12, 2025 and normal operations was resumed.
- 4 During the current quarter, the Company's production and earnings were also impacted due to planned Annual outage for 14 days at the Rajahmundry manufacturing facility, which occurred from July 13, 2025 to July 26, 2025.



Place : Rajahmundry
Date : November 06, 2025



By order of the Board
For Andhra Paper Limited


Mukesh Jain
Executive Director
(Whole-time Director)

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