



Kvantum Papers Ltd

The Paper Makers

KPL/SE/
12.08.2021

BSE Limited Phiroze Jeejeebhoy Towers Dalal Street Mumbai 400 001 Scrip Code: 532937 Scrip ID: KUANTUM	National Stock Exchange of India Limited Exchange Plaza Plot No. C/1, G Block, Bandra-Kurla Complex Bandra (East) Mumbai 400 051 Trading Symbol: KUANTUM
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Subject: Unaudited Financial Results

Dear Sir,

Pursuant to Regulation 33 of SEBI (Listing Obligations and Disclosure Requirement) Regulations 2015, it was informed that the meeting of Audit Committee and Board of Directors of the Company will be held on Thursday, the **12th August, 2021** at Chandigarh, inter alia, to review and approve the Unaudited Financial Results for the quarter ended 30th June, 2021. The meetings have accordingly been held and the Board has approved the results. Copy of the same is attached herewith. The meeting commenced at 12.00 PM and concluded at **4.00 PM**.

Kindly take the same on record.

Yours faithfully,
For Kvantum Papers Ltd

(Vivek Trehan)
Company Secretary
Encl: a/a



O P BAGLA & CO LLP
CHARTERED ACCOUNTANTS

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Phase - 1, New Delhi -110020

**INDEPENDENT AUDITOR'S REVIEW REPORT ON REVIEW OF INTERIM
STANDALONE FINANCIAL RESULTS**

**TO BOARD OF DIRECTORS OF
KUANTUM PAPERS LTD.**

We have reviewed the accompanying Statement of Unaudited Standalone Financial Results of **KUANTUM PAPERS LTD.** ("the Company") for the quarter ended 30 June 2021, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.

This Statement, which is the responsibility of the Company's management and approved by the 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 issued thereunder and other accounting principles generally accepted in India. Our responsibility is to issue a report on the Statement based on our review.

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 the Company's personnel 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 Companies Act, 2013 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.

Based on our review conducted and procedures performed as stated 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 the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For O P BAGLA & CO LLP
CHARTERED ACCOUNTANTS
Firm Regn No. 000018N/N500091

PLACE : New Delhi
DATED : 12th August ,2021

UDIN : 21091885AAAAEG7230




(Atul Bagla)
PARTNER
M No. 91885

STATEMENT OF AUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30 JUNE 2021

(Rs in Lakhs)

S. No.	Particulars	Quarter ended		Year ended	
		30 June	31 March	30 June	31 March
		2021	2021	2020	2021
		(Unaudited)	(Audited)	(Unaudited)	(Audited)
1	Revenue from operations				
	Sale/Income from operations	14,685.63	16,834.25	4,757.28	40,233.06
	Other operating income	66.23	72.13	0.72	155.28
	Total revenue from operations	14,751.86	16,906.38	4,758.00	40,388.34
2	Other income	148.08	97.27	63.78	1,003.45
3	Total Income (1+2)	14,899.94	17,003.65	4,821.77	41,391.79
4	Expenses				
	Cost of materials consumed	5,773.06	5,829.95	1,419.05	13,790.33
	Changes in inventory of finished goods and work-in-progress	(870.68)	749.33	415.09	797.55
	Employee benefits expense	1,446.98	1,463.04	1,460.71	5,598.21
	Finance costs	1,696.75	431.97	758.46	2,774.65
	Depreciation and amortization expense	1,208.39	957.49	841.38	3,482.90
	Other expenses:				
	- Power and fuel expense	2,577.15	2,553.50	1,127.59	8,030.89
	- Cost of chemical consumed	2,716.15	2,566.37	607.31	5,982.43
	- Others	1,560.63	954.76	749.01	3,260.22
	Total expenses	16,108.45	15,506.41	7,378.60	43,717.18
	Profit before exceptional items and tax	(1,208.51)	1,497.24	(2,556.83)	(2,325.39)
	Exceptional items	-	857.59	-	857.59
5	Profit before tax (3-4)	(1,208.51)	639.65	(2,556.83)	(3,182.98)
6	Tax expense				
	a) Current tax	-	-	-	-
	b) Deferred tax	(663.59)	(402.75)	(930.72)	(1,910.28)
	Minimum alternate tax credit entitlement	-	-	-	-
	Total Tax expense	(663.59)	(402.75)	(930.72)	(1,910.28)
7	Net profit for the period (5-6)	(544.92)	1,042.40	(1,626.11)	(1,272.70)
8	Other Comprehensive income/(expense)				
	(i) a) Items that will not be reclassified to profit or loss	-	82.87	(4.98)	67.93
	b) Income tax relating to items that will not be reclassified to profit	-	(28.96)	1.74	(23.74)
	(ii) a) Items that will be reclassified to profit or loss	-	-	-	-
	b) Income tax relating to items that will be reclassified to profit or loss	-	-	-	-
9	Total Comprehensive Income for the period (7+8)	(544.92)	1,096.32	(1,629.35)	(1,228.51)
10	Earnings per share (EPS) face value (of INR 1/- each) (not annualised)-restated (refer note 4)				
	- Basic (INR)	(0.62)	1.19	(1.86)	(1.46)
	- Diluted (INR)	(0.62)	1.19	(1.86)	(1.46)
11	Total reserves (excluding revaluation reserve)				39,558.52
12	Paid-up equity share capital (Face value @ Rs 1 per share)	872.64	872.64	872.64	872.64
	See accompanying notes to the unaudited financial results				

As per our report attached

For **O P Bagla & Co LLP**

Chartered Accountants

FRN No. 000015N/N500091



Atul Bagla

Partner

M.No. 91885

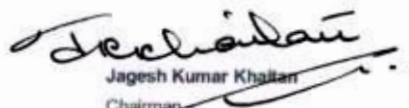
Place : New Delhi

Dated: 12th August, 2021



For and on behalf of the Board of Directors of

Kquantum Papers Limited



Jagesh Kumar Khaitan

Chairman

DIN- 00026264


Place : Chandigarh

Dated: 12th August, 2021

Note :

- 1 The above Unaudited Financials Results as reviewed by the Audit Committee have been approved at the meeting of the Board of Directors held on 12th August, 2021 and have been subjected to Limited Review by the Statutory Auditors. The review report of the Statutory Auditors is being filed with the BSE Ltd. and National Stock Exchange of India Limited. For more details, visit the investor section of our website at www.kvantumpapers.com and Financial Results at Corporate section of www.bseindia.com and www.nseindia.com.
- 2 The outbreak of Coronavirus (Covid-19) globally and in India has impacted business and economic activities in general. The Company's sale during the quarter ended June 2021 was impacted by the pandemic and consequently capacity utilization of the plant was lower and is gradually moving towards normal capacity. The Unaudited financial results for the quarter ended 30th June, 2021 are therefore are not comparable with the corresponding previous periods. As regards the recoverability of assets, the Company expects to fully recover the carrying amounts of the assets. The Company is closely monitoring any material changes to future economic conditions.
- 3 As per guidelines in RBI circular dated 6th August 2020 "Resolution Framework for Covid-19 related Stress", the company approached the Lenders for a Resolution Plan to the term debt obligations of the company. All the Lenders have approved and implemented the Resolution Plan on 19th June 2021.
- 4 The Company is engaged in the business of manufacturing and sale of Paper, which in the context of Indian Accounting Standard (Ind AS) - 108- Operating Segment, is the only operating segment of the company.
- 5 No provision has been created for dividend on non-cumulative redeemable preference shares for quarter ended June, 2021 in view of the losses incurred.
- 6 During the preceeding quarter, the company had carried out technical evaluation of its Property, Plant & Equipment and assets having carrying value of Rs. 857.59 lacs were to be found unserviceable. These assets were written off and the loss was classified as an exceptional item in the statement of profit and loss.
- 7 The Company has certain amount due from a customer against which legal proceedings for recovery of the amount were initiated. The Company has obtained a status quo from Honourable High Court, New Delhi vide its order dated 18 September 2015, on the customer's other group holdings through which they own a hotel, the unencumbered value of which has been assessed by the management as sufficient to recover the outstanding amount. Additionally, Honourable High Court, New Delhi vide its order dated 13 December 2018, directed the prospective buyer of hotel to pay Rs. 195.50 lakhs to the company towards outstanding dues from customer. As the amount remained unpaid, the company filed an application on 7 August 2019 in Honourable High Court for execution of the decree of the order dated 13 December 2018. Trade Receivables in relation to this due as at 30 June 2021 is Rs. 97.65 lacs (31 March 2021 is Rs. 97.65 lacs, 30 June 2020: Rs. 140.37 lacs).

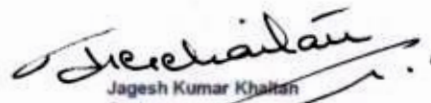
As per our report attached
For **OP Bagla & Co LLP**
Chartered Accountants
FRN No. 00018N/N500091


Atul Bagla
Partner
M.No. 91885

Place : New Delhi
Dated: 12th August, 2021



For and on behalf of the Board of Directors of
Kvantum Papers Limited


Jagesh Kumar Khaitan
Chairman
DIN-0026264

Dated: 12th August, 2021