



Seshasayee Paper and Boards Limited

Regd Office & Works : Pallipalayam, Namakkal District,
Erode - 638 007, Tamilnadu, India, Ph : 91 - 4288 - 240221 to 240228
Fax: 91 - 4288 - 240229 email : edoff@spbltd.com Web : www.spbltd.com
CIN : L21012TZ1960PLC000364

2022 01 22

Dear Shareholders,

Sub: Un-audited Financial Results for the quarter / nine months ended December 31, 2021.

My Good wishes to you and to your families for a Happy, Healthy and Prosperous New Year.

At the Board Meeting held on January 22, 2022, the Board of Directors has approved the Un-audited Financial Results of the Company for the quarter / nine months ended December 31, 2021. 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.spbltd.com.

The highlights of operations of the Company for the quarter / nine months ended December 31, 2021 are as under:

SI No.	Description	Unit	Oct - Dec 2021	Oct - Dec 2020	Apr - Dec 2021	Apr - Dec 2020
1	Production	(t)	46782	36579	155476	120691
2	Sales	(t)	54769	30382	147761	76949
3	Closing Stock	(t)	19359	49313	19359	49313
4	Exports	(t)	13114	6998	41251	15785
5	Revenue from Operation	₹ crores	334.10	164.46	884.02	453.97
6	Profit Before Interest, Depreciation and Tax (EBIDTA)	₹ crores	18.56	17.18	98.75	89.71
7	Profit before Tax (PBT)	₹ crores	7.92	7.02	66.97	59.54
8	Profit after Tax (PAT)	₹ crores	5.90	4.54	49.51	38.82





PRODUCTION

Production during the period April - December 2021 was higher than corresponding period in the previous year mainly due to better order flow from the Export markets.

However, the production during the quarter October – December 2021 was lower compared to the previous quarter, mainly due to shut undertaken in one of the Paper Machines for upgradation under MDP-III.

PROFITABILITY

Higher volumes of production and Sales contributed to improved profitability during the nine months ended December 2021 compared to corresponding period in the previous year.

The benefits arising out of improved volumes and better operational efficiency were partly negated by the following:

- ◇ Significant Increase in energy costs, mainly on account of exorbitant price increases for Coal.
- ◇ Increase in prices of Key Input Materials like Wood, Chemicals, etc.,
- ◇ Significant increase in Logistics costs
- ◇ Consumption of costlier pulp and power, during the shutdown period of Pulp Mill & Recovery Boiler under MDP-III.

PROJECT : MILL DEVELOPMENT PLAN – III (MDP – III) AT UNIT : ERODE

- ☐ The Company Wood Pulp Mill and Recovery Modules in Unit : Erode were shut for 45 days during the quarter ended December 31, 2021, for Upgradation jobs. One of the Paper Machines was also shut for about 35 days for upgradation jobs.
- ☐ These shuts didn't materially affect paper production during this period, since the Company had sufficient stock of in-house pulp board to support the Paper Machine requirements.



- ☐ However, the Pulp Mill and Recovery Boiler shuts resulted in higher material and energy costs, resulting in lower operating margins during the quarter October-December 2021, due to consumption of costlier pulp and power.
- ☐ The project MDP-III is nearing completion with major upgradation works in Chemical Recovery Plant, Wood Pulp Mill, Paper Machine – 5, Paper Machine – 2 and Paper Machine – 4 having been successfully completed. Project is expected to be completed at a cost lower than the originally projected cost of ₹ 315 crores.

MARKET

Market demand improved in the beginning of the third quarter. However next wave of Covid-19 virus and consequent lockdowns announced in January 2022 have affected the order inflow. Price increases announced in Q3-2021-22 have to be partially rolled back in January 2022, considering weak demand situation.

CURRENT QUARTER

The outlook for Q4 of FY 2021-22 appears unsettling due to lockdowns affecting the demand for Paper from educational sector. The weaker demand is expected to put further pressure on selling prices and margins. Packaging grades are expected to have stable demand during this period.

Thanking you,

Yours Sincerely,
For Seshasayee Paper and Boards Limited

(N GOPALARATNAM)
Chairman

Enc.: a/a



SESHASAYEE PAPER AND BOARDS LIMITED
CIN: L21012TZ1960PLC000364

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STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2021

(₹ crores)

Sl. No.	Particulars	Standalone						Consolidated					
		3 months ended			9 months ended		Year ended	3 months ended			9 months ended		Year ended
		31 12 2021	30 09 2021	31 12 2020	31 12 2021	31 12 2020	31 03 2021	31 12 2021	30 09 2021	31 12 2020	31 12 2021	31 12 2020	31 03 2021
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	Income												
	a) Revenue from Operation	334.10	331.93	164.46	884.02	453.97	781.79	334.16	332.00	164.52	884.22	454.17	782.06
	b) Other Income	3.33	4.61	3.33	12.32	16.43	19.32	3.35	3.45	3.34	11.19	15.53	18.44
	Total Income	337.43	336.54	167.79	896.34	470.40	801.11	337.51	335.45	167.86	895.41	469.70	800.50
2	Expenses												
	a) Cost of Materials consumed	115.59	152.50	88.49	418.93	322.50	459.48	115.59	152.50	88.49	418.93	322.50	459.48
	b) Purchase of Stock-in-Trade	5.85	7.26	4.84	19.19	17.65	23.97	5.85	7.26	4.84	19.19	17.65	23.97
	c) Changes in inventories of Finished Goods, Work-in-Progress and Stock-in-Trade	92.26	26.68	(-) 4.17	57.79	(-) 162.57	(-) 97.40	92.26	26.68	(-) 4.17	57.79	(-) 162.57	(-) 97.40
	d) Employee benefits expense	20.81	22.68	17.00	65.68	62.00	81.34	20.81	22.68	17.00	65.68	62.00	81.34
	e) Finance Costs	0.65	0.66	0.71	1.95	2.31	2.91	0.65	0.66	0.71	1.95	2.31	2.91
	f) Depreciation and amortization expense	9.99	9.97	9.45	29.83	27.86	37.60	10.00	9.98	9.46	29.86	27.89	37.64
	g) Cost of Power and Fuel	51.16	43.50	22.97	133.27	75.27	105.93	51.16	43.50	22.97	133.27	75.27	105.93
	h) Other expenses	33.20	39.41	21.48	102.73	65.84	100.92	33.24	39.43	21.59	102.80	66.01	101.19
	Total expenses	329.51	302.66	160.77	829.37	410.86	714.75	329.56	302.69	160.89	829.47	411.06	715.06

(₹ crores)

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	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)	
3	Profit / (Loss) from Ordinary Activities after Finance Costs but before Exceptional items	7.92	33.88	7.02	66.97	59.54	86.36	7.95	32.76	6.97	65.94	58.64	85.44
4	Share of Profit / (Loss) of Associate	--	--	--	--	--	--	0.12	3.57	0.17	4.95	4.88	7.07
5	Exceptional Items	--	--	--	--	--	--	--	--	--	--	--	--
6	Profit / (Loss) from Ordinary Activity Before Tax (3+4+5)	7.92	33.88	7.02	66.97	59.54	86.36	8.07	36.33	7.14	70.89	63.52	92.51
7	Tax expenses												
	Current Tax	2.11	8.66	--	17.22	12.99	18.44	2.12	8.67	0.01	17.26	13.03	18.49
	Deferred Tax	(-) 0.09	0.17	2.48	0.24	7.73	(-) 32.35	(-) 0.09	0.17	2.48	0.24	7.73	(-) 32.35
	Total Tax Expenses	2.02	8.83	2.48	17.46	20.72	(-) 13.91	2.03	8.84	2.49	17.50	20.76	(-) 13.86
8	Net Profit / (Loss) from Ordinary Activities After Tax (6-7)	5.90	25.05	4.54	49.51	38.82	100.27	6.04	27.49	4.65	53.39	42.76	106.37
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	--	--	--	--	--	1.62	--	--	--	--	--	1.62
	(b) Net Fair Value Gain on investment in Equity Instruments through OCI	(-) 6.12	26.42	28.63	32.26	37.28	41.24	(-) 6.12	26.42	28.63	32.26	37.28	41.24
	(c) Share of OCI of Associate	--	--	--	--	--	--	(-) 0.13	1.59	0.63	2.48	1.17	1.74
	(ii) Income Tax relating to items that will not be reclassified to Statement of Profit and Loss	0.69	(-) 3.06	(-) 2.34	(-) 3.67	(-) 2.34	(-) 3.00	0.69	(-) 3.06	(-) 2.34	(-) 3.67	(-) 2.34	(-) 3.00

(₹ crores)

Sl. No.	Particulars	Standalone						Consolidated					
		3 months ended			9 months ended		Year ended	3 months ended			9 months ended		Year ended
		31 12 2021	30 09 2021	31 12 2020	31 12 2021	31 12 2020	31 03 2021	31 12 2021	30 09 2021	31 12 2020	31 12 2021	31 12 2020	31 03 2021
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
	B (i) Items that will be reclassified to Statement of Profit and Loss	0.22	0.05	(-) 0.96	0.27	--	--	0.22	0.05	(-) 0.96	0.27	--	--
	(ii) Income Tax relating to items that will be reclassified to Statement of Profit and Loss	(-) 0.06	(-) 0.01	0.34	(-) 0.07	--	--	(-) 0.06	(-) 0.01	0.34	(-)0.07	--	--
10	Total Other Comprehensive Income	(-) 5.27	23.40	25.67	28.79	34.94	39.86	(-) 5.40	24.99	26.30	31.27	36.11	41.60
11	Total Comprehensive Income for the period (8+9) (Comprising Profit and other Comprehensive income for the period)	0.63	48.45	30.21	78.30	73.76	140.13	0.64	52.48	30.95	84.66	78.87	147.97
12	Paid-up Equity Share Capital (Face value ₹ 2 each)	12.04	12.04	12.04	12.04	12.04	12.04	12.04	12.04	12.04	12.04	12.04	12.04
13	Reserves, excluding Revaluation Reserves, as per the Audited Balance Sheet						1089.56						1130.69
14	Earnings Per Share of ₹ 2 each (not annualised).												
	(a) Basic	0.98	4.16	0.75	8.22	6.45	16.65	1.00	4.56	0.77	8.86	7.10	17.66
	(b) Diluted	0.98	4.16	0.75	8.22	6.45	16.65	1.00	4.56	0.77	8.86	7.10	17.66

Notes:

- Paper is the only reportable segment of operation of the Company.
- The Company has considered the possible effects that may result from the pandemic relating to COVID-19 on the carrying amounts of Property, Plant and Equipment, Investments, Inventories, Receivables and other Current Assets. The Company has performed sensitivity analysis on the assumptions used and based on current estimates, expects the carrying amount of these assets will be recovered.

3. 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 January 21, 2022 and January 22, 2022.

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

Gopalaratnam Natarajan

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Date: 2022.01.22 12:11:03 +05'30'

N GOPALARATNAM
Chairman

Place : Erode
Date : January 22, 2022

This is the Statement of Un-audited Financial Results referred to in our Limited Review Report dated January 22, 2022.

For Maharaj N R Suresh and Co LLP
Firm Registration No. 001931S/S000020

NARASIMHA
RAMAMURTHY
JAYADEVAN

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RAMAMURTHY JAYADEVAN
Date: 2022.01.22 12:39:18 +05'30'

N R Jayadevan
Membership No. 023838
Partner
Chartered Accountants

Place : Chennai
Date : January 22, 2022

For R Subramanian and Company LLP
Firm Registration No. 004137S/ S200041

N
KRISHNAMURTHY

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N Krishnamurthy
Membership No. 019339
Partner
Chartered Accountants


SESHASAYEE PAPER AND BOARDS LIMITED

CIN: L21012TZ1960PLC000364

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Email: investor@spbltd.com Web: www.spbltd.com

EXTRACT OF STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER / NINE MONTHS ENDED DECEMBER 31, 2021

(₹ crores)

Sl. No.	Particulars	Standalone						Consolidated					
		3 months ended			9 months ended		Year ended	3 months ended			9 months ended		Year ended
		31 12 2021	30 09 2021	31 12 2020	31 12 2021	31 12 2020	31 03 2021	31 12 2021	30 09 2021	31 12 2020	31 12 2021	31 12 2020	31 03 2021
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	Total Income from Operations	337.43	336.54	167.79	896.34	470.40	801.11	337.51	335.45	167.86	895.41	469.70	800.50
2	Net Profit for the period (before Tax and Exceptional Items)	7.92	33.88	7.02	66.97	59.54	86.36	7.95	32.76	6.97	65.94	58.64	85.44
3	Exceptional Items	--	--	--	--	--	--	--	--	--	--	--	--
4	Net Profit for the period (before Tax and after Exceptional Items)	7.92	33.88	7.02	66.97	59.54	86.36	8.07	36.33	7.14	70.89	63.52	92.51
5	Net Profit for the period (after Tax and Exceptional Items)	5.90	25.05	4.54	49.51	38.82	100.27	6.04	27.49	4.65	53.39	42.76	106.37
6	Total Comprehensive Income for the period (Comprising Profit and Other Comprehensive Income for the period)	0.63	48.45	30.21	78.30	73.76	140.13	0.64	52.48	30.95	84.66	78.87	147.97
7	Paid-up Equity Share Capital (Face value ₹ 2)	12.04	12.04	12.04	12.04	12.04	12.04	12.04	12.04	12.04	12.04	12.04	12.04
8	Reserves, excluding Revaluation Reserves, as per the Audited Balance Sheet						1089.56						1130.69
9	Earnings Per Share of ₹ 2 each (not annualised).												
	(a) Basic	0.98	4.16	0.75	8.22	6.45	16.65	1.00	4.56	0.77	8.86	7.10	17.66
	(b) Diluted	0.98	4.16	0.75	8.22	6.45	16.65	1.00	4.56	0.77	8.86	7.10	17.66

Notes:

- The above is an extract of the detailed format of Quarterly / Nine months Unaudited Financial Results filed with the Stock Exchanges under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The full format of the Quarterly / Nine months Unaudited Financial Results are available on the Website of Stock Exchanges (www.bseindia.com and www.nseindia.com) and on Company's Website (www.spbltd.com).

2. Paper is the only reportable segment of operation of the Company.
3. The Company has considered the possible effects that may result from the pandemic relating to COVID-19 on the carrying amounts of Property, Plant and Equipment, Investments, Inventories, Receivables and other Current Assets. The Company has performed sensitivity analysis on the assumptions used and based on current estimates, expects the carrying amount of these assets will be recovered.
4. 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 January 21, 2022 and January 22, 2022.

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

**Gopalaratna
m Natarajan**

Digitally signed by Gopalaratnam Natarajan
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Date: 2022.01.22 12:32:51 +05'30'

**N GOPALARATNAM
Chairman**

Place : Erode

Date : January 22, 2022