

D. DHANDARIA & COMPANY

CHARTERED ACCOUNTANTS

Dhandaria Market, Thana Road, P.O. TINSUKIA – 786125 (Assam)

Ph: 0374-2337684

INDEPENDENT AUDITORS' REVIEW REPORT ON REVIEW OF STANDALONE INTERIM FINANCIAL RESULTS

TO THE BOARD OF DIRECTORS OF GREENPLY INDUSTRIES LIMITED

We have reviewed the accompanying Statement of Standalone Unaudited Financial Results of GREENPLY INDUSTRIES LIMITED ("the Company") for the Quarter and nine months ended 31st December, 2016 and the financial statements for the year ended 31st March, 2016 as restated as per Ind-AS, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI Circular No. CIR/CED/CMD/15/2015 dated 30th November, 2015 and SEBI Circular No. CIR/CFD/FAC/62/2016 dated 5th July, 2016. This statement is the responsibility of the Company's Management and has been approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Accounting Standard for 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 these financial statements 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. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is 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.

Based on our review conducted or stated 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 accounting practices and 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, read with SEBI Circular No. CIR/CED/CMD/15/2015 dated 30th November, 2015 and SEBI Circular No. CIR/CFD/FAC/62/2016 dated 5th July, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For D. DHANDARIA & COMPANY

Chartered Accountants

ICAI Firm Reg. No. 306147E

Sd/-

Dindayal Dhandaria

Partner

Membership No. 010928

Place of Signature: Kolkata

Dated: 24th January, 2017.

GREENPLY INDUSTRIES LIMITED

Regd. Office : Makum Road, Tinsukia, Assam - 786 125

Corporate Identity Number : L20211AS1990PLC003484

Phone : +91 33 3051 5000 Fax : +91 33 3051 5010

Website : www.greenply.com E-mail : investors@greenply.com

PART I

(₹ in lacs)

Statement of Standalone Un-audited Financial Results for the quarter and nine-months ended 31st December, 2016

Sl. No.	Particulars	Quarter ended			Nine-month ended		Year ended
		31.12.2016 (Unaudited)	30.09.2016 (Unaudited)	31.12.2015 (Unaudited)	31.12.2016 (Unaudited)	31.12.2015 (Unaudited)	31.03.2016 (Unaudited)
1	Income from Operations						
	(a) Gross Sales/Income from Operations	38449.76	46648.61	43372.30	129252.62	124717.59	171349.48
	(b) Other Operating Income	85.47	54.09	14.56	156.91	30.38	76.04
	Total income from operations	38535.23	46702.70	43386.86	129409.53	124747.97	171425.52
2	Expenses						
	a) Cost of materials consumed	14608.56	18843.16	17553.23	51667.58	51721.09	70149.64
	b) Purchase of Stock-in-trade	5268.86	6177.90	5014.31	16503.11	14460.08	20381.91
	c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(1164.12)	(1566.50)	921.38	(3440.10)	425.27	1519.18
	d) Excise Duty Expense	2571.62	3185.13	1650.07	8420.16	4950.64	6776.51
	e) Employee benefits expense	4010.79	4310.64	4230.44	12818.38	12559.94	16543.24
	f) Depreciation and amortisation expense	1212.59	1220.20	1243.73	3647.35	3668.00	4900.94
	g) Other Expenses	8393.45	9271.70	7567.58	25914.81	23052.94	31968.82
	Total Expenses	34901.75	41442.23	38180.74	115531.29	110837.96	152240.24
3	Profit from operations before other income, finance costs and exceptional Items	3633.48	5260.47	5206.12	13878.24	13910.01	19185.28
4	Other income	276.62	244.05	63.78	749.00	194.23	964.10
5	Profit/(Loss) from ordinary activities before finance costs and exceptional items	3910.10	5504.52	5269.90	14627.24	14104.24	20149.38
6	Finance costs	329.72	687.09	671.89	1599.43	2268.79	2891.07
7	Profit/(Loss) from ordinary activities after finance costs but before exceptional items	3580.38	4817.43	4598.01	13027.81	11835.45	17258.31
8	Exceptional items	-	-	-	-	-	-
9	Profit/ (Loss) from ordinary activities before tax	3580.38	4817.43	4598.01	13027.81	11835.45	17258.31
10	Tax Expenses						
	for Current	(754.81)	(1035.92)	(987.51)	(2798.24)	(2537.29)	(3693.83)
	for Earlier Years	(107.59)	-	-	(107.59)	-	-
	for Deferred	113.80	222.22	(0.07)	563.99	103.26	181.87
	for MAT Credit	(431.65)	(494.28)	(93.84)	(1365.64)	(451.14)	(629.70)
11	Net Profit/(Loss) from ordinary activities after tax	2400.13	3509.45	3516.59	9320.33	8950.28	13116.65
12	Extraordinary items (net of tax expense ₹ Nil)	-	-	-	-	-	-
13	Net Profit / (Loss) for the period	2400.13	3509.45	3516.59	9320.33	8950.28	13116.65
14	Other Comprehensive Income, net of tax (OCI)	(103.84)	(14.72)	(37.74)	(92.14)	(113.24)	(150.98)
15	Total Comprehensive Income for the period, net of Tax	2296.29	3494.73	3478.85	9228.19	8837.04	12965.67
16	Paid-up equity share capital (Face value ₹ 1/- per share)	1226.27	1226.27	1206.82	1226.27	1206.82	1206.82
17	Reserves excluding Revaluation Reserves	-	-	-	-	-	60142.92
18	i) Basic EPS (₹) before and after extraordinary items (of ₹ 1/- each)	1.96*	2.88*	2.91*	7.66*	7.42*	10.87
	ii) Diluted EPS (₹) before and after extraordinary items (of ₹ 1/- each)	1.96*	2.88*	2.91*	7.66*	7.42*	10.87

* Not annualised

GREENPLY INDUSTRIES LIMITED

Regd. Office : Makum Road, Tinsukia, Assam - 786 125

Corporate Identity Number : L20211AS1990PLC003484

Phone : +91 33 3051 5000 Fax : +91 33 3051 5010

Website : www.greenply.com E-mail : investors@greenply.com

Notes:

- 1 The above results have been reviewed by the Audit Committee and approved by the Board of Directors of the Company at their respective meetings held on 24th January, 2017. The auditors have carried out "Limited Review" of the above results.
- 2 The Financial results are in compliance with Ind AS pursuant to Ministry of Company Affairs notification notifying the Companies (Indian Accounting Standard) Rules 2015. The Company has adopted Ind AS with effect from 1st April 2016 with comparatives being restated. Accordingly, the impact of transition has been provided in the Opening Reserves as at 1st April 2015 and all the periods have been restated accordingly. A Limited Review by the Statutory Auditors for the current and previous quarters and the year ended 31st March 2016 has been completed. The reconciliation of Net Profit as per Ind AS & I-GAAP has been annexed herewith in Annexure-I.
- 3 The Company has exercised the option available to it under Rule 46A of the Companies (Accounting Standards) (Second Amendment) Rules, 2011 in respect of accounting for fluctuations in foreign exchange relating to "Long Term Foreign Currency Monetary Items". Accordingly, it has adjusted a gain of ₹ 64.01 lacs (gain of ₹ 34.94 lacs during the quarter ended 31st December, 2015) to the cost of its fixed assets on account of such difference arising during the current quarter and has provided for depreciation thereon over the balance useful life of the respective assets. Consequently, the charge to the Profit and Loss Account is effected to that extent.
- 4 In respect of setting-up of new MDF manufacturing unit in Chittoor, Andhra Pradesh, necessary steps are being taken to obtain the remaining statutory approvals/licenses to set-up the Unit. Contracts with the principal Process Equipment Suppliers, Engineering Consultancy Services, major Civil & Fabrication contractors, major Electrical Contractors & Suppliers have been executed/are in the process of execution. Civil construction work is in progress. The said facility is expected to be commissioned in FY 2019.
- 5 In respect of setting-up of new Veneer, Lumber and Panel products manufacturing unit at Nkok SEZ, Gabon, West Africa, through step-down wholly owned subsidiary Greenply Gabon SA, necessary steps are being taken to obtain remaining statutory approvals/licenses to set-up the Unit. Civil construction work is in progress. Orders have been placed for plant & machinery for Veneer unit with the suppliers and the same are in transit.
- 6 The Company has raised ₹ 49,99,99,925 through Qualified Institutional Placement (QIP) of Equity Shares in August 2016. As on 31st December 2016, the Company has so far utilised ₹ 37,81,97,883.10 for the purposes the fund were so raised i.e. setting-up of new MDF manufacturing unit in Chittoor, Andhra Pradesh. Amount of ₹ 12,04,32,906 has been temporarily invested in Mutual Funds and balance amount of ₹ 39,62,954.96 is lying in Current Account with Banks. The Company has received ₹ 25,93,819.06 towards Interest / Income on QIP Fund temporary invested as Fixed Deposit / Mutual Funds and the same is being utilised for the said purposes only.
- 7 The results for the quarter and nine-month ended 31st December, 2016 are available on the BSE Limited (BSE) website (URL: www.bseindia.com/corporates), National Stock Exchange of India Ltd. (NSE) website (URL: www.nseindia.com/corporates) and on the Company's website (URL: www.greenply.com/investors).
- 8 The previous periods figures have been regrouped and reclassified wherever necessary.

By order of the Board

Place: Kolkata

Dated : 24th January, 2017

Shobhan Mittal
Joint Managing Director & CEO
(DIN : 00347517)

GREENPLY INDUSTRIES LIMITED

Regd. Office : Makum Road, Tinsukia, Assam - 786 125

Corporate Identity Number : L20211AS1990PLC003484

Phone : +91 33 3051 5000 Fax : +91 33 3051 5010

Website : www.greenply.com E-mail : investors@greenply.com

Segmentwise Revenue, Results and Capital Employed

Particulars	Quarter ended			Nine-month ended		Year ended
	31.12.2016	30.09.2016	31.12.2015	31.12.2016	31.12.2015	31.03.2016
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
1. Segment Revenue (Gross)						
a) Plywood & Allied Products	28669.17	34019.44	30303.94	94686.89	89632.03	123362.61
b) Medium Density Fibreboards	9597.99	12383.86	12885.76	33954.29	34918.67	47633.71
c) Unallocated	268.07	299.40	197.16	768.35	197.27	429.20
Total	38535.23	46702.70	43386.86	129409.53	124747.97	171425.52
Less: Inter Segment Revenue	-	-	-	-	-	-
Gross Sales/Income from Operations	38535.23	46702.70	43386.86	129409.53	124747.97	171425.52
2. Segment Result [Profit/(Loss) before tax and interest]						
a) Plywood & Allied Products	3087.63	3295.55	2444.18	9242.73	7111.62	10777.86
b) Medium Density Fibreboards	1559.24	3287.98	3407.62	8180.12	9230.66	12618.97
c) Unallocated	(92.86)	(30.47)	(65.47)	(197.18)	(65.47)	(85.79)
Total	4554.01	6553.06	5786.33	17225.67	16276.81	23311.04
Less: (i) Interest	329.72	687.09	671.89	1599.43	2268.79	2891.07
(ii) Other Unallocable expenditure net of unallocable Income	643.91	1048.54	516.43	2598.43	2172.57	3161.66
Total Profit before Tax	3580.38	4817.43	4598.01	13027.81	11835.45	17258.31
3. Segment Assets						
a) Plywood & Allied Products	70633.82	72845.27	71439.95	70633.82	71439.95	70942.96
b) Medium Density Fibreboards	59943.47	52689.76	40542.91	59943.47	40542.91	42175.79
c) Unallocated	6995.29	6036.40	4404.43	6995.29	4404.43	5657.98
Total	137572.58	131571.43	116387.29	137572.58	116387.29	118776.73
4. Segment Liabilities						
a) Plywood & Allied Products	24082.93	25775.62	20839.91	24082.93	20839.91	23833.78
b) Medium Density Fibreboards	6457.99	5785.62	6433.49	6457.99	6433.49	6026.94
c) Unallocated	1881.63	2460.19	1808.84	1881.63	1808.84	1744.19
Total	32422.55	34021.43	29082.24	32422.55	29082.24	31604.91
5. Capital Employed						
a) Plywood & Allied Products	46550.89	47069.65	50600.04	46550.89	50600.04	47109.18
b) Medium Density Fibreboards	53485.48	46904.14	34109.42	53485.48	34109.42	36148.85
c) Unallocated	5113.66	3576.21	2595.59	5113.66	2595.59	3913.79
Total	105150.03	97550.00	87305.05	105150.03	87305.05	87171.82

1 The above results have been reviewed by the Audit Committee and approved by the Board of Directors of the Company at their respective meetings held on 24th January, 2017. The auditors have carried out "Limited Review" of the above results.

By order of the Board

Place: Kolkata
Dated : 24th January, 2017

Shobhan Mittal
Joint Managing Director & CEO
(DIN : 00347517)

GREENPLY INDUSTRIES LIMITED

Regd. Office : Makum Road, Tinsukia, Assam - 786 125

Corporate Identity Number : L20211AS1990PLC003484

Phone : +91 33 3051 5000 Fax : +91 33 3051 5010

Website : www.greenply.com E-mail : investors@greenply.com

Annexure-I

(₹ in lacs)

Reconciliation of Net Profit as per Ind AS & I-GAAP

Particulars	Quarter ended		Nine-month ended	Year ended
	31.12.2015	30.09.2015	31.12.2015	31.03.2016
Net Profit after tax for the period as per I-GAAP	3534.44	2723.92	8928.68	13059.12
Derecognition of Depreciation on Leasehold Land being Operating Lease	5.33	5.34	15.94	35.01
Recognition of Amortisation of Leasehold Land being Operating Lease in Other Expenses	(4.68)	(4.68)	(13.99)	(18.63)
Gain/(Loss) on Fair Valuation of Quoted Investments	19.20	1.99	18.95	18.92
Increase/(Decrease) in Profit on sale of Quoted Investments due to Fair Valuation	-	-	-	(43.53)
Gain/(Loss) on Fair Valuation of Biological Assets	(2.54)	0.62	7.30	(3.87)
Recognition of Foreign Exchange Fluctuation Gain/(Loss) as MTM of Forward & IRS Contracts	43.03	(35.16)	(32.93)	(83.83)
Recognition of Provision for Expected Cash Discounts of Outstanding Debtors	(52.97)	6.77	(25.85)	(15.28)
Recognition of Provision for Expected Credit Losses of Outstanding Debtors	(82.57)	6.16	(146.65)	(22.82)
Capitalisation of Finance Cost to Plant, Property & Equipment & Capital Work in Progress	14.46	3.66	24.76	26.52
Derecognition of Administrative Expenses & Exchange Gain from Capital Work in Progress	(9.12)	(5.42)	(17.41)	8.03
Derecognition of Unamortised Expenses pertaining to Scheme of Arrangement	5.05	5.05	15.14	(55.47)
Recognition of Finance Cost from Prepaid Processing Fees accounted on transition date	(22.03)	(23.34)	(71.91)	(90.62)
Actuarial loss on Defined Benefit plans reclassified to Other Comprehensive Income	57.72	57.73	173.17	230.89
Deferred Tax impact of Ind AS adjustments	11.27	(6.65)	75.08	72.21
Net Impact of Ind AS adjustments	(17.85)	12.07	21.60	57.53
Actuarial loss on Defined Benefit plans reclassified from Employee Benefit Expense	(57.72)	(57.73)	(173.17)	(230.89)
Deferred Tax impact of Ind AS adjustments	19.98	19.97	59.93	79.91
Net Impact of Ind AS adjustments in OCI	(37.74)	(37.76)	(113.24)	(150.98)
Net Impact of Ind AS adjustments in Total Comprehensive Income	(55.59)	(25.69)	(91.64)	(93.45)
Total Comprehensive Income for the period as per Ind AS	3478.85	2698.23	8837.04	12965.67