

## Independent Auditor's Report

### To the Board of Directors of Orient Paper & Industries Limited

### Report on the audit of the Annual Financial Results

#### Opinion

We have audited the accompanying annual financial results of Orient Paper & Industries Limited (hereinafter referred to as the "Company") for the year ended 31 March 2026, attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid annual financial results:

- a. are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- b. give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting Standards, and other accounting principles generally accepted in India, of the net loss and other comprehensive loss and other financial information for the year ended 31 March 2026.

#### Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing ("SAs") specified under section 143(10) of the Companies Act, 2013 ("the Act"). Our responsibilities under those SAs are further described in the *Auditor's Responsibilities for the Audit of the Annual Financial Results* section of our report. We are independent of the Company, in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act, and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence obtained by us, is sufficient and appropriate to provide a basis for our opinion on the annual financial results.

#### Management's and Board of Directors' Responsibilities for the Annual Financial Results

These annual financial results have been prepared on the basis of the annual financial statements.

The Company's Management and the Board of Directors are responsible for the preparation and presentation of these annual financial results that give a true and fair view of the net profit/ loss and other comprehensive income and other financial information in accordance with the recognition and measurement principles laid down in Indian Accounting Standards prescribed under Section 133 of the Act and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring accuracy and completeness of the accounting records, relevant to the preparation and presentation of the annual financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error.



## Independent Auditor's Report (*Continued*)

### Orient Paper & Industries Limited

In preparing the annual financial results, the Management and the Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors is responsible for overseeing the Company's financial reporting process.

#### Auditor's Responsibilities for the Audit of the Annual Financial Results

Our objectives are to obtain reasonable assurance about whether the annual financial results as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these annual financial results.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the annual financial results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3) (i) of the Act, we are also responsible for expressing our opinion through a separate report on the complete set of financial statements on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures in the annual financial results made by the Management and Board of Directors.
- Conclude on the appropriateness of the Management's and Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the appropriateness of this assumption. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the annual financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the annual financial results, including the disclosures, and whether the annual financial results represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

#### Other Matter

The annual financial results include the results for the quarter ended 31 March 2026 being the



B S R & Co. LLP

**Independent Auditor's Report (Continued)**

**Orient Paper & Industries Limited**

balancing figure between the audited figures in respect of the full financial year and the published unaudited year to date figures up to the third quarter of the current financial year which were subject to limited review by us.

For **B S R & Co. LLP**

*Chartered Accountants*

Firm's Registration No.: 101248WW-100022



**Jayanta Mukhopadhyay**

*Partner*

Membership No.: 055757

UDIN: 26055757FRRI T09271

Bengaluru

09 May 2026

**ORIENT PAPER & INDUSTRIES LTD.**

[Regd. Office : Unit VIII, Plot 7, Bhojnagar, Bhubaneswar - 751012 (Odisha)]

Tel: (0674) 2396930, E-mail: paper@opibbsr.com

CIN: L21011OR1936PLC000117

Statement of Audited Financial Results for the year ended March 31, 2026

(Rs. In lacs)

Sl. No.	Particulars	Quarter Ended			Year Ended	
		31-03-2026	31-12-2025	31-03-2025	31-03-2026	31-03-2025
		Refer note 2 (Audited)	(Unaudited)	Refer note 2 (Audited)	(Audited)	(Audited)
1	<b>Income</b>					
	(a) Revenue from operations	23,147.02	23,638.52	21,927.40	90,595.14	89,578.83
	(b) Other income	315.56	181.72	307.52	1,745.39	1,577.32
	<b>Total Income (a+b)</b>	<b>23,462.58</b>	<b>23,820.24</b>	<b>22,234.92</b>	<b>92,340.53</b>	<b>91,156.15</b>
2	<b>Expenses</b>					
	(a) Cost of materials consumed	9,598.48	11,192.60	9,299.46	41,075.48	39,003.40
	(b) Changes in inventories of finished goods and work-in-progress	633.56	101.59	423.44	438.56	(658.85)
	(c) Power & fuel expenses	4,964.71	5,129.64	4,861.58	20,689.76	20,386.44
	(d) Employee benefits expense	2,571.96	2,835.47	2,457.17	10,319.72	9,938.03
	(e) Finance costs	478.87	597.68	809.35	2,453.67	3,248.15
	(f) Depreciation and amortisation expense	1,595.57	1,415.38	1,333.55	5,812.34	5,135.22
	(g) Other expenses	4,997.83	5,485.55	5,928.19	21,892.62	22,993.81
	<b>Total Expenses</b>	<b>24,840.98</b>	<b>26,757.91</b>	<b>25,112.74</b>	<b>1,02,682.15</b>	<b>1,00,046.20</b>
3	<b>Loss Before Tax (1-2)</b>	<b>(1,378.40)</b>	<b>(2,937.67)</b>	<b>(2,877.82)</b>	<b>(10,341.62)</b>	<b>(8,890.05)</b>
4	<b>Tax expenses</b>					
	Current tax	-	-	-	-	-
	Deferred tax (refer note 3)	(284.15)	(811.69)	(1,070.48)	(7,461.06)	(3,424.21)
	<b>Total tax</b>	<b>(284.15)</b>	<b>(811.69)</b>	<b>(1,070.48)</b>	<b>(7,461.06)</b>	<b>(3,424.21)</b>
5	<b>Net Loss for the period (3-4)</b>	<b>(1,094.25)</b>	<b>(2,125.98)</b>	<b>(1,807.34)</b>	<b>(2,880.56)</b>	<b>(5,465.84)</b>
6	<b>Other comprehensive income</b>					
	i. Items that will not be reclassified to statement of profit and loss (net)	(5,720.04)	(286.32)	(10,470.90)	(2,821.56)	(1,807.54)
	ii. Income tax relating to items that will not be reclassified to statement of profit and loss (refer note 3)	539.34	9.71	1,495.70	(1,001.56)	(580.92)
7	<b>Total comprehensive loss for the period (5+6)</b>	<b>(6,274.95)</b>	<b>(2,402.59)</b>	<b>(10,782.54)</b>	<b>(6,703.68)</b>	<b>(7,854.30)</b>
8	<b>Paid-up equity share capital (face value per share : Re.1/-)</b>	<b>2,121.96</b>	<b>2,121.96</b>	<b>2,121.96</b>	<b>2,121.96</b>	<b>2,121.96</b>
9	<b>Other equity</b>				<b>1,44,697.94</b>	<b>1,51,385.90</b>
10	<b>Earnings per equity share of face value of Re.1/- each (not annualised)</b>					
	Basic and diluted	(0.52)	(1.00)	(0.85)	(1.36)	(2.58)

**Notes :-**

- The above financial results were reviewed by the Audit Committee and taken on record by the Board of Directors of the Company at their respective meetings held on 09 May 2026. The financial results for the year ended 31 March 2026 have been subjected to audit by the Company's Statutory Auditors, as required under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, who have issued an unmodified report thereon.
- The figures for quarters ended 31 March 2026 and 31 March 2025 are the balancing figures between audited figures in respect of the full financial year and the published year to date figures upto the end of the third quarter of the relevant financial year. The published year to date figures upto the end of third quarter of the relevant financial year were subject to Limited Review.
- The Company had exercised the option permitted under Section 115BAA of the Income-tax Act, 1961 as introduced by the Taxation Laws (Amendment) Ordinance, 2019 in the quarter ended June 30, 2025. Accordingly, the Company had recognized current tax expense and remeasured its Deferred Tax Liabilities (net) basis the rate prescribed in the said section. The full impact of this change had been recognized in the quarter ended June 30, 2025. Consequently, "Tax expenses" for the year ended March 31, 2026 includes a credit of Rs. 4,848.71 lacs and "Other comprehensive income" includes a charge of Rs. 525.91 lacs.
- On November 21, 2025, the Government of India notified the four Labour Codes – the Code on Wages, 2019, the Industrial Relations Code, 2020, the Code on Social Security, 2020, and the Occupational Safety, Health and Working Conditions Code, 2020 – consolidating 29 existing labour laws. The Ministry of Labour & Employment published draft Central Rules and FAQs to enable assessment of the financial impact due to changes in regulations. The Company has assessed and disclosed the incremental impact of these changes aggregating to Rs. 376.74 lacs under "Employee benefits expenses" in the statement of profit and loss for the quarter ended December 31, 2025 and year ended March 31, 2026. The Company continues to monitor further developments, including the finalisation of Central/State Rules and clarifications from the Government on other aspects of the Labour Code and would provide appropriate accounting effect on the basis of such developments as necessary.
- The Company does not have any subsidiary/associate/joint venture entity for the respective period.



5 Statement of Assets and Liabilities as at March 31, 2026

Particulars	(Rs. In lacs)	
	As at March,31 2026 (Audited)	As at March,31 2025 (Audited)
<b>ASSETS</b>		
<b>1. Non-current Assets</b>		
(a) Property, Plant and Equipment	1,58,721.82	1,61,069.34
(b) Capital Work -in -progress	8,916.17	6,484.76
(c) Investment Properties	598.51	602.88
(d) Intangible assets	8.93	9.78
(e) Biological assets other than bearer plants	33.61	59.94
(f) Financial Assets		
(i) Investments	20,949.80	28,433.60
(ii) Other Financial Assets	1,539.84	1,448.37
(g) Income Tax Assets (net)	76.31	157.41
(h) Other Non- current Assets	5,821.52	4,916.87
<b>Total-Non-current Assets</b>	<b>1,96,666.51</b>	<b>2,03,182.95</b>
<b>2. Current Assets</b>		
(a) Inventories	15,877.05	14,969.07
(b) Biological assets other than bearer plants	286.68	289.99
(c) Financial Assets		
(i) Investments	-	16,356.63
(ii) Trade Receivables	1,706.23	1,704.43
(iii) Cash and Cash Equivalents	56.74	96.24
(iv) Bank Balances Other than (iii), above	65.87	73.92
(v) Loans	8.37	8.62
(vi) Other Financial Assets	309.08	343.39
(d) Other Current Assets	2,821.10	3,746.95
	21,131.12	37,589.24
Assets classified as held for sale	151.79	15.20
<b>Total-Current Assets</b>	<b>21,282.91</b>	<b>37,604.44</b>
<b>TOTAL - ASSETS</b>	<b>2,17,949.42</b>	<b>2,40,787.39</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
(a) Equity Share Capital	2,121.96	2,121.96
(b) Other Equity	1,44,697.94	1,51,385.90
<b>Total -Equity</b>	<b>1,46,819.90</b>	<b>1,53,507.86</b>
<b>LIABILITIES</b>		
<b>1. Non - current Liabilities</b>		
(a) Financial Liabilities		
(i) Borrowings	13,638.64	14,524.43
(ii) Lease Liabilities	504.74	-
(b) Provisions	773.19	440.49
(c) Deferred Tax Liabilities (Net)	18,730.00	25,189.49
<b>Total-Non-current Liabilities</b>	<b>33,646.57</b>	<b>40,154.41</b>
<b>2. Current Liabilities</b>		
(a) Financial Liabilities		
(i) Borrowings	15,044.48	25,177.24
(ii) Lease Liabilities	13.89	253.88
(iii) Trade Payables		
(a) Total outstanding dues of micro and small enterprises	2,808.21	1,528.15
(b) Total outstanding dues of creditors other than micro and small enterprises	10,233.90	10,994.17
(iv) Other Financial Liabilities	5,291.87	5,169.46
(b) Other Current Liabilities	3,221.74	3,347.62
(c) Provisions	868.86	654.60
<b>Total-Current Liabilities</b>	<b>37,482.95</b>	<b>47,125.12</b>
<b>Total Liabilities</b>	<b>71,129.52</b>	<b>87,279.53</b>
<b>TOTAL - EQUITY AND LIABILITIES</b>	<b>2,17,949.42</b>	<b>2,40,787.39</b>



7 Statement of Cash Flow for the year ended March 31, 2026

		(Rs. In lacs)	
Particulars		For the year ended March 31, 2026	For the year ended March 31, 2025
		(Audited)	(Audited)
<b>(A)</b>	<b>Cash flows from operating activities:</b>		
	Loss before income tax	(10,341.62)	(8,890.05)
	Adjustments for:		
	Depreciation and amortisation expense	5,812.34	5,135.22
	Finance cost	2,453.67	3,248.15
	Loss on sale / disposal of property, plant and equipment (net)	51.58	612.49
	Rental income from investment properties	(303.72)	(303.72)
	Unspent liabilities, provisions no longer required and unclaimed balances written back	(176.45)	(349.49)
	Equity-settled share-based payment	15.72	(5.68)
	Interest income	(186.23)	(119.98)
	Dividend income	(105.31)	(331.08)
	<b>Operating loss before changes in working capital</b>	<b>(2,780.02)</b>	<b>(1,004.14)</b>
	Increase in trade payables, other liabilities and provisions	1,360.40	2,906.46
	Increase in inventories	(907.98)	(2,109.95)
	(Increase) /Decrease in Biological Assets	29.64	(13.03)
	Increase in trade receivables, loans and advances and other assets	(470.19)	(943.64)
	<b>Cash used in operations</b>	<b>(2,768.15)</b>	<b>(1,164.30)</b>
	Income taxes paid / (refund) (net)	93.76	(60.77)
	<b>Net cash used in operating activities</b>	<b>(2,674.39)</b>	<b>(1,225.07)</b>
<b>(B)</b>	<b>Cash flows from investing activities:</b>		
	Proceeds from sale / disposal of property, plant and equipment	19.98	14.85
	Payments for acquisition and construction of property, plant and equipment (including intangible assets)	(5,150.30)	(6,511.99)
	Proceeds on sale of investments in equity shares	20,976.11	3,001.23
	Rental income from investment properties	303.72	303.72
	Interest received	165.14	111.10
	Dividend received	105.31	331.08
	Investments in bank deposits	(4.88)	(0.41)
	<b>Net cash generated from / (used in) investing activities</b>	<b>16,415.08</b>	<b>(2,750.42)</b>
<b>(C)</b>	<b>Cash flows from financing activities:</b>		
	Proceeds from long-term borrowings	8,007.51	8,529.18
	Repayment of long-term borrowings	(6,170.63)	(3,978.13)
	Net (repayment) / proceeds from short-term borrowings	(12,855.43)	3,411.45
	Principal Payment of Lease Liabilities	(115.34)	(157.71)
	Finance costs paid	(2,646.30)	(3,385.25)
	Dividend paid	-	(530.46)
	<b>Net cash (used in) / generated from financing activities</b>	<b>(13,780.19)</b>	<b>3,889.08</b>
	<b>Net decrease in cash and cash equivalents (A+B+C)</b>	<b>(39.50)</b>	<b>(86.41)</b>
	Cash and cash equivalents at the beginning of the period	96.24	182.65
	<b>Cash and cash equivalents at the end of the period</b>	<b>56.74</b>	<b>96.24</b>



8 Segment wise Revenue, Results, Assets and Liabilities for the year ended March 31, 2026

Based on guiding principles given in Ind AS 108 on "Operating Segments", the Company's business activity falls into two operating segments, namely: i) paper & tissue and ii) chemicals

(Rs. In lacs)

Sl. No.	Particulars	Quarter Ended			Year Ended	
		31-03-2026	31-12-2025	31-03-2025	31-03-2026	31-03-2025
		Refer note 2 (Audited)	(Unaudited)	Refer note 2 (Audited)	(Audited)	(Audited)
1	<b>Segment Revenue :</b>					
	a) Paper & Tissue	19,279.35	19,436.25	17,864.77	74,218.73	75,130.28
	b) Chemicals	4,235.66	4,539.57	4,459.35	17,699.58	16,186.81
	<b>Total</b>	<b>23,515.01</b>	<b>23,975.82</b>	<b>22,324.12</b>	<b>91,918.31</b>	<b>91,317.09</b>
	Less : Inter segment revenue	367.99	337.30	396.72	1,323.17	1,738.26
	<b>Revenue from Operations</b>	<b>23,147.02</b>	<b>23,638.52</b>	<b>21,927.40</b>	<b>90,595.14</b>	<b>89,578.83</b>
2	<b>Segment Results</b>					
	a) Paper & tissue	(840.21)	(2,181.56)	(2,197.88)	(8,340.30)	(5,515.73)
	b) Chemicals	399.64	599.87	604.76	2,170.60	1,792.91
	<b>Total</b>	<b>(440.57)</b>	<b>(1,581.69)</b>	<b>(1,593.12)</b>	<b>(6,169.70)</b>	<b>(3,722.82)</b>
	Less :					
	(i) Finance costs	478.87	597.68	809.35	2,453.67	3,248.15
	(ii) Other un-allocable expenditure / (income) net of un-allocable income / expenditure	458.96	758.30	475.35	1,718.25	1,919.08
	<b>Loss Before Tax</b>	<b>(1,378.40)</b>	<b>(2,937.67)</b>	<b>(2,877.82)</b>	<b>(10,341.62)</b>	<b>(8,890.05)</b>
3	<b>Segment Assets :</b>					
	a) Paper & tissue	1,31,498.63	1,29,554.50	1,29,189.70	1,31,498.63	1,29,189.70
	b) Chemicals	8,325.98	8,445.56	9,261.31	8,325.98	9,261.31
	c) Unallocated	78,124.81	84,097.48	1,02,336.38	78,124.81	1,02,336.38
	<b>Total Assets</b>	<b>2,17,949.42</b>	<b>2,22,097.54</b>	<b>2,40,787.39</b>	<b>2,17,949.42</b>	<b>2,40,787.39</b>
4	<b>Segment Liabilities :</b>					
	a) Paper & tissue	19,274.59	18,964.02	19,048.85	19,274.59	19,048.85
	b) Chemicals	1,607.94	1,660.91	1,415.00	1,607.94	1,415.00
	c) Unallocated	50,246.99	48,379.99	66,815.68	50,246.99	66,815.68
	<b>Total Liabilities</b>	<b>71,129.52</b>	<b>69,004.92</b>	<b>87,279.53</b>	<b>71,129.52</b>	<b>87,279.53</b>

New Delhi  
May 09, 2026

By Order of the Board  
for ORIENT PAPER & INDUSTRIES LTD.

*Anant Agarwal*  
(Anant Agarwal)  
Managing Director & CEO

