



**AARTI
INDUSTRIES
LIMITED**

**Ref. No: AIL/B-36/2018/844
November 1, 2018**

To,
Listing/Compliance Department
BSE LTD.
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai – 400 001.

To,
Listing/Compliance Department
**National Stock Exchange of
India Limited**
“Exchange Plaza”, Plot No. C/1,
G Block Bandra-Kurla Complex,
Bandra (East),
Mumbai – 400 051.

BSE CODE -524208

NSE CODE:AARTIIND

Dear Sir/Madam,

Ref.: Compliance of Regulation 33 of the SEBI (LODR)
Regulations, 2015

Sub : Audited Financial Results for the quarter and half
year ended September 30, 2018

We wish to inform you that Board of Directors at its Meeting held on **Thursday, November 1, 2018**, approved the Standalone Financial Results for the Quarter and half year ended September 30, 2018.

Pursuant to Regulation 33 of the SEBI (LODR) Regulations, 2015 we enclose the following:-

- Audited Standalone Financial Results for the quarter and half year ended September 30, 2018.
- Standalone Statement of Assets and Liabilities.
- Auditor's Report on the Standalone Audited Financial Results for the quarter and half year ended September 30, 2018.
- Segment wise Revenue Results for the quarter & half year ended September 30, 2018.

Further, please note that the Company has already made necessary arrangement to publish the same in the newspapers as required under the SEBI (LODR) Regulations, 2015.

The Meeting of the Board of Directors commenced at 1:30 p.m. and concluded at 5:00 p.m

Please take note of the same on your record.

Thanking you,

Yours faithfully,

For **AARTI INDUSTRIES LIMITED**

RAJ SARRAF

COMPANY SECRETARY

ICSI M. NO. A15526

Encl.: as above.



AUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED 30TH SEPTEMBER 2018

(₹ in Lakhs)

Sr. No.	Particulars	3 Months Ended			6 Months Ended		12 Months Ended
		30th Sept 2018	30th Jun 2018	30th Sept 2017	30th Sept 2018	30th Sept 2017	31st Mar 2018
		(Audited)	(Audited)	(Audited)	(Audited)	(Audited)	(Audited)
1	INCOME						
	a) Revenue from Operations	129,952	107,848	88,789	237,800	167,970	369,931
	b) Other Income	24	340	11	364	20	213
	Total Income	129,976	108,188	88,800	238,164	167,990	370,144
2	EXPENSES						
	a) Cost of Materials Consumed	79,822	66,456	48,074	146,278	92,394	211,579
	b) Purchases of Stock-in-Trade	2,495	3,316	2,709	5,811	5,271	10,290
	c) Changes in Inventories of Finished Goods, Work-in-progress and Stock-in-Trade	(2,892)	(3,814)	1,445	(6,706)	(1,231)	(6,974)
	d) Employee Benefits Expense	5,285	5,125	4,141	10,410	8,016	17,680
	e) Finance Costs	5,131	4,610	3,138	9,741	6,062	13,074
	f) Depreciation and Amortisation Expenses	3,885	3,772	3,300	7,657	6,469	13,577
	g) Other Expenses	21,033	17,975	16,392	39,008	33,653	71,683
	Total Expenses	114,759	97,440	79,199	212,199	150,634	330,909
3	Profit/(Loss) before Exceptional Items and Tax (1-2)	15,217	10,748	9,601	25,965	17,356	39,235
4	Exceptional Items	-	-	-	-	-	-
5	Profit/(Loss) before Tax (3-4)	15,217	10,748	9,601	25,965	17,356	39,235
6	TAX EXPENSES						
	a) Current Year Tax	3,250	2,300	2,000	5,550	3,400	7,900
	b) MAT Credit Entitlement	(800)	(980)	(750)	(1,780)	(1,000)	(2,050)
	c) Deferred Tax	475	500	500	975	800	1,741
	Total Tax Expenses	2,925	1,820	1,750	4,745	3,200	7,591
7	Net Profit/(Loss) from Ordinary Activities after Tax (5-6)	12,292	8,928	7,851	21,220	14,156	31,644
8	Extraordinary Items (Net of Tax Expense ₹)	-	-	-	-	-	-
9	Net Profit/(loss) for the period (7-8)	12,292	8,928	7,851	21,220	14,156	31,644
10	Profit/(loss) for the period attributable to						
	a) Owners of the Company	12,292	8,928	7,851	21,220	14,156	31,644
	b) Non Controlling Interest	(1,959)	(1,475)	21	(3,434)	(233)	(309)
11	Other Comprehensive Income						
12	Total Comprehensive Income for the period (Comprising Profit (Loss) and Other Comprehensive Income for the period) (10+11)	10,333	7,453	7,872	17,786	13,923	31,335
13	Earnings per Equity share:						
	(1) Basic	15.12	10.98	9.56	26.10	17.24	38.92
	(2) Diluted	15.12	10.93	9.56	26.10	17.24	38.92
14	Paid-up Equity Share Capital (Face Value of ₹ 5/-each)	4,065	4,065	4,106	4,065	4,106	4,065
15	Reserve excluding Revaluation Reserves as per Balance Sheet of previous Accounting Year	-	-	-	-	-	147,452
16	Net Worth	168,375	158,971	143,946	168,375	143,946	151,517
17	Debt Service Coverage Ratio	2.57	1.38	2.57	1.87	1.71	1.81
18	Interest Service Coverage Ratio	4.09	3.42	4.21	3.77	4.06	4.16

Notes:-

- The above results for the quarter and half year ended 30th September, 2018 have been reviewed by the Audit Committee and approved by the Board of Directors in their meeting held on 1st November, 2018.
- Company has entered into forward contracts to hedge its export contracts. Cancellation & Mark to market gain/(loss) for such contracts as at the end of reporting period are recognised in these statements. Cancellation & Mark to market gain/(loss) in respect of near term contracts amounting to (₹ 2259) Lakhs is expensed off in the above P&L statement, while mark to market loss in respect of long term contracts amounting to (₹ 1,978) Lakhs are adjusted under Other Comprehensive Income. The component adjusted under Other Comprehensive Income will be appropriately treated in P&L when the underlying cash-flow impact accrues.
- Company had further recognised revaluation gain/(loss) to the extent of (₹ 909) lakhs in respect of its long term borrowings (ECBs) as at quarter ending 30th September, 2018 and included the same in its Finance Costs appearing above.
- The Listed Non-Convertible Debenture of the Company aggregating to ₹ 12,000 Lakhs as on 30th September, 2018 are secured by way of first pari passu charge on the Movable Fixed Assets of the Company at its premises located at Vapi, Jhagadia, Silvassa, Tarapur and Pithampur and the assets cover thereof exceeds 100% of the principal amount of the said debentures.


www.aarti-industries.com | CIN: L24110GJ1984PLC007301


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T : 022-67976666, F : 022-2565 3234 | E : info@aarti-industries.com
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5. The Company had issued 5 tranches of Non Convertible Debentures as STRPPS Series A to E. The previous due date for payment of interest for all series was 15.06.2018 and next due date for payment of interest is 14.06.2019. The interest amounts had been duly paid on due dates. The principal amount of one tranche of NCD of ₹ 4,000 Lakhs was due for repayment in 15.06.2018 which is duly paid on due date.
6. Company retained its domestic credit ratings of AA- from CRISIL and India Ratings.
7. Formulae for computation of ratios are as follows:
 Debt Service Coverage Ratio = Earnings before Interest and Tax/(Interest Expenses + Principal Repayment of Term loan during the period)
 Interest Service Coverage Ratio = Earnings before Interest and Tax/Interest Expenses for the period
 Debt Equity Ratio = Total Debt/ Equity
8. The Company has maintained Capital Redemption Reserve / Debenture redemption reserve and Debt-Equity as per below:
- | Particulars | as at 30.09.2018 |
|---|------------------|
| Capital Redemption Reserve/Debenture Redemption Reserve | 12,156 |
| Debt-Equity Ratio | 1.37 |
9. Figures for the previous period have been regrouped or rearranged wherever necessary.
10. The aforesaid Audited Financial Results will be uploaded on the Company's website www.aarti-industries.com and will also be available on the website of BSE Limited www.bseindia.com and the National Stock Exchange of India Limited www.nseindia.com for the benefit of the shareholders and investors.

Place: Mumbai
Date: 01.11.2018

For AARTI INDUSTRIES LIMITED


RAJENDRA V. GOGRI
CHAIRMAN AND MANAGING DIRECTOR



SEGMENTWISE REVENUE, RESULTS AND SEGMENT ASSETS & LIABILITIES ALONG WITH THE RESULT UNDER REGULATION 33 OF SEBI (LISTING OBLIGATION & DISCLOSURE REQUIREMENTS) REGULATIONS, 2015

(₹ in Lakhs)

Sr. No.	Particulars	3 Months Ended			6 Months Ended		12 Months Ended
		30th Sept 2018 (Audited)	30th Jun 2018 (Audited)	30th Sept 2017 (Audited)	30th Sept 2018 (Audited)	30th Sept 2017 (Audited)	31st Mar 2018 (Audited)
1	Segment Revenue						
	a) Speciality Chemicals	103,910	84,847	69,098	188,757	131,716	287,874
	b) Pharmaceuticals	19,225	14,967	13,686	34,192	24,293	55,622
	c) Home & Personal Care Chemicals	6,817	8,034	6,005	14,851	11,961	26,435
	Total	129,952	107,848	88,789	237,800	167,970	369,931
2	Segment Results Profit / (Loss) (Before Tax and Interest from each Segment)						
	a) Speciality Chemicals	20,981	14,833	12,864	35,814	24,157	53,707
	b) Pharmaceuticals	2,918	2,600	1,904	5,518	3,265	7,920
	c) Home & Personal Care Chemicals	(375)	199	(76)	(176)	(18)	275
	Total	23,524	17,632	14,692	41,156	27,404	61,902
	Less: Interest	5,131	4,610	3,138	9,741	6,062	13,074
	Other Unallocable Expenditure (Net)	3,176	2,274	1,953	5,450	3,986	9,593
	Total Profit before Tax	15,217	10,748	9,601	25,965	17,356	39,235
3	Segment Assets						
	a) Speciality Chemicals	305,547	292,794	252,875	305,547	252,875	280,200
	b) Pharmaceuticals	88,409	81,793	71,066	88,409	71,066	80,823
	c) Home & Personal Care Chemicals	25,143	24,255	18,530	25,143	18,530	22,910
	d) Unallocated Capital	34,272	30,700	23,520	34,272	23,520	27,818
	Total	453,371	429,542	365,991	453,371	365,991	411,751
	Segment Liabilities						
	a) Speciality Chemicals	41,916	39,285	37,696	41,916	37,696	42,647
	b) Pharmaceuticals	9,661	6,656	5,209	9,661	5,209	7,548
	c) Home & Personal Care Chemicals	7,283	4,267	2,395	7,283	2,395	5,675
	d) Unallocated Capital	16,911	16,436	14,995	16,911	14,995	15,936
	Total	75,771	66,644	60,295	75,771	60,295	71,806

Notes:-

- Figures for the previous period have been regrouped or rearranged wherever necessary.

Place : Mumbai
Date: 01.11.2018



For AARTI INDUSTRIES LIMITED

RAJENDRA V. GOGRI

CHAIRMAN AND MANAGING DIRECTOR



**AARTI
INDUSTRIES
LIMITED**

Standalone Statement of Assets and Liabilities

(₹ In Lakhs)

Sr. No.	Particulars	As At 30th Sept 2018	As At 31st Mar 2018
A	ASSETS		
1	Non-Current Assets		
	(a) Property, Plant and Equipment	192,355	184,298
	(b) Capital work-in-progress	60,493	43,118
	(c) Goodwill	-	-
	(c) Other Intangible assets	110	130
	(d) Financial Assets		
	(i) Investments	6,055	5,590
	(e) Other Non-Current Assets	25,404	21,701
	Total Non-Current Assets	284,417	254,837
2	Current Assets		
	(a) Inventories	77,156	68,675
	(b) Financial Assets		
	(i) Trade Receivables	68,933	63,923
	(ii) Cash and Cash Equivalents	39	48
	(iii) Bank Balances other than (ii) above	5,789	2,345
	(iv) Loans & Advances	14,086	19,476
	(c) Other Current Assets	2,950	2,446
	Total Current Assets	168,953	156,913
	TOTAL ASSETS	453,370	411,750
B	EQUITY AND LIABILITIES		
1	Equity		
	(a) Equity Share Capital	4,065	4,065
	(b) Other Equity	164,310	147,452
	(c) Non Controlling Interest	-	-
	Total Equity	168,375	151,517
2	Liabilities		
	Non-Current Liabilities		
	(a) Financial Liabilities		
	(i) Borrowings	79,286	89,743
	(b) Deferred Tax Liabilities (Net)	16,911	15,936
	(c) Other Non-Current Liabilities	NIL	NIL
	Total Non-Current Liabilities	96,197	105,679
	Current Liabilities		
	(a) Financial Liabilities		
	(i) Borrowings	129,938	98,683
	(ii) Trade Payables	32,269	34,660
	(b) Other Current Liabilities	23,653	18,462
	(c) Provisions	2,938	2,749
	Total Current Liabilities	188,798	154,554
	TOTAL EQUITY AND LIABILITIES	453,370	411,750

Notes:-

- Figures for the previous period have been regrouped or rearranged wherever necessary.

For AARTI INDUSTRIES LIMITED

RAJENDRA V. GOGRI
CHAIRMAN AND MANAGING DIRECTOR

Place : Mumbai
Date: 01.11.2018



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KIRTANE & PANDIT

Auditor's Report on Quarterly Standalone Financial Results of Aarti Industries Limited Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements, 2015

To,
The Board of Directors,
Aarti Industries Limited

We have audited accompanying Statement of standalone financial results of **Aarti Industries Limited** ("the Company") for the quarter ended September 30, 2018 ("the Statement"), being submitted by the Company to Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 05, 2016.

This Statement is the responsibility of Company's Management and has been approved by the Board of Directors. The Company has been prepared in accordance with the recognition and measurement principals laid down in the Indian Accounting Standards 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013, read with relevant rules and other recognized accounting practices and policies. Our responsibility is to express an opinion on the Statement based on our Audit of such interim standalone financial statements.

We have conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those standards require that we plan and perform the audit to obtain moderate assurance as to whether the Statements are free of material misstatement. An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Statement. The procedures selected depend on the auditor's judgment, including the assessment of risks, of material misstatement of the Statement, whether due to fraud or error. An audit also includes evaluating the appropriateness of the accounting policies used and significant estimates made by management as well as evaluating the overall presentation of the



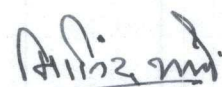
Kirtane & Pandit LLP - Chartered Accountants
Bengaluru | Hyderabad | Mumbai | Nashik | Pune

management. We believe that audit evidence obtained by us, is sufficient and appropriate to provide a basis for our audit opinion.

In our opinion, and to the best of our information and according to the explanations given to us, the Statement

- i) Is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 05, 2016; and
- ii) give true and fair view in conformity with the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India of the standalone profit and other comprehensive income for the period and other financial information of the Company for the quarter ended September 30, 2018.

For Kirtane & Pandit LLP,
Chartered Accountants
FRN: 105215W/W100057



Milind Bhavé

Partner

M. No. 047973

Place: Mumbai

Date: November 01, 2018

