



**AARTI  
INDUSTRIES  
LIMITED**

**Ref. No: AIL/B-39/2019/428**  
**August 13, 2019**

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

**BSE CODE -524208**

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.

**NSE CODE:AARTIIND**

Dear Sir/Madam,

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

**Sub :** Audited Financial Results for the quarter ended June 30, 2019

We wish to inform you that Board of Directors at its Meeting held on **Tuesday, August 13, 2019**, approved the Standalone and Consolidated Financial Results for the Quarter ended June 30, 2019.

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

- Audited Standalone and Consolidated Financial Results for the quarter ended June 30, 2019.
- Auditor's Report on the Standalone and Consolidated Audited Financial Results for the quarter ended June 30, 2019.

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 2:00 p.m. and concluded at 7:15 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.



[www.aarti-industries.com](http://www.aarti-industries.com) | CIN: L24110GJ1984PLC007301

**Admin. Office :** 71, Udyog Kshetra, 2nd Floor, Mulund Goregaon Link Road, Mulund (W), Mumbai - 400080, INDIA.

T : 022-67976666, F : 022-2565 3234 | E : [info@aarti-industries.com](mailto:info@aarti-industries.com)

**Regd. Office :** Plot No. 801, 801/23, Illrd Phase, GIDC Vapi-396195, Dist- Valsad. INDIA. T : 0260-2400366.

**AUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH JUNE 2019**

(₹ in Lakhs)

Sr. No.	Particulars	Standalone				Consolidated	
		3 Months		12 Months		3 Months	12 Months
		30th Jun 2019 (Audited)	31st Mar 2019 (Audited)	30th Jun 2018 (Audited)	31st Mar 2019 (Audited)	30th Jun 2019 (Audited)	31st Mar 2019 (Audited)
1	<b>INCOME</b>						
	a) Revenue from Operations	108,611	121,144	107,848	454,782	113,549	470,551
	b) Other Income	433	67	340	453	247	211
	<b>Total Income</b>	<b>109,044</b>	<b>121,211</b>	<b>108,188</b>	<b>455,235</b>	<b>113,796</b>	<b>470,762</b>
2	<b>EXPENSES</b>						
	a) Cost of Materials Consumed	54,240	63,567	66,456	253,852	55,802	257,051
	b) Purchases of Stock-in-Trade	3,428	3,364	3,316	14,313	2,703	18,347
	c) Changes in Inventories of Finished Goods, Work-in-progress and Stock-in-Trade	497	2,303	(3,814)	(4,754)	1,913	(5,940)
	d) Employee Benefits Expense	6,681	7,162	5,125	23,071	6,948	24,282
	e) Finance Costs	3,030	4,120	4,610	17,915	3,100	18,254
	f) Depreciation and Amortisation Expenses	4,009	4,245	3,772	15,103	4,321	16,268
	g) Other Expenses	20,073	21,055	17,975	76,630	21,172	80,303
	<b>Total Expenses</b>	<b>91,958</b>	<b>105,816</b>	<b>97,440</b>	<b>396,130</b>	<b>95,959</b>	<b>408,565</b>
3	<b>Profit/(Loss) before Exceptional Items and Tax (1-2)</b>	<b>17,086</b>	<b>15,395</b>	<b>10,748</b>	<b>59,105</b>	<b>17,837</b>	<b>62,197</b>
4	Exceptional Items	-	-	-	-	-	-
5	<b>Profit/(Loss) before Tax (3-4)</b>	<b>17,086</b>	<b>15,395</b>	<b>10,748</b>	<b>59,105</b>	<b>17,837</b>	<b>62,197</b>
6	<b>TAX EXPENSES</b>						
	a) Current Year Tax	3,600	3,650	2,300	12,916	3,828	13,665
	b) Earlier Year Tax	-	-	-	-	-	(205)
	c) MAT Credit Entitlement	(850)	(1,110)	(980)	(3,740)	(805)	(3,879)
	d) Deferred Tax	600	410	500	1,801	622	2,199
	<b>Total Tax Expenses</b>	<b>3,350</b>	<b>2,950</b>	<b>1,820</b>	<b>10,977</b>	<b>3,645</b>	<b>11,780</b>
7	<b>Net Profit/(Loss) from Ordinary Activities after Tax (5-6)</b>	<b>13,736</b>	<b>12,445</b>	<b>8,928</b>	<b>48,128</b>	<b>14,192</b>	<b>50,417</b>
8	Extraordinary Items (Net of Tax Expense ₹)	-	-	-	-	-	-
9	<b>Net Profit/(loss) for the period (7-8)</b>	<b>13,736</b>	<b>12,445</b>	<b>8,928</b>	<b>48,128</b>	<b>14,192</b>	<b>50,417</b>
10	<b>Profit/(loss) for the period attributable to</b>						
	a) Owners of the Company	13,736	12,445	8,928	48,128	13,813	49,174
	b) Non Controlling Interest	-	-	-	-	379	1,243
11	<b>Other Comprehensive Income</b>	<b>105</b>	<b>1,141</b>	<b>(1,475)</b>	<b>93</b>	<b>105</b>	<b>526</b>
12	<b>Total Comprehensive Income for the period (Comprising Profit (Loss) and Other Comprehensive Income for the period) (10+11)</b>	<b>13,841</b>	<b>13,586</b>	<b>7,453</b>	<b>48,221</b>	<b>13,918</b>	<b>49,700</b>
13	<b>Earnings per Equity share:</b>						
	(1) Basic	15.85	15.21	10.98	59.10	15.94	60.39
	(2) Diluted (Refer Note below)	15.77	15.21	10.98	59.10	15.86	60.39
14	<b>Paid-up Equity Share Capital (Face Value of ₹ 5/-each)</b>	<b>4,333</b>	<b>4,333</b>	<b>4,065</b>	<b>4,333</b>	<b>4,333</b>	<b>4,333</b>
15	<b>Reserve excluding Revaluation Reserves as per Balance Sheet of previous Accounting Year</b>				<b>251,708</b>		<b>258,670</b>

**Notes:-**

- The above results for the quarter ended 30th June, 2019 have been reviewed by the Audit Committee in their meeting and approved by the Board of Directors in their meeting held on 13th August, 2019.
- Figures for the quarter ended 31st March 2019 and 30th June 2018 is prior to considering the impact of the scheme of arrangement for dermerger of Home and Personal care undertaking of the Company into Aarti Surfactants Ltd and also the merger of manufacturing undertaking of Nascent Chemicals Industries Ltd into the Company. To that extent these figures are not comparable. The said scheme of arrangement was approved by NCLT Ahmedabad vide its order dated 10th June 2019 and thus it became effective from appointed date 1st April 2018.
- Further pursuant to the scheme 448,590 fully paid Equity shares are being allotted to external shareholders of Nascent Chemical Industries Ltd, in respect of merger of manufacturing undertaking of Nascent Chemical Industries Ltd into Aarti Industries Ltd. Diluted EPS of the Company has been appropriately adjusted to reflect the same.
- The Board of Directors has recommended the issuance of fully paid up Bonus Equity Shares in the ratio of 1:1, i.e. One Bonus Equity Share of ₹ 5/- each for One fully paid up Equity Share of ₹ 5/- each, subject to the approval of the Shareholder of the Company.
- Company has entered into forward contracts to hedge its export contracts. Mark to market gain/(loss) for such contracts as at the end of reporting period are recognised in these statements. Mark to market gain/(loss) in respect of near term contracts amounting to ₹ 115 Lakhs is expensed off in the above P&L statement, while mark to market gain/(loss) in respect of long term contracts amounting to ₹ 39 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 ₹ 42 lakhs in respect of its long term borrowings (ECBs) as at 30th June, 2019 and included the same in its Finance Costs appearing above.
- Interest received of ₹ 637 Lakhs on the deposits placed by the Company with the various Banks, in respect of the QIP proceeds pending its deployment, is netted off in the finance cost for the quarter ended 30th June 2019 as reported above.
- Effective from 1st April, 2019, the Company has adopted Ind AS 116 – Leases, prospectively. The adoption of the standard does not have any material impact to the financial results of the Company.



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INDUSTRIES  
LIMITED**

9. The Listed Non-Convertible Debenture of the Company aggregating to ₹ 8,000 Lakhs as on 30th June, 2019 are secured by way of first pari passu charge on the Movable Fixed Assets of the Company at its premises located at Vapi, Jhagadia and Tarapur and the assets cover thereof exceeds 100% of the principal amount of the said debentures.
10. Company retained its domestic credit ratings of AA- from CRISIL and India Ratings.
11. Figures for the previous period have been regrouped or rearranged wherever necessary.
12. The aforesaid Audited Financial Results will be uploaded on the Company's website [www.aarti-industries.com](http://www.aarti-industries.com) and will also be available on the website of BSE Limited [www.bseindia.com](http://www.bseindia.com) and the National Stock Exchange of India Limited [www.nseindia.com](http://www.nseindia.com) for the benefit of the shareholders and investors.

Place: Mumbai  
Date: 13th August, 2019

For AARTI INDUSTRIES LIMITED

RAJENDRA V. GOGRI  
CHAIRMAN AND MANAGING DIRECTOR

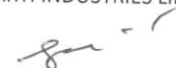
**SEGMENTWISE REVENUE, RESULTS AND SEGMENT ASSETS & LIABILITIES ALONG WITH THE RESULT UNDER REGULATION 33 OF SEBI (LISTING OBLIGATION & DISCLOSURE REQUIREMENTS) REGULATIONS, 2015**

Sr. No	Particulars	Standalone Result				Consolidated Result	
		3 Months		12 Months		3 Months	12 Months
		30th Jun 2019	31st Mar 2019	30th Jun 2018	31st Mar 2019	30th Jun 2019	31st Mar 2019
		(Audited)	(Audited)	(Audited)	(Audited)	(Audited)	(Audited)
<b>1</b>	<b>Segment Revenue</b>						
	a) Speciality Chemicals	89,497	92,015	84,847	382,201	94,435	397,970
	b) Pharmaceuticals	19,114	21,277	14,967	72,581	19,114	72,581
	c) Home & Personal Care Chemicals	-	7,852	8,034	-	-	-
	<b>Total</b>	<b>108,611</b>	<b>121,144</b>	<b>107,848</b>	<b>454,782</b>	<b>113,549</b>	<b>470,551</b>
<b>2</b>	<b>Segment Results Profit / (Loss)</b> (Before Tax and Interest from each Segment)						
	a) Speciality Chemicals	20,153	20,060	14,833	77,628	21,329	81,957
	b) Pharmaceuticals	3,199	2,758	2,600	11,268	3,199	11,268
	c) Home & Personal Care Chemicals	-	16	199	-	-	-
	<b>Total</b>	<b>23,352</b>	<b>22,834</b>	<b>17,632</b>	<b>88,896</b>	<b>24,528</b>	<b>93,225</b>
	Less: Interest	3,030	4,120	4,610	17,915	3,100	18,254
	Other Unallocable Expenditure (Net)	3,236	3,319	2,274	11,876	3,591	12,774
	<b>Total Profit before Tax</b>	<b>17,086</b>	<b>15,395</b>	<b>10,748</b>	<b>59,105</b>	<b>17,837</b>	<b>62,197</b>
<b>3</b>	<b>Segment Assets</b>						
	a) Speciality Chemicals	361,497	354,134	292,794	354,504	382,102	375,966
	b) Pharmaceuticals	96,945	94,071	81,793	94,071	96,945	94,071
	c) Home & Personal Care Chemicals	-	24,850	24,255	-	-	-
	d) Unallocated Capital	32,351	31,016	30,700	31,504	36,007	32,337
	<b>Total</b>	<b>490,793</b>	<b>504,071</b>	<b>429,542</b>	<b>480,079</b>	<b>515,054</b>	<b>502,374</b>
	<b>Segment Liabilities</b>						
	a) Speciality Chemicals	64,557	70,591	39,285	70,071	67,018	71,929
	b) Pharmaceuticals	9,650	9,530	6,656	9,530	9,650	9,530
	c) Home & Personal Care Chemicals	-	7,066	4,267	-	-	-
	d) Unallocated Capital	17,698	17,821	16,436	17,098	19,923	19,301
	<b>Total</b>	<b>91,905</b>	<b>105,008</b>	<b>66,644</b>	<b>96,699</b>	<b>96,591</b>	<b>100,760</b>

**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: 13th August, 2019

# KIRTANE & PANDIT

## Auditor's Report of Aarti Industries Limited on Quarterly Financial Results and Year to Date Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

### TO THE BOARD OF DIRECTORS OF AARTI INDUSTRIES LIMITED

We have audited the quarterly financial results of Aarti Industries Ltd. (The Company) for the quarter ended June 30, 2019, and the year to date results for the period April 1, 2019 to June 30, 2019, attached herewith, being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. These quarterly financial results as well as the year to date financial results have been prepared on the basis of the interim financial statements, which are the responsibility of the company's management. Our responsibility is to express an opinion on these financial results based on our audit of such interim financial statements, which have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 (Ind AS 34) for Interim Financial Reporting, prescribed, under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder; or by the Institute of Chartered Accountants of India, as applicable and other accounting principles generally accepted in India.

We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatement(s). An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.

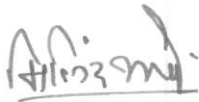
In our opinion and to the best of our information and according to the explanations given to us these quarterly financial results as well as the year to date results:

- I. are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 in this regard; and



- II. give a true and fair view of the net profit and other financial information for the quarter ended June 30, 2019 as well as the year to date results for the period from April 01, 2019 to June 30, 2019

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



**Milind Bhawe**  
**Partner**

**Membership No: 047973**

**UDIN: 19047973AAAAEO2070**

**Place: Mumbai**

**Date: August 13, 2019**



# KIRTANE & PANDIT

## Auditor's Report of Aarti Industries Limited on consolidated audited quarterly and year to date financial results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

### TO THE BOARD OF DIRECTORS OF AARTI INDUSTRIES LIMITED

1. We have audited the accompanying Statement of Consolidated Financial Results of Aarti Industries Limited ("the Parent") and its subsidiaries (the Parent and its subsidiaries together referred to as "the Group") and its share of the net profit/(loss) after tax and total comprehensive income / loss of its associates and joint ventures for the quarter ended June, 2019 and for the period from April 01, 2019 to June 30, 2019 ("the Statement"), being submitted by the Parent pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended. Attention is drawn to the fact that the consolidated figures for the corresponding quarter ended June, 2019 and the corresponding period from April 01 2019 to June 30, 2019, as reported in these financial results have been approved by the Parent's Board of Directors.
2. This Statement, which is the responsibility of the Parent's Management and approved by the Parent's Board of Directors, has been compiled from the related interim consolidated financial statements / interim consolidated financial information which has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013, and other accounting principles generally accepted in India. Our responsibility is to express an opinion on the Statement based on our audit of such interim consolidated financial statements / interim consolidated financial information.
3. We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Companies Act 2013. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Statement is free from 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 the risks of material misstatement of the Statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Parent's preparation and fair presentation of the Statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the Parent's internal financial control with reference to the Statement. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Management, as well as evaluating the overall presentation of the Statement.





We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33 (8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, to the extent applicable.

We believe that the audit evidence obtained by us and the audit evidence obtained by the branch auditors and other auditors in terms of their reports referred to in paragraph 6 below, is sufficient and appropriate to provide a basis for our audit opinion.

4. In our opinion and to the best of our information and according to the explanations given to us, and based on the consideration of the reports of the other auditors on separate financial statements / financial information subsidiaries referred to in paragraph 6 below, the Statement:
- i. includes the results of the following entities:
    - a. Aarti Corporate Services Limited
    - b. Shanti Intermediates Private Limited (through its Holding Company: Aarti Corporate Services Limited)
    - c. Nascent Chemical Industries Limited (through its Holding Company: Aarti Corporate Services Limited)
    - d. Ganesh Polychem Limited
    - e. Alchemie (Europe) Limited
    - f. Innovative Envirocare Jhagadia Limited
    - g. Aarti USA Inc.
    - h. Aarti Polychem Private Limited
  - ii. is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended; and
  - iii. gives a true and fair view in conformity with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India of the consolidated total comprehensive income (comprising of net profit and other comprehensive income) and other financial information of the Group for the quarter ended June, 2019 and for the period from April 01, 2019 to June 30, 2019.





5. We did not audit the interim financial statements / financial information/financial results of the subsidiaries included in the consolidated financial results, whose interim financial statements / financial information/financial results reflect total assets of **Rs 219.63 crores** as at June 30, 2019, total revenues of **Rs 47.53 crores** and total net profit after tax of **Rs. 0.77 crores** for the for the quarter ended June, 2019 and for the period from April 01, 2019 to June 30, 2019 respectively.
6. These financial statements / financial information/financial results have been audited by other auditors whose reports have been furnished to us by the Management and our opinion on the consolidated financial results, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, associates and joint ventures, is based solely on the reports of the other auditors and the procedures performed by us as stated in paragraph 3 above.

Our opinion on the Statement is not modified in respect of the above matters.

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



Milind Bhawe  
Partner

M No. 047973

UDIN: 19047973AAAAEQ8039

Place: Mumbai

Date: August 13, 2019

