

May 11, 2023

To,
The General Manager
BSE Limited
Phiroze Jeejeebhoy Towers
Dalal Street
Mumbai 400 001

To,
Asst. Vice President,
National Stock Exchange of India Ltd.
Exchange Plaza, C-1, Block G, Bandra
Kurla Complex, Bandra (E), Mumbai,
Maharashtra 400051

Srip code : 516082
NSE symbol : NRAIL

Sub:- Outcome of the Board Meeting held on May 11, 2023

Dear Sir/Madam,

Pursuant to Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we hereby inform that the Board of Directors at their meeting held on May 11, 2023 has inter-alia approved:

- 1) Audited Financial Statements for the year ended March 31, 2023 and
- 2) Audited Financial Results for the quarter and year ended March 31, 2023 and

The Board has not recommended dividend for the financial year 2023-24 in view of the ongoing expansion programme.

The report of the Auditors is with unmodified opinion, with respect to the Audited Financial Results of the Company for the quarter/financial year ended March 31, 2023.

In addition to the above, the Board also approved the following:

1. Re-designation of Shri Rohan Agarwal, Whole Time Director of the Company as the Chief Operating Officer (COO) w.e.f May 12, 2023 and
2. Appointment of Mr. Praveen Kumar Mundra as the Chief Financial Officer (CFO) of the Company w.e.f. May 11, 2023.

In this connection, we enclose herewith the following:

- i) Audited Financial Results for the quarter and financial year ended March 31, 2023 duly approved by the Board of Directors.
- ii) Auditor's Report on the Audited Financial Results.
- iii) Disclosures pertaining to the re-designation of Shri Rohan Agarwal, Whole Time Director as the Chief Operating Officer and appointment of Shri Praveen Kumar Mundra as the Chief Financial Officer.



The following are the necessary disclosures as required under Regulation 30:

	Rohan Agarwal	Praveen Kumar Mundra
Reason for change	Re-designated	Appointed as Chief Financial Officer
Date of Appointment	12/05/2023	11/05/2023
Brief Profile	Shri Rohan Agrawal is a Graduate in Business Administration from Kingston University, London. He has been handling the purchase and marketing operations of the Company since 2014. His advanced skills in researching markets and identifying target markets, excellent project management abilities and strong IT knowledge is helping the Company achieve great heights.	Mr. Praveen Kumar Mundra is Company Secretary and MBA. He has more than 41 years of versatile experience in finance, labour, legal matters as well as secretarial, income tax, structural products, insurance, costing, accounts including purchase amongst various other functions.
Disclosure of relationships between Directors	Shri Rohan Agarwal is related to Shri R N Agarwal Chairman & Managing Director, Smt Reena Agarwal, Whole Time Director and Shri Raunak Agarwal, Whole Time Director of the Company.	Mr Praveen Kumar Mundra is not related to any Directors of the Company

The Board Meeting commenced at 1.45 pm and concluded at 3.25 pm.

Thanking you,

Yours faithfully,

For **N R AGARWAL INDUSTRIES LIMITED,**


Pooja Daftary
 Company Secretary & Compliance Officer



Encl.: As stated above

(₹ in Lakhs)						
Statement of Audited Financial Results for the Quarter and Year ended March 31, 2023						
Sr.No.	Particulars	Quarter Ended			Year Ended	
		March 31, 2023	December 31, 2022	March 31, 2022	March 31, 2023	March 31, 2022
		(Audited)	(Unaudited)	(Audited)	(Audited)	(Audited)
1	Income from operations					
	(a) Revenue from Operations	38,641.55	38,019.64	44,610.83	176,606.73	161,650.60
	(b) Other Income	226.77	243.44	244.74	1,243.01	1,142.92
	Total Income	38,868.32	38,263.08	44,855.57	177,849.74	162,793.52
2	Expenses					
	(a) Cost of Materials consumed	23,750.58	23,607.86	26,555.25	110,649.70	99,988.33
	(b) Changes in inventories of finished goods, stock-in-trade and work-in-progress	666.09	(260.49)	1,107.96	(936.76)	969.57
	(c) Employee benefits expenses	2,019.58	2,002.20	1,753.84	7,768.40	7,144.56
	(d) Finance costs	309.63	331.26	523.23	1,378.72	2,522.67
	(e) Depreciation and amortisation expenses	890.49	908.29	742.81	3,581.01	3,439.85
	(f) Other expenses	8,708.64	9,017.62	10,910.37	40,634.29	39,267.34
	Total Expenses	36,345.01	35,606.74	41,593.46	163,075.36	153,332.32
3	Profit before Tax(1-2)	2,523.31	2,656.34	3,262.11	14,774.38	9,461.20
4	Tax expense					
	(a) Current tax (Net of Mat Credit)	899.56	23.93	565.77	3,045.74	1,657.81
	(b) Deferred Tax	-364.52	703.18	791.71	1,798.29	1,701.24
	Total Tax expense	535.04	727.11	1,357.48	4,844.03	3,359.05
5	Net Profit after Tax (3-4)	1,988.27	1,929.23	1,904.63	9,930.35	6,102.15
6	Other Comprehensive income					
	Items that will not be reclassified to profit or loss:					
	(a) Measurements of the defined benefit plans	0.84	4.92	(28.21)	15.58	19.65
	(b) Deferred Tax relating to the above items	(0.30)	(1.72)	9.86	(5.45)	(6.87)
	(c) Equity Instruments through other comprehensive income	(5.34)	16.86	8.77	17.81	10.77
	Total Other Comprehensive income/(loss)	(4.80)	20.06	(9.58)	27.94	23.55
7	Total Comprehensive income (5+6)	1,983.47	1,949.29	1,895.05	9,958.29	6,125.70
8	Paid-up equity share capital (face value ` 10 each)	1,701.91	1,701.91	1,701.91	1,701.91	1,701.91
9	Other equity	-	-	-	61,861.35	51,903.08
10	Earnings per share of Rs. 10 each (for the period-not annualised)					
	(a) Basic	11.68	11.34	11.19	58.35	35.85
	(b) Diluted	11.68	11.34	11.19	58.35	35.85
	(Face value of Rs. 10 each)					
	See accompanying notes to the financial results					



Statement of Assets and Liabilities		(₹ in Lakhs)	
Particulars		As at March 31, 2023 (Audited)	As at March 31, 2022 (Audited)
A	ASSETS		
1	Non-Current Assets		
	(a) Property, Plant and Equipment	45,005.17	46,337.33
	(b) Capital work-in-progress	12,201.96	2,804.62
	(c) Other Intangible assets	966.36	1,107.17
	(d) Intangible Assets under Development	-	5.75
	(e) Right-of-use asset	2,346.60	2,665.55
	(f) Financial Assets		
	(i) Investments	52.58	34.78
	(ii) Loans	67.07	1.00
	(iii) Other financial assets	316.02	257.49
	(g) Other Non-Current Assets	9,196.08	1,188.55
	Total - Non-Current Assets	70,151.84	54,402.24
2	Current Assets		
	(a) Inventories	12,963.92	15,149.07
	(b) Financial Assets		
	(i) Trade receivables	13,803.47	16,706.93
	(ii) Cash and cash equivalents	802.81	5.74
	(iii) Other bank balances	4,172.13	610.09
	(iv) Loans	21.77	44.65
	(v) Other Financial Assets	192.61	121.82
	(c) Current Tax Assets (net)	108.99	373.64
	(d) Other Current Assets	1,871.29	3,472.22
	Total - Current Assets	33,936.99	36,484.16
	Assets Held for Sale	-	9,193.00
	TOTAL - ASSETS	104,088.83	100,079.40
B	EQUITY AND LIABILITIES		
1	Equity		
	(a) Equity share capital	1,701.91	1,701.91
	(b) Other equity	61,861.35	51,903.08
	Total - Equity	63,563.26	53,604.99
2	Liabilities		
	Non-current liabilities		
	(a) Financial Liabilities		
	(i) Borrowings	13,282.16	3,554.67
	(ii) Lease Liability	2,541.03	2,875.89
	(iii) Other Financial Liabilities	792.60	743.61
	(b) Provisions	296.18	329.32
	(c) Deferred Tax Liabilities (net)	8,627.98	6,824.22
	Total Non-Current Liabilities	25,539.95	14,327.71
3	Current Liabilities		
	(a) Financial Liabilities		
	(i) Borrowings	168.31	10,744.78
	(ia) Lease Liabilities	386.64	288.30
	(ii) Trade payables		
	(a) Total outstanding dues of micro enterprises and small enterprises	1,314.41	1,275.57
	(b) Total outstanding dues of creditors other than micro enterprises and small enterprises	8,227.52	13,764.18
	(iii) Other Financial Liabilities	4,403.21	5,325.42
	(b) Other Current Liabilities	430.32	660.24
	(c) Provisions	55.21	88.21
	Total Current Liabilities	14,985.62	32,146.70
	Total Liabilities	40,525.57	46,474.41
	TOTAL EQUITY AND LIABILITIES	104,088.83	100,079.40

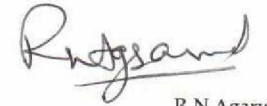


Statement of Cash Flows		(₹ in Lakhs)	
Particulars		As at March 31, 2023 (Audited)	As at March 31, 2022 (Audited)
A.	CASH FLOWS FROM OPERATING ACTIVITIES:		
	Profit before Income tax	14,774.37	9,461.20
	Adjustments to reconcile profit before tax to net cash flows		
	Depreciation and amortisation expense	3,581.01	3,439.85
	Loss/ (profit) on sale of property, plant & equipment	83.21	102.24
	Impairment loss on Asset held for sale	-	35.70
	Unrealised Foreign Exchange Loss/(Gain) (Net)	(3.84)	(42.34)
	Interest Received	(387.70)	(62.36)
	Fair value gain on financial instruments through P&L	15.66	(15.66)
	Sundry Balance Written back	(24.01)	(30.23)
	Interest on lease liability	313.42	280.56
	Bad Debt ,Provision for Doubtful Debt and receivables	3.48	(7.38)
	Finance costs	1,065.30	2,242.11
	Operating Profit before working capital changes	19,420.90	15,403.69
	Add: Adjustments For:		
	Change in Working Capital		
	(Increase)/decrease in inventories	2,185.16	(1,887.60)
	(Increase)/decrease in trade receivables	2,899.99	(3,686.70)
	(Increase)/decrease in loans (non-current and current)	(43.19)	(29.77)
	(Increase)/decrease in other assets (non-current and current)	1,873.14	(38.54)
	(Increase)/decrease in other financial assets (non-current and current)	(122.73)	5.76
	(Increase)/decrease in other bank balances	(3,562.04)	96.67
	Increase/(decrease) in trade payables	(5,473.82)	1,616.15
	Increase/(decrease) in other financial liabilities (non-current and current)	(942.64)	(618.48)
	Increase/(decrease) in other liabilities (current)	(229.91)	294.20
	Increase/(decrease) in provisions	(66.13)	(49.02)
	Cash generated from/(used) in operations	15,938.73	11,106.36
	Less: Income tax paid (net of refunds)	3,038.43	1,543.80
	Net Cash flow from/(used) in Operating Activities (A)	12,900.30	9,562.56
	B. CASH FLOWS FROM INVESTING ACTIVITIES:		
	Purchase of property, plant and equipment and intangible assets, including capital advances	(19,423.51)	(4,204.03)
	Proceeds from sale of property, plant and equipment	9,418.37	65.12
	Interest received	365.44	39.94
	Net Cash flow from/(used) in Investing Activities (B)	(9,639.70)	(4,098.97)
	C. CASH FLOWS FROM FINANCING ACTIVITIES:		
	Proceeds from borrowings	6,141.51	3,200.00
	Repayment of borrowings	-	(6,313.42)
	Finance Cost	(992.04)	(2,232.95)
	Payment of Lease Liabilities	(622.43)	(497.63)
	Increase/(Decrease) in Short Term borrowings (Net)	(7,197.99)	715.79
	Unsecured Borrowings (Net)	207.50	(181.86)
	Dividends paid	(0.08)	(168.38)
	Dividend distribution tax paid	-	-
	Net Cash Flow from/(used) in Financing Activities (C)	(2,463.53)	(5,478.45)
	Net increase/ (decrease) in cash and cash equivalents	797.07	(14.86)
	Cash and Cash Equivalents at the beginning of the financial year	5.74	20.60
	Cash and Cash Equivalents at end of the year	802.81	5.74



1	These financial results have been prepared in accordance with Indian Accounting Standards (Ind AS) as prescribed under Section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and relevant amendments thereafter.
2	The above financial results have been reviewed by the Audit Committee on May 11, 2023 and approved by the Board of Directors. The Statutory Auditors have carried out an audit of these financial results and given unmodified opinion on the same.
3	The Company is engaged in the business of manufacture and sale of paper and paper boards, which in the context of Indian Accounting Standard (Ind AS) 108 - "Operating Segment", is considered as the single operating segment of the Company.
4	The figures of the last quarter ended March 31, 2023 and quarter ended March 31, 2022 are the balancing figures between the audited figures of the full financial year and the published year-to-date figures for the nine months ended.
5	The Company has shut down one small board manufacturing unit (Unit III) effective January 6, 2023 due to unfavourable market conditions.
6	The Company has taken up expansion programme with an installed capacity of 150000 TPA of Packaging Board with an outlay of Rs.655.00 Cr. which is progressing as per schedule.
7	Previous quarters/year figures have been recast/regrouped wherever necessary.

Place : Mumbai
Date : 11th May 2023

R N Agarwal
Chairman & Managing Director
DIN 00176440

Independent Auditor's Report on Audited 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, as amended

TO THE BOARD OF DIRECTORS OF N R AGARWAL INDUSTRIES LIMITED

Report on the audit of the Financial Results

Opinion

We have audited the accompanying quarterly financial results of **N R AGARWAL INDUSTRIES LIMITED** (the "Company") for the quarter ended March 31, 2023 and for the year ended March 31, 2023, attached herewith, being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (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 these financial results:

- i. are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- ii. give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable accounting standards ("Ind AS") and other accounting principles generally accepted in India of the net profit and other comprehensive income and other financial information for the quarter ended March 31, 2023 as well as for the year ended March 31, 2023.

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 Standards are further described in the *Auditor's Responsibilities for the Audit of the 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 ("the ICAI") together with the ethical requirements that are relevant to our audit of the financial results under the provisions of the Companies Act, 2013 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 we have obtained is sufficient and appropriate to provide a basis for our opinion.

Management's Responsibilities for the Financial Results

The year ended financial results have been prepared on the basis of the audited annual financial statements. The quarterly financial results are derived figures between the audited figures in respect of the year ended March 31, 2023 and the published year-to-date figures up to December 31, 2022, being the date of the end of the third quarter of the current financial year, which were subject to limited review.

The Company's Board of Directors are responsible for the preparation of these financial results that give a true and fair view of the net profit and other comprehensive income and other financial information in accordance with the recognition and measurement principles laid down in Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Act read with relevant rules issued thereunder 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 design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial results, 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 are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Results

Our objectives are to obtain reasonable assurance about whether the 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 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 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, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Evaluate the appropriateness and reasonableness of disclosures made by the Board of Directors in terms of the requirements specified under Regulation 33 of the Listing Regulations.
- Conclude on the appropriateness of the 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 Company's ability to continue as a going concern. 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 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 financial results, including the disclosures, and whether the financial results represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the Financial Results of the Company to express an opinion on the Financial Results.

Materiality is the magnitude of misstatements in the Financial Results that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Financial Results may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the Financial Results.

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.

For GMJ & Co
Chartered Accountants
FRN : 103429W



CA Sanjeev Maheshwari
Partner
Membership No.: 038755
UDIN: 230387 55BGVW KQ1990

Place : Mumbai
Date : May 11, 2023