



**AARTI  
SURFACTANTS  
LIMITED**

(Formerly Known as : Arti Surfactants Ltd.)

**Ref. No.: ASL/SE/2021  
May 21, 2021**

To,  
Listing/Compliance Department  
**BSE LTD.**  
Phiroze Jeejeebhoy Towers,  
Dalal Street,  
Mumbai – 400001.

**BSE CODE: 543210**

Dear Sir/Madam,

To,  
Listing/Compliance Department  
**National Stock Exchange of  
India Limited**  
“Exchange Plaza”, Plot No. C/1,  
G Block Bandra-Kurla Complex,  
Bandra (E), Mumbai – 400051.  
**NSE CODE: AARTISURF**

**Ref.: Outcome of the Board Meeting**

The Board of Directors at their meeting held today i.e. **Friday, May 21, 2021** inter-alia considered and approved the following;

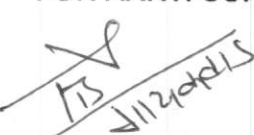
- A. The Audited Financial Results of the Company (Standalone and Consolidated) for the Quarter and Year ended March 31, 2021., In this regards we enclose;
- Statement showing the Financial Results (Standalone and Consolidated),
  - Statement of Assets and Liabilities (Standalone and Consolidated),
  - Cash Flow Statement (Standalone and Consolidated),
  - Auditor’s Report on the Financial Results (Standalone and Consolidated),
  - Declaration in respect of Audit reports with unmodified opinion for the Financial Year ended March 31, 2021.
- B. Recommendation of the Final Dividend of Rs.3 (30%) per equity share for the Financial year ended March 31, 2021, subject to the approval of the shareholders at the ensuing Annual General Meeting of the Company.

The Meeting of the Board of Directors commenced at 2:00 p.m. and concluded at 04:40 pm.

Please take note of the same on your record.

Thanking you,

Yours faithfully  
**FOR AARTI SURFACTANTS LIMITED**

  
PRASHANT B. GAIKWAD  
**COMPANY SECRETARY**  
ICSI M. NO. A46480  
**Encl. : as above**



**AARTI  
SURFACTANTS  
LIMITED**

(Formerly Known as : Arti Surfactants Ltd.)

**AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31ST MARCH 2021**

(Rs. in Lakhs)

Sr. No.	Particulars	Standalone Result				
		3 Months Ended			Year Ended	
		31st Mar 2021 (Audited)	31st Dec 2020 (Audited)	31st Mar 2020 (Unaudited)	31st Mar 2021 (Audited)	31st Mar 2020 (Audited)
<b>1</b>	<b>INCOME</b>					
	a) Revenue from Operations (Net)	12,617	10,667	8,913	46,577	32,586
	b) Other Income	1	1	16	6	21
	<b>Total Income</b>	<b>12,618</b>	<b>10,668</b>	<b>8,929</b>	<b>46,583</b>	<b>32,607</b>
<b>2</b>	<b>EXPENSES</b>					
	a) Cost of Materials Consumed	8,904	9,092	6,970	35,615	24,838
	b) Changes in Inventories of Finished Goods, Work-in-progress and Stock-in-Trade	566	(1,535)	(116)	(477)	(107)
	c) Employee Benefits Expense	455	405	312	1,571	1,430
	d) Finance Costs	166	278	214	1,044	1,028
	e) Depreciation and Amortisation Expenses	339	316	272	1,221	1,058
	f) Other Expenses	1,503	1,545	895	5,317	4,066
	<b>Total Expenses</b>	<b>11,933</b>	<b>10,101</b>	<b>8,547</b>	<b>44,291</b>	<b>32,312</b>
<b>3</b>	<b>Profit/(Loss) before Exceptional Items and Tax (1-2)</b>	<b>685</b>	<b>567</b>	<b>382</b>	<b>2,292</b>	<b>295</b>
<b>4</b>	<b>Exceptional Items</b>	-	-	-	-	-
<b>5</b>	<b>Profit/(Loss) before Tax (3-4)</b>	<b>685</b>	<b>567</b>	<b>382</b>	<b>2,292</b>	<b>295</b>
<b>6</b>	<b>TAX EXPENSES</b>					
	a) Current Year Tax	25	-	52	50	52
	b) MAT Credit Utilised/(Entitlement)	-	-	(52)	-	(52)
	c) Deferred Tax	90	88	48	78	86
	<b>Total Tax Expenses</b>	<b>115</b>	<b>88</b>	<b>48</b>	<b>128</b>	<b>86</b>
<b>7</b>	<b>Net Profit/(Loss) from Ordinary Activities after Tax (5-6)</b>	<b>570</b>	<b>479</b>	<b>334</b>	<b>2,164</b>	<b>209</b>
<b>8</b>	<b>Net Profit/(loss) for the period (7-8)</b>	<b>570</b>	<b>479</b>	<b>334</b>	<b>2,164</b>	<b>209</b>
<b>9</b>	<b>Profit/(loss) for the period attributable to</b>					
	a) Owners of the Company	570	479	334	2,164	209
	b) Non Controlling Interest	-	-	-	-	-
<b>10</b>	<b>Other Comprehensive Income</b>	<b>7</b>	<b>-</b>	<b>(895)</b>	<b>7</b>	<b>(895)</b>
<b>11</b>	<b>Total Comprehensive Income for the period (Comprising Profit/(Loss) and Other Comprehensive Income for the period) (10+11)</b>	<b>577</b>	<b>479</b>	<b>(561)</b>	<b>2,171</b>	<b>(687)</b>
<b>12</b>	<b>Earnings per Equity share:</b>					
	(1) Basic/Diluted	7.52	6.31	4.40	28.53	2.76
<b>13</b>	<b>Paid-up Equity Share Capital (Face Value of Rs. 10/-each)</b>	<b>758</b>	<b>758</b>	<b>758</b>	<b>758</b>	<b>758</b>
<b>14</b>	<b>Reserve excluding Revaluation Reserves as per Balance Sheet of previous Accounting Year</b>				<b>12,508</b>	<b>10,337</b>
<b>15</b>	<b>Net Worth</b>				<b>13,266</b>	<b>11,095</b>

www.aarti-surfactants.com | CIN : L24100GJ2018PLC102891

Corporate Office : Unit 202, Plot 71, Udyog Kshetra, 2nd Floor, Mulund-Goregaon Link Road, Mulund (W),  
Mumbai - 400 080. T : 022-67976666 | E : info@aarti-surfactants.com

Regd. Office : 801, 801/23, GIDC Estate, Phase III, Vapi, Valsad, Gujarat, India, 396195



(Rs. in Lakhs)

Sr. No.	Particulars	Consolidated Result				
		3 Months Ended			Year Ended	
		31st Mar 2021 (Audited)	31st Dec 2020 (Audited)	31st Mar 2020 (Unaudited)	31st Mar 2021 (Audited)	31st Mar 2020 (Audited)
<b>1</b>	<b>INCOME</b>					
	a)Revenue from Operations (Net)	12,617	10,667	8,913	46,577	32,586
	b)Other Income	1	1	16	6	21
	<b>Total Income</b>	<b>12,618</b>	<b>10,668</b>	<b>8,929</b>	<b>46,583</b>	<b>32,607</b>
<b>2</b>	<b>EXPENSES</b>					
	a)Cost of Materials Consumed	8,904	9,092	6,970	35,615	24,838
	b)Changes in Inventories of Finished Goods, Work-in-progress	566	(1,535)	(116)	(477)	(107)
	c)Employee Benefits Expense	455	405	312	1,571	1,430
	d)Finance Costs	166	278	214	1,044	1,028
	e)Depreciation and Amortisation Expenses	339	316	272	1,221	1,058
	f)Other Expenses	1,504	1,545	896	5,318	4,066
	<b>Total Expenses</b>	<b>11,934</b>	<b>10,101</b>	<b>8,548</b>	<b>44,292</b>	<b>32,313</b>
<b>3</b>	<b>Profit/(Loss) before Exceptional Items and Tax (1-2)</b>	<b>684</b>	<b>567</b>	<b>381</b>	<b>2,291</b>	<b>295</b>
<b>4</b>	<b>Exceptional Items</b>	-	-	-	-	-
<b>5</b>	<b>Profit/(Loss) before Tax (3-4)</b>	<b>684</b>	<b>567</b>	<b>381</b>	<b>2,291</b>	<b>295</b>
<b>6</b>	<b>TAX EXPENSES</b>					
	a)Current Year Tax	25	-	52	50	52
	b)MAT Credit Utilised/(Entitlement)	-	-	(52)	-	(52)
	c)Deferred Tax	90	88	48	78	86
	<b>Total Tax Expenses</b>	<b>115</b>	<b>88</b>	<b>48</b>	<b>128</b>	<b>86</b>
<b>7</b>	<b>Net Profit/(Loss) from Ordinary Activities after Tax (5-6)</b>	<b>569</b>	<b>479</b>	<b>333</b>	<b>2,163</b>	<b>209</b>
<b>8</b>	<b>Net Profit/(loss) for the period (7-8)</b>	<b>569</b>	<b>479</b>	<b>333</b>	<b>2,163</b>	<b>209</b>
<b>9</b>	<b>Profit/(loss) for the period attributable to</b>					
	a)Owners of the Company	569	479	333	2,163	209
	b)Non Controlling Interest	-	-	-	-	-
<b>10</b>	<b>Other Comprehensive Income</b>	7	-	(895)	7	(895)
<b>11</b>	<b>Total Comprehensive Income for the period (Comprising Profit/(Loss) and Other Comprehensive Income for the period) (10+11)</b>	<b>576</b>	<b>479</b>	<b>(562)</b>	<b>2,170</b>	<b>(687)</b>
<b>12</b>	<b>Earnings per Equity share:</b>					
	(1) Basic/Diluted	7.50	6.31	4.39	28.52	2.75
<b>13</b>	<b>Paid-up Equity Share Capital (Face Value of Rs. 10/-each)</b>	<b>758</b>	<b>758</b>	<b>758</b>	<b>758</b>	<b>758</b>
<b>14</b>	<b>Reserve excluding Revaluation Reserves as per Balance Sheet of previous Accounting Year</b>				12,507	10,337
<b>15</b>	<b>Net Worth</b>				13,265	11,095



*Atchit*

**Notes:-**

1. The above results for the quarter and year ended 31st March, 2021 have been reviewed by the Audit Committee in their meeting and approved by the Board of Directors in their meeting held on 21st May, 2021
2. The Company has elected option to be taxed at 22% plus applicable surcharge from FY 2019-20 (AY 2020-21), as permitted under section 115BAA of the Income tax Act, 1961. Consequently opening deferred tax liability has been measured at a lower rate and resultant impact has been considered in the above Statement of Profit and Loss
3. CARE Ratings has upgraded Long term bank facility - Term Loan and Long term bank facility Cash Credit ratings of the Company from BBB-;Stable to BBB:Stable and also upgraded Redeemable Preference Shares of the Company from BB+;Stable to BBB-;Stable.
4. The aforesaid Financial Results will be uploaded on the Company's website [www.aarti-surfactants.com](http://www.aarti-surfactants.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.
5. The Company deals in only one operating segment which is based on the nature of the product and thus the reporting segment is only one segment i.e. Home and personal care ingredients.
6. The Board of Directors has recommended Recommendation of the Final Dividend of Rs.3 (30%) per equity share for the Financial year ended March 31, 2021, subject to the approval of the shareholders at the ensuing Annual General Meeting of the Company.

Place: Mumbai

Date: 21st May, 2021



For AARTI SURFACTANTS LIMITED

NIKHIL DESAI

MANAGING DIRECTOR

Din-01660649



**AARTI  
SURFACTANTS  
LIMITED**

(Formerly Known as : Arti Surfactants Ltd.)

**Audited Standalone and Consolidated Statement of Assets and Liabilities**

(Rs. In Lakhs)

Sr. No.	Particulars	Standalone		Consolidated	
		31st March 2021	31st March 2020	31st March 2021	31st March 2020
<b>A</b>	<b>ASSETS</b>				
<b>1</b>	<b>Non-Current Assets</b>				
	(a) Property, Plant and Equipment	18,590	15,014	18,590	15,014
	(b) Capital work-in-progress	1,974	1,395	1,974	1,395
	(c) Other Intangible assets	84	121	84	121
	(d) Financial Assets				
	(i) Investments	1	1	0	0
	(e) Other Non-Current Assets	465	262	465	262
	<b>Total Non-Current Assets</b>	<b>21,114</b>	<b>16,794</b>	<b>21,114</b>	<b>16,793</b>
<b>2</b>	<b>Current Assets</b>				
	(a) Inventories	7,319	5,649	7,319	5,649
	(b) Financial Assets				
	(i) Trade Receivables	5,443	1,792	5,443	1,792
	(ii) Cash and Cash Equivalents	673	9	673	10
	(iii) Other Financial Assets	396	37	395	36
	(c) Other Current Assets	3,445	1,948	3,445	1,948
	<b>Total Current Assets</b>	<b>17,275</b>	<b>9,435</b>	<b>17,275</b>	<b>9,436</b>
	<b>TOTAL ASSETS</b>	<b>38,389</b>	<b>26,229</b>	<b>38,389</b>	<b>26,229</b>
<b>B</b>	<b>EQUITY AND LIABILITIES</b>				
<b>1</b>	<b>Equity</b>				
	(a) Equity Share Capital	758	758	758	758
	(b) Other Equity	12,508	10,337	12,507	10,337
	(d) Non Controlling Interest	-	-	-	-
	<b>Total Equity</b>	<b>13,266</b>	<b>11,095</b>	<b>13,265</b>	<b>11,095</b>
<b>2</b>	<b>Liabilities</b>				
	<b>Non-Current Liabilities</b>				
	(a) Financial Liabilities				
	(i) Borrowings	8,869	4,878	8,869	4,878
	(b) Deferred Tax Liabilities (Net)	892	762	892	762
	(c) Other Non-Current Liabilities	-	-	-	-
	<b>Total Non-Current Liabilities</b>	<b>9,761</b>	<b>5,640</b>	<b>9,761</b>	<b>5,640</b>
	<b>Current Liabilities</b>				
	(a) Financial Liabilities				
	(i) Borrowings	5,705	6,018	5,705	6,018
	(ii) Trade Payables				
	- Micro and Small Enterprises	-	-	-	-
	- Other Than Micro and Small Enterprises	7,811	1,924	7,811	1,924
	(b) Other Current Liabilities	1,473	1,099	1,473	1,099
	(c) Provisions	336	402	336	402
	(d) Current Tax Liabilities (Net)	38	51	38	51
	<b>Total Current Liabilities</b>	<b>15,363</b>	<b>9,494</b>	<b>15,363</b>	<b>9,494</b>
	<b>TOTAL EQUITY AND LIABILITIES</b>	<b>38,389</b>	<b>26,229</b>	<b>38,389</b>	<b>26,229</b>

**Note:-**

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

For AARTI SURFACTANTS LIMITED

Place : Mumbai  
Date: 21st May, 2021



*Nikhil Desai*  
NIKHIL DESAI  
MANAGING DIRECTOR  
Din-01660649

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**Standalone and Consolidated Cash Flow Statement for the period ended 31st March, 2021**

(Rs. In Lakhs)

Sr. No.	Particulars	Standalone		Consolidated	
		31st March 2021	31st March 2020	31st March 2021	31st March 2020
<b>A.</b>	<b>Cash Flow from Operating Activities:</b>				
	Net Profit before Tax and Exceptional/Extraordinary Items	2,292	295	2,291	295
	<u>Adjustments for:</u>				
	Finance Costs	1,044	1,028	1,044	1,028
	Depreciation and Amortisation Expenses	1,221	1,058	1,221	1,058
	Operating Profit before Working Capital Changes	<b>4,557</b>	<b>2,381</b>	<b>4,557</b>	<b>2,380</b>
	<u>Adjustments for:</u>				
	(Increase)/Decrease in Trade and Other Receivables	(5,543)	1,389	(5,543)	1,390
	Increase/(Decrease) in Trade Payables and Other Current Liabilities	6,239	(1,584)	6,239	(1,583)
	(Increase)/Decrease in Inventories	(1,670)	(379)	(1,670)	(379)
	Cash Generated from Operations	3,583	1,807	3,583	1,808
	Income Taxes Paid		3		3
	Net Cash Flow generated from Operating Activities (A)	<b>3,583</b>	<b>1,810</b>	<b>3,583</b>	<b>1,811</b>
<b>B.</b>	<b>Cash Flow from Investing Activities:</b>				
	Addition to Property, Plant & Equipment/Capital WIP	(6,149)	(2,469)	(6,149)	(2,469)
	(Increase)/Decrease in Other Investments	-	(0)	-	-
	(Increase)/Decrease in Investments in Subsidiary Companies	-	(1)	-	-
	Profit on Sale of Investment	-	2,254	-	2,254
	Net Cash Flow Used in Investing Activities (B)	<b>(6,149)</b>	<b>(215)</b>	<b>(6,149)</b>	<b>(215)</b>
<b>C.</b>	<b>Cash Flow from Financing Activities:</b>				
	Proceeds/(Repayment) of Long-Term Borrowings	4,518	-	4,518	-
	Proceeds/(Repayment) of Other Borrowings	(318)	(614)	(318)	(614)
	Finance Costs	(971)	(974)	(971)	(974)
	Net Cash Flow generated from/(used in) Financing Activities (C)	<b>3,229</b>	<b>(1,588)</b>	<b>3,229</b>	<b>(1,588)</b>
	<b>Net Increase/(Decrease) in Cash and Cash Equivalents (A+B+C)</b>	<b>663</b>	<b>7</b>	<b>663</b>	<b>8</b>
	Cash and Cash Equivalents (Opening Balance)	9	2	10	2
	Cash and Cash Equivalents (Closing Balance)	673	9	673	10

**Notes:-**

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

For AARTI SURFACTANTS LIMITED



 NIKHIL DESAI  
MANAGING DIRECTOR  
Din-01660649

 Place : Mumbai  
Date: 21st May, 2021


**Independent Auditors' Report**

**To Board of Directors of Aarti Surfactants Limited**

**Report on Audit of Standalone Audited Financial Results**

**Opinion**

We have audited the accompanying standalone financial results of Aarti Surfactants Limited ("the Company") for the quarter and year ended 31<sup>st</sup> March 2021 ("the financial results") 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:

1. are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
2. give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable accounting standards and other accounting principles generally accepted in India of the net profit and other comprehensive income and other financial information for the quarter and year ended 31<sup>st</sup> March 2021.

**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 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 results 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 we have obtained is sufficient and appropriate to provide a basis for our opinion.



### **Management's Responsibilities for the Standalone Financial Results**

These standalone financial results have been prepared on the basis of standalone financial statements. 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 Standard 34, 'Interim Financial Reporting' 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 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 standalone 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 management and 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 also responsible for overseeing the Company's financial reporting process of the Company.

### **Auditor's Responsibilities for the Audit of the Standalone Financial Results**

Our objectives are to obtain reasonable assurance about whether the standalone 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.





**gokhale & sathe (regd.)**

chartered accountants  
308/309, Udyog Mandir No. 1,  
7-C, Bhagoji Keer Marg,  
Mahim, Mumbai 400 016  
Tel :91 22 43484242  
Email - [office@gokhalesathe.in](mailto:office@gokhalesathe.in)

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 standalone 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 management and the Board of Directors.
- 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 standalone financial results, including the disclosures, and whether the 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.



**gokhale & sathe (regd.)**

chartered accountants

308/309, Udyog Mandir No. 1,

7-C, Bhagoji Keer Marg,

Mahim, Mumbai 400 016

Tel :91 22 43484242

Email - [office@gokhalesathe.in](mailto:office@gokhalesathe.in)

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 GOKHALE & SATHE  
CHARTERED ACCOUNTANTS  
Firm Registration No.: 103264W



TEJAS PARIKH  
Partner  
Membership No. 123215  
UDIN: - 21123215AAAACS1684  
Date: 21<sup>st</sup> May 2021  
Place : Mumbai

## **Independent Auditors' Report**

### **To Board of Directors of Aarti Surfactants Limited**

### **Report on Audit of Consolidated Audited Financial Results**

#### **Opinion**

We have audited the accompanying consolidated financial results of Aarti Surfactants Limited ("the Holding Company") and its one wholly owned subsidiary company (the Holding Company and its one subsidiary together referred as "the Group") for the quarter and year ended 31<sup>st</sup> March 2021 ("the financial results) 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:

1. includes the results of the following wholly owned subsidiary:  
Aarti HPC Limited
2. are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
3. give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable accounting standards and other accounting principles generally accepted in India of the net profit and other comprehensive income and other financial information for the quarter and year ended 31<sup>st</sup> March 2021.

#### **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 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 results 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 we have obtained is sufficient and appropriate to provide a basis for our opinion.



### **Management's Responsibilities for the Consolidated Financial Results**

These consolidated financial results have been prepared on the basis of the consolidated financial statements. The Holding Company's Board of Directors are responsible for the preparation of these consolidated 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 Standard 34, 'Interim Financial Reporting' 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 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 consolidated financial results, the respective management and the Board of Directors included in the Group are responsible for assessing the ability of the Group to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the respective management and the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the companies included in the Group are responsible for overseeing the Company's financial reporting process of the Group.

### **Auditor's Responsibilities for the Audit of the Consolidated Financial Results**

Our objectives are to obtain reasonable assurance about whether the consolidated 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.



**gokhale & sathe (regd.)**

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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 consolidated 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 management and the Board of Directors.
- 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 Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial results, including the disclosures, and whether the 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.



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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 GOKHALE & SATHE  
CHARTERED ACCOUNTANTS  
Firm Registration No.: 103264W



TEJAS PARIKH  
PARTNER  
Membership No. 123215  
UDIN: - 21123215AAAACT6381  
Date: 21<sup>st</sup> May 2021  
Place: Mumbai



**AARTI  
SURFACTANTS  
LIMITED**

(Formerly Known as : Arti Surfactants Ltd.)

**Ref. No.: ASL/SE/2021  
May 21, 2021**

To,  
Listing/Compliance Department  
**BSE LTD.**  
Phiroze Jeejeebhoy Towers,  
Dalal Street,  
Mumbai – 400001.

**BSE CODE : 543210**

Dear Sir/Madam,

To,  
Listing/Compliance Department  
**National Stock Exchange of  
India Limited**  
“Exchange Plaza”, Plot No. C/1,  
G Block Bandra-Kurla Complex,  
Bandra (E), Mumbai – 400051.  
**NSE CODE : AARTISURF**

**Sub.:- Regulation 33 of the SEBI (LODR) Regulations,  
2015 Declaration in respect of Audit Reports with  
un-modified opinion for the financial year ended  
on March 31, 2021.**

We hereby confirm and declare that the Statutory Auditors of the Company M/s. Gokhale and Sathe Firm , Chartered Accountants (FRN : 103264W) have issued the Audit Report with un-modified opinion in respect of Annual Audited Standalone and Consolidated Financial Results for the year ended March 31, 2021.

This is for your information and records.

Thanking you,

Yours faithfully,  
**FOR AARTI SURFACTANTS LIMITED**

**PRASHANT B. GAIKWAD**  
**COMPANY SECRETARY**  
ICSI M. NO. A46480  
**Encl. : as above**