



Aro granite industries Ltd.

Date: 30.10.2020

Bombay Stock Exchange Limited
Department of Corporate Services
Floor 25, P.J. Towers
Dalal Street
Mumbai 400001
(SCRIP CODE: 513729)

National Stock Exchange of India Limited
Listing Department
5th Floor, Exchange Plaza
Bandra (E)
Mumbai 400051
(SCRIP CODE: AROGRANITE/EQ)

Re: Information pursuant to regulation 30(2) and Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015

Dear Sir,

In furtherance to our letter dated 19.10.2020, we wish to inform you that the Board of Directors of the Company has approved the Audited Accounts of the Company for the quarter and half-year ended 30.09.2020

The meeting commences at 12.20 P.M. and concluded at 2.15 P.M.

Kindly take this declaration on your record.

Thanking you,

Yours faithfully
For Aro granite industries Ltd.


Managing Director

Encl.: Copy of Audited Financial Results and Auditors' Report

CORP. OFF. & WORKS :
KONERIPALLI VILLAGE, SHOOLAGIRI TALUK, HOSUR - 635 117, KRISHNAGIRI DIST. TAMIL NADU, INDIA.
TEL : 91 - 4344 - 252100 FAX : 91 - 4344 - 252217 E-mail : aro@arotile.com Web : www.arotile.com
CIN : L74899■L1988PLC031510



Aro granite industries ltd

(100% Export Oriented Unit)

Regd Office : 1001, 10th Floor, DLF Tower A, Jasola New Delhi - 110025

Corp Office & Works : Koneripalli Village, Via Shoolagiri, Hosur Taluk, Krishnagiri District, Tamil Nadu 635117

CIN : L74899DL1988PLC031510

STATEMENT OF STANDALONE AUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF-YEAR ENDED 30TH SEPTEMBER 2020

		(Rs. In Lacs)					
Sl No	Particulars	Quarter ended			Half Year ended		Year ended
		30.09.2020 Audited	30.06.2020 Audited	30.09.2019 Audited	30.09.2020 Audited	30.09.2019 Audited	31.03.2020 Audited
I	Revenue from Operations	4,674.02	2,831.20	4,330.34	7,505.22	9,158.12	17,770.99
II	Other Income	13.04	12.87	13.18	25.91	27.18	315.47
III	Total Income (I+II)	4,687.06	2,844.07	4,343.52	7,531.13	9,185.30	18,086.46
IV	Expenses						
	Cost of materials consumed	2,159.08	1,326.60	2,964.55	3,485.69	5,930.45	11,158.69
	Purchase of Stock-in-Trade	46.10	7.13	31.53	53.23	48.14	137.49
	Changes in Inventories of finished goods, work-in-progress and Stock-in-Trade	321.22	(36.20)	(551.75)	285.01	(761.40)	(1,769.75)
	Employee Benefit Expense	445.85	344.60	379.04	790.45	706.67	1,535.87
	Financial Costs	146.28	147.61	143.68	293.89	281.68	597.76
	Depreciation and Amortization Expense	267.42	263.94	265.03	531.36	479.08	1,052.59
	Other Expenses	1,024.53	750.18	1,066.12	1,774.71	2,116.16	4,856.47
	Total Expenses (IV)	4,410.47	2,803.86	4,298.22	7,214.33	8,800.74	17,569.11
V	Profit/(Loss) before exceptional items & Tax (III-IV)	276.59	40.21	45.30	316.80	384.56	517.35
VI	Less: Exceptional Items	-	-	-	-	-	-
VII	Profit/(loss) Before Taxes (V-VI)	276.59	40.21	45.30	316.80	384.56	517.35
VIII	Tax Expense:						
	- Current tax	48.64	6.71	(38.96)	55.35	65.99	86.36
	- Mat Credit Entitlement	(1.38)	(6.71)	(65.99)	(8.09)	(65.99)	(86.36)
	- Deferred tax	40.41	6.19	142.52	46.60	136.41	156.72
	Total Tax expense	87.67	6.19	37.57	93.86	136.41	156.72
IX	Profit/(Loss) for the period from Continuing operation (VII-VIII)	188.92	34.02	7.73	222.94	248.15	360.62
X	Profit/(Loss) for the period from Discontinuing operation	-	-	-	-	-	-
XI	Tax Expenses of Discontinuing operation	-	-	-	-	-	-
XII	Profit/(Loss) for the period from Discontinuing operation (X-XI)	-	-	-	-	-	-
XIII	Profit/(Loss) for the period (IX+XII)	188.92	34.02	7.73	222.94	248.15	360.62
XIV	Other Comprehensive Income						
	Other Comprehensive Income for the period (after tax)	(0.18)	(0.13)	(3.78)	(0.31)	(6.01)	(33.27)
XV	Total Comprehensive Income for the period (XIII+XIV) Comprising Profit/(Loss)	188.74	33.89	3.95	222.63	242.14	327.35
XVI	Paid up Equity Share Capital (Face Value of Rs.10 each)	1,530	1,530	1,530	1,530	1,530	1,530
XVII	Other Equity	-	-	-	-	-	16,618.68

For ARO GRANITE INDUSTRIES LTD.,


Managing Director

XVIII	Earnings per Equity Share (for continuing operation)	Basic (In Rs.)	1.23	0.22	0.03	1.46	1.58	2.14
		Diluted (In Rs.)	1.23	0.22	0.03	1.46	1.58	2.14
XIX	Earnings per Equity Share (for discontinued operation)	Basic (In Rs.)	-	-	-	-	-	-
		Diluted (In Rs.)	-	-	-	-	-	-
XX	Earnings per Equity Share (for discontinued operation)	Basic (In Rs.)	1.23	0.22	0.03	1.46	1.58	2.14
		Diluted (In Rs.)	1.23	0.22	0.03	1.46	1.58	2.14

Notes :

- The above audited results have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 30th October 2020
- The company is in Granite Tiles & Slabs business and does not have more than one reportable segments in line with the Accounting Standard (AS-17) "Segmental Reporting" Issued by the Institute of Chartered Accountants of India and hence the segmental reporting is not required to be given

The Company had closed all its manufacturing plants and offices with effect from March 24, 2020 following countrywide lockdown due to Covid-19. The Company has gradually commenced operations from April 24, 2020 after obtaining necessary approvals. The Company's operations were impacted in the quarter, due to scaling down/suspending production across all plants due to supply chain constraints, shortage of workforce and with a view to ensure safety across all areas of operations. The Company has assessed the impact of Covid-19 pandemic on its business operations and has considered relevant internal and external information available up to the date of approval of these results. In determination of the recoverability and carrying value of property, plant and equipment, inventories, and trade receivables. Based on current estimates, the Company expects the carrying amount of these assets will be recovered. The Company will continue to closely monitor any material changes to future economic conditions.
- Figures for the Previous Year / Quarter have been re-grouped / rearranged wherever necessary
- Statement of Standalone Assets and Liabilities under Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015.

STATEMENT OF ASSETS AND LIABILITIES AS AT SEPTEMBER 30, 2020		
Particulars	As at	(Rs. In Lacs)
	30.09.2020	As at
	Audited	31.03.2020
		Audited
I ASSETS		
Non-current assets		
Property, Plant and Equipment	12,350.11	12,844.88
Capital Work In Progress	4,469.35	4,155.43
Intangible Assets	-	-
Right of Use Assets	1,078.49	1,084.85
Financial Assets		
-Investment	80.65	80.65
-Other Financial Asset	162.12	130.67
Other Non Current Asset	69.08	100.95
Total non current assets	18,209.80	18,397.43
Current Assets		
Inventories	12,672.44	12,921.72
Financial Assets		
- Investments	5.74	4.50
-Trade Receivables	5,360.68	5,881.97
-Cash and Cash Equivalents	958.95	36.66
-Earmarked Balances with Bank	18.11	20.29
Bank balances other than cash and cash equivalents	1,118.06	1,000.36
Loans	1.54	0.95
Other Financial Assets	1.78	12.28
Current tax assets (Net)	-	-
Other current assets	1,348.54	1,178.50
Total current assets	21,485.84	21,057.23
Total Assets	39,695.64	39,454.66

For ARO GRANITE INDUSTRIES LTD.,


Managing Director

II	Equity and Liabilities		
	Equity		
	Equity Share Capital	1,530.00	1,530.00
	Other Equity	16,841.31	16,618.68
	Total Equity	18,371.31	18,148.68
	Liabilities		
	Non-current liabilities		
	Financial Liabilities		
	-Borrowings	4,572.42	2,816.50
	Other Liabilities	530.24	795.33
	Provisions	238.52	234.51
	Deferred Tax Liabilities (Net)	820.18	773.63
	Total non-current liabilities	6,161.36	4,619.97
	Current Liabilities		
	Financial Liabilities		
	-Borrowings	11,505.54	12,234.84
	-Trade Payables	2,103.07	2,820.41
	-Other Financial Liabilities	1,159.03	1,411.47
	Provisions	32.82	32.82
	Other current liabilities	315.50	180.35
	Current tax liabilities (net)	47.01	6.13
	Total current liabilities	15,162.97	16,686.02
	Total Liabilities	21,324.33	21,305.99
	Total Equity and Liabilities	39,695.64	39,454.66

For Aro granite industries ltd

- sd -

Sunil Kumar Arora
Managing Director
DIN 00150668

Date: 30.10.2020
Place: Hosur

For ARO GRANITE INDUSTRIES LTD.,


Managing Director

ARO GRANITE INDUSTRIES LIMITED

CIN - L74899DL1988PLC031510

Regd Office : 1001, 10th Floor, DLF Tower A, Jasola, New Delhi - 110025.

Statement of Cash Flows For the Half year ended Sept 30, 2020

Amount in ₹ lakh

Particulars	Amount in ₹ lakh	
	Half Year ended Sept 30, 2020	Year ended Mnrch 31, 2020
A. Cash Flow from operating activities		
Profit before exceptional Item and tax	316.80	517.35
Adjustments For		
Depreciation and amortization expense	531.36	1,052.59
Finance Cost	293.89	597.76
Foreign currency fluctuation (Gain/Loss)	224.37	804.09
Profit on sale of Property, Plant and equipment	-	(0.27)
Interest income on FD with banks and others	(25.74)	(60.87)
Operating Profit before working capital changes	1,340.67	2,910.64
Adjustment for Working Capital Changes		
Decrease/(Increase) in Trade receivables	521.29	(144.50)
Decrease/(Increase) in other receivables	(160.95)	2,630.45
Decrease/(Increase) in Inventories	249.27	(1,074.85)
(Decrease)Increase in Provisions	4.01	56.34
(Decrease)Increase in Trade and other payables	(1,099.74)	2,129.82
Cash generated from Operations	854.55	6,507.90
Taxes paid	(8.84)	(213.85)
Net Cash flow from operating activities	845.71	6,294.05
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Property, Plant and equipment & WIP	(341.99)	(7,834.20)
Sale of Fixed Assets	-	0.38
Interest received	25.74	60.87
Net cash flow from Investing Activities	(316.25)	(7,772.94)
C. CASH FLOW FROM FINANCING ACTIVITIES		
Repayment of Long term Borrowings (Secured)	1,755.91	1,444.97
Proceeds from Non Current Borrowings	(729.31)	1,315.98
Interest paid	(293.89)	(597.76)
Foreign currency fluctuation (Gain/Loss)	(224.37)	(804.09)
Dividend paid	-	(153.00)
Dividend Distribution Tax Paid	-	(31.83)
Net Cash from financing Activities	508.35	1,174.28
NET INCREASE /(DECREASE) IN CASH AND CASH EQUIVALENT	1,037.81	(304.61)
Opening balance of Cash & Cash equivalents	1,057.31	1,361.92
Closing balance of Cash & cash equivalent	2,095.12	1,057.31
Cash and cash Equivalents comprises		

For ARO GRANITE INDUSTRIES LTD.,


Managing Director

Cash In Hand	10.95	15.94
Balance with Scheduled Banks		
-In current Accounts	948.00	20.73
-Earmarked Balances with Bank	18.11	20.29
-In Other Fixed Deposit Accounts	248.33	148.33
-In Fixed Deposit Accounts as Margin Money	869.73	852.02
Total Cash and Cash Equivalents	2,095.12	1,057.31

- i) The above Cash Flow Statement has been prepared under the '*Indirect Method*' as set out in Indian Accounting Standard 7, "Statement of Cash flows"
- ii) Figures in Bracket indicate cash outgo
- iii) The figures for the previous year have been regrouped in order to make them comparable with the current year figures.

For and On Behalf of the Board


Sunil Kumar Arora
 Managing Director

**INDEPENDENT AUDITOR'S REPORT ON THE AUDIT OF THE INTERIM
STANDALONE FINANCIAL RESULTS**

**TO THE BOARD OF DIRECTORS OF
M/S ARO GRANITE INDUSTRIES LIMITED**

OPINION

We have audited the accompanying Statement of Standalone Financial Results of **M/S ARO GRANITE INDUSTRIES LIMITED** ("the Company"), for the quarter ended September 30, 2020 ("the statement"), being submitted by the Company pursuant to the requirement of regulation 33 of the SEBI (Listing Obligations and disclosure Requirements) Regulations, 2015, as amended ("the Listing Regulations").

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 Regulations 33 of the SEBI(Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended; and
- (ii) Gives a true and fair view I conformity with Indian Accounting Standard 34 and other accounting principles generally accepted in India of the net profit and total comprehensive income and other financial information of the company for the quarter ended September 30, 2020.

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("Act"). Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Interim Standalone 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 ("ICAI") together with the ethical requirements that are relevant to our audit of the interim standalone financial results under the provisions of the Act and the Rules there under, and we have fulfilled our ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion.



Management Responsibilities for the Interim Standalone Financial Results

This Statement, which is the responsibility of the Company's Management and approved by the Board of Directors, has been compiled from the related audited interim condensed standalone financial statements. The Company's Board of Directors are responsible for the preparation and presentation of the interim standalone financial results that give a true and fair view of the net profit and other comprehensive income and other financial information in accordance with Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under section 133 of the Act read with relevant rules issued there under 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 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 interim standalone financial results that give a true and fair view and are free from material misstatements, whether due to fraud or error.

In preparing the interim standalone 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 financial reporting process of the Company.

Auditor's Responsibilities for the Audit of the Interim Standalone Financial Results

Our objectives are to obtain reasonable assurance about whether the interim 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 an 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 misstatements when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these interim standalone financial results.



As a 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 interim 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 financial controls 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 effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Conclude on the appropriateness of the Board of Director's 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 interim standalone 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 interim standalone financial results, including the disclosures, and whether the interim Standalone financial results represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the interim standalone financial result that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the interim standalone 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 interim standalone 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 VAPS & COMPANY

Chartered Accountants

Firm Regn. No. 03612N



P.K.JAIN

PARTNER

M.N.: 082515

UDIN: 20082515AAAAGL9515

Place: Hosur, Tamilnadu

Date: October 30, 2020

