



# Aro granite industries Ltd.

Date: 26.06.2020

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  
5<sup>th</sup> 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 22.06.2020 we wish to inform you that the Board of Directors of the Company has

1. Approved the Audited Accounts of the Company for the quarter and year ended 31.03.2020
2. The Board of Directors of the Company has not recommended any dividend for the year 2019-20.

The meeting commenced at 12.10 P.M. and concluded at 01.45 PM

Kindly take this declaration on your record.

Thanking you,

Yours faithfully  
For Aro granite industries Ltd.

Managing Director

Encl.: Copy of Audited Financial Results for the year 2019-20 along with the Auditors' Report and Declaration pursuant to Regulation 33.

CORP. OFF. & WORKS :

KONERIPALLI VILLAGE, SHOOLAGIRI (VIA), HOSUR TALUK - 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 : L74899DL1988PLC031510



## 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 - 635117, Krishnagiri District, Tamil Nadu

CIN : L74899DL1988PLC031510


### STATEMENT OF STANDALONE AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31st MARCH 2020

		(Rs. in Lacs)				
Sl No	Particulars	Quarter ended	Quarter ended	Quarter ended	Year ended	Year ended
		31.03.2020	31.12.2019	31.03.2019	31.03.2020	31.03.2019
		Audited	Audited	Audited	Audited	Audited
I	Revenue from Operations	4,360.07	4,252.81	4,696.64	17,770.99	17,243.65
II	Other Income	181.74	106.54	104.63	315.47	206.69
III	Total Income (I+II)	4,541.81	4,359.35	4,801.27	18,086.46	17,450.34
IV	Expenses					
	Cost of materials consumed	2,446.31	2,781.94	2,603.97	11,158.69	9,997.89
	Purchase of Stock-in-Trade	34.59	54.76	40.67	137.49	315.94
	Changes in Inventories of finished goods, work-in-progress and Stock-in-Trade	(202.83)	(805.52)	13.65	(1,769.75)	(489.12)
	Employee Benefit Expense	391.35	437.84	340.30	1,535.87	1,347.12
	Financial Costs	161.16	154.92	139.15	597.76	507.10
	Depreciation and Amortization Expense	282.81	290.72	210.04	1,052.59	825.44
	Other Expenses	1,346.25	1,394.08	975.08	4,856.47	3,693.30
	Total Expenses (IV)	4,459.64	4,308.74	4,322.86	17,569.12	16,197.67
V	Profit/(Loss) before exceptional items & Tax (III-IV)	82.17	50.61	478.41	517.34	1,252.67
VI	Less: Exceptional Items	-	-	-	-	-
VII	Profit/(Loss) before Taxes (V-VI)	82.17	50.61	478.41	517.34	1,252.67
VIII	Tax Expense:					
	- Current tax	13.72	43.67	148.59	86.36	361.71
	- Mnt Credit Entitlement	(57.39)	-	-	(86.36)	-
	- Deferred tax	79.33	(59.01)	(16.24)	156.72	(80.17)
	Total Tax expense	35.66	(15.34)	132.35	156.72	281.55
IX	Profit/(Loss) for the period from Continuing operation (VII-VIII)	46.51	65.95	346.06	360.62	971.12
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)	46.51	65.95	346.06	360.62	971.12
XIV	Other Comprehensive Income					
	Other Comprehensive Income for the period (after tax)	(24.52)	(14.77)	(9.30)	(33.27)	(8.41)
XV	Total Comprehensive Income for the period (XIII+XIV) comprising Profit/(Loss)	21.99	51.19	336.76	327.35	962.71
XVI	Paid up Equity Share Capital (Face Value of Rs.10 each)	1,530	1,530	1,530	1,530	1,530
XVII	Other Equity	-	-	-	16,618.67	16,492.47
XVIII	Earnings per Equity Share (for continuing operation)					
	Basic (in Rs.)	0.14	0.33	2.20	2.14	6.29
	Diluted (in Rs.)	1.14	0.33	2.20	2.14	6.29
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.)	0.14	0.33	2.20	2.14	6.29
	Diluted (in Rs.)	0.14	0.33	2.20	2.14	6.29

#### Notes :

- 1) The statement of audited financial results for the year ended March 31, 2020 ('The Statement') of Aro granite Industries Ltd ('the Company') has been reviewed by the Audit Committee and approved by the Board of Directors ('The Board') of the Company at their respective meetings held on 26-June-2020. The Statement has been audited by the Statutory Auditor of the Company. The report of the statutory auditor is unqualified.
- 2) Figures for the quarter ended March 31, 2020 and March 31, 2019 represent the difference between the audited figures in respect of full financial year and the audited published figures of quarter ended December 31, 2019 respectively
- 3) The Statement has been prepared in accordance with Indian Accounting Standards ('Ind AS') prescribed under section 133 of the Companies Act, 2013 and in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (SEBI Regulations).
- 4) Manufacturing facilities of the Company in Hosur (Tamil Nadu), Jalpur (Rajasthan) were closed on March 24, 2020 following countrywide lockdown due to COVID-19. The Company has since obtained required permissions and restarted its manufacturing facilities partially at Hosur (Tamil Nadu), Jalpur (Rajasthan). Based on the immediate assessment of the impact of COVID-19 on the operations of the Company and ongoing discussions with customers, vendors and service providers, the Company is positive of serving customer orders and obtaining regular supply of raw materials and logistics services after resumption of the operations. In assessing recoverability of trade receivables, the Company has considered subsequent recoveries, past trends, credit risks profile of the customers based on their industry, macroeconomic forecasts and internal and external information available up to the date of issuance of these results. In assessing recoverability of inventories, the Company has considered the latest selling prices, customer orders on hand and margins. Based on the above assessment, the Company is of the view that carrying amounts of trade receivables and inventories are expected to be realisable. The impact of COVID-19 may be different from that estimated as at the date of approval of these financial results, the Company will continue to closely monitor the developments. In the case of inventory, Management has performed during the year 'wall to wall' inventory verification at each of its locations and again at a date subsequent to the lifting of the lockdown the stock taking at Hosur Plant has been conducted in the presence of its internal auditor to obtain comfort over the existence and condition of inventories as at March 31, 2020 including roll-back procedures etc.
- 5) Effective April 1, 2019 the company adopted "Ind-AS 116 : Lease applied to all lease contracts existing on April 1, 2019 using the modified retrospective approach along with the transaction option to recognised Right-of-Use Assets (ROU) at an amount equal to the lease liabilities. Accordingly, comparatives of the quarter and year ended March 31, 2019 have not been, retrospectively adjusted. The effect of this adoption is not material on the profit of the period and earning per share.
- 6) The Company operates in one segment i.e. Manufacturing and Exporting of Granite Slabs & Tiles. Hence, no separate segment disclosures as per "Ind AS 108 : Operating Segments" have been presented as such information is available in the statement.
- 7) Figures of the previous period/quarter have been regrouped wherever necessary.
- 8) Results of the company will be available on the website of the company.
- 9) Statement of Standalone Assets and Liabilities under Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) regulations 2015

For Aro Granite Industries Ltd.

  
Managing Director

STATEMENT OF STANDALONE ASSETS AND LIABILITIES AS AT MARCH 31, 2020			
		(Rs. In Lacs)	
Particulars	As at	As at	
	31.03.2020	31.03.2019	
	Audited	Audited	
<b>I ASSETS</b>			
Non-current assets			
Property, Plant and Equipment	12,844.88	8,994.33	
Capital Work in Progress	4,155.43	2,268.70	
Intangible Assets	-	-	
Right of Use Assets	1,084.85	-	
Financial Assets			
-Investment	80.65	69.50	
-Other Financial Asset	130.67	175.92	
Other Non Current Asset	100.95	1,806.47	
Total non current assets	18,397.43	13,314.92	
Current Assets			
Inventories	12,921.72	11,846.87	
Financial Assets			
- Investments	4.50	11.98	
-Trade Receivables	5,881.97	5,737.46	
-Cash and Cash Equivalents	36.66	434.99	
-Earmarked Balances with Bank	20.29	19.81	
Bank balances other than cash and cash equivalents	1,000.36	907.12	
-Loans	0.95	0.70	
Other Financial Assets	12.28	14.03	
Current tax assets (Net)			
Other current assets	1,178.50	2,060.34	
Total current assets	21,057.23	21,093.30	
Total Assets	39,454.66	34,348.22	
<b>II Equity and Liabilities</b>			
Equity			
Equity Share Capital	1,530.00	1,530.00	
Other Equity	16,618.67	16,492.47	
Total Equity	18,148.67	18,022.47	
Liabilities			
Non-current liabilities			
Financial Liabilities			
-Borrowings	2,816.50	1,371.53	
-Lease Liabilities	795.33	-	
Provisions	234.51	190.04	
Deferred Tax Liabilities (Net)	773.63	629.72	
Total non-current liabilities	4,619.97	2,191.29	
Current Liabilities			
Financial Liabilities			
-Borrowings	12,234.84	10,918.85	
-Trade Payables	2,820.41	1,509.07	
-Other Financial Liabilities	1,411.47	1,358.71	
Provisions	32.82	20.94	
Other current liabilities	180.35	209.95	
Current tax liabilities (net)	6.13	116.94	
Total current liabilities	16,686.02	14,134.46	
Total Liabilities	21,305.99	16,325.75	
Total Equity and Liabilities	39,454.66	34,348.22	

For Aro granite industries Ltd  
**For Aro Granite Industries Ltd.**

Sunil Kumar Arora  
 Managing Director  
 DIN 00150668

Managing Director

Date: 26.06.2020  
 Place: Hosur, Tamil Nadu

ARO GRANITE INDUSTRIES LIMITED

CIN - L74899DL1988PLC031510

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

Statement of Cash Flows for the year ended March 31,2020

(Rs in Lacs)

Particulars		Year ended March 31, 2020	Year ended March 31, 2019
<b>A.</b>	<b>Cash Flow from operating activities</b>		
	Profit before exceptional item and tax	517.35	1,253.64
	Adjustments For		
	Depreciation and amortization expense	1,052.59	825.44
	Finance Cost	597.76	507.10
	Foreign currency fluctuation (Gain/Loss)	804.09	(60.87)
	Profit on sale of Property, Plant and equipment	(0.27)	(0.98)
	Interest Income on FD with banks and others	(60.87)	(52.56)
	Operating Profit before working capital changes	2,910.64	2,471.77
	Adjustment for Working Capital Changes		
	Decrease/(Increase) in Trade receivables	(144.50)	1,260.91
	Decrease/(Increase) in other receivables	2,630.45	(2,266.41)
	Decrease/(Increase) in inventories	(1,074.85)	(1,014.52)
	(Decrease )Increase in Provisions	56.34	3.10
	(Decrease )Increase in Trade and other payables	2,129.82	(532.28)
	Cash generated from Operations	6,507.90	(77.42)
	Taxes paid	(213.85)	(240.00)
	Net Cash flow from operating activities	6,294.05	(317.42)
<b>B.</b>	<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
	Purchase of Property, Plant and equipment & WIP	(7,834.20)	(2,684.82)
	Sale of Fixed Assets	0.38	0.98
	Interest received	60.87	52.56
	Net cash flow from investing Activities	(7,772.94)	(2,631.28)
<b>C.</b>	<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
	Repayment of Long term Borrowings (Secured)	1,444.97	658.32
	Proceeds from Non Current Borrowings	1,315.98	2,967.81
	Interest paid	(597.76)	(507.10)
	Foreign currency fluctuation (Gain/Loss)	(804.09)	60.87
	Dividend paid	(153.00)	-
	Dividend Distribution Tax Paid	(31.83)	-
	Net Cash from financing Activities	1,174.28	3,179.90
	<b>NET INCREASE /(DECREASE) IN CASH AND CASH EQUIVALENT</b>	<b>(304.61)</b>	<b>231.20</b>
	Opening balance of Cash & Cash equivalents	1,361.92	1,131.70
	Closing balance of Cash & cash equivalent	1,057.31	1,362.92
	Cash and cash Equivalents comprises		
	Cash in Hand	15.94	9.21
	Balance with Scheduled Banks		
	-In current Accounts	20.73	425.78
	-Earmarked Balances with Bank	20.29	19.81
	-In Other Fixed DepositAccounts	148.33	113.06
	-In Fixed Deposit Accounts as Margin Money	852.02	794.06
	<b>Total Cash and Cash Equivalents</b>	<b>1,057.31</b>	<b>1,361.92</b>

i) The above Cash Flow Statement has been prepared under the 'Indirect Method' as set out in Indian Accounting Standard "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.

ARO GRANITE INDUSTRIES I

Managing Director

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## **INDEPENDENT AUDITORS' REPORT**

**To the Board of Directors of Aro Granite Industries Limited**

**Report on the audit of Financial Results**

### **Opinion**

1. We have audited the annual financial results of Aro Granite Industries Limited for the year ended March 31, 2020 and the financial statement of assets and liabilities and the financial statement of cash flows as at and for the year ended on 31<sup>st</sup> March, 2020 pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ('Listing Regulations').
2. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid 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 prescribed under Section 133 Of the Companies Act, 2013 (the "Act") and other accounting principles generally accepted in India, of profit and other comprehensive income and other financial information for the year ended March 31, 2020 and the statement of assets and liabilities and the statement of cash flows as at and for the year ended on 31<sup>st</sup> March, 2020.

### **Basis for Opinion**

3. We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act and other applicable authoritative pronouncements issued by the Institute of Chartered Accountants of India. 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 together with the ethical requirements that are relevant to our audit of the financial statements 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 obtained by us, is sufficient and appropriate to provide a basis for our opinion.





## **Board of Director's Responsibilities for the Financial Results**

4. These financial results have been prepared on the basis of the annual financial statements. The Company's Board of Directors are responsible for the preparation and presentation of these financial results that give a true and fair view of the profit and other comprehensive income and other financial information of the company and the statement of assets and liabilities and the statement of cash flows in accordance with the recognition and measurement principles laid down in the Indian Accounting Standards 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. The Board of Directors of the Company are responsible for 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 the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the financial results by the Directors of the Company, as aforesaid.
5. In preparing the financial results, the Board of Directors of the company are responsible for assessing the ability of the Company 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.
6. The Board of Directors of the company are responsible for overseeing the financial reporting process.

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

7. 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.
8. As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:
  - i. 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.

- ii. Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
  - iii. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
  - iv. 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 ability of the Company 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.
  - v. 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.
  - vi. Obtain sufficient appropriate audit evidence regarding the financial results of the entities within the Company to express an opinion on the Financial Results.
9. We communicate with those charged with governance of the Company 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.





## Other Matters

10. The financial results include the results for the quarter ended March 31, 2020 being the balancing figures between the audited figures in respect of the full financial year and the published audited year to date figures up to the third quarter of the current financial year.
11. The financial results dealt with by this report have been prepared for the express purpose of filing with stock exchanges on which the Company's shares are listed. These results are based on and should be read with the audited financial statements of the company for the year ended March 31, 2020 on which we have issued an unmodified audit opinion vide our report dated June 26, 2020.

**For VAPS & Co.**  
Chartered Accountants  
Firm Registration No. - 003612N



**Praveen Kumar Jain**  
Partner  
Membership Number: 082515  
UDIN: 20082515AAAACR1994



**Place:** Hosur, Tamilnadu  
**Date:** June 26, 2020





# Aro granite industries Ltd.

Regd. Office : 1001, 10th Floor, DLF Tower A, Jasola, New Delhi - 110 025.  
Phone : 91-11- 41686169, Fax : 91-11- 26941984, E-mail : arodelhi@arotile.com

Date: 26.06.2020

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  
5<sup>th</sup> Floor, Exchange Plaza  
Bandra (E)  
Mumbai 400051  
(SCRIP CODE: AROGRANITE/EQ)

Re: Declaration pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosures Requirements)(Amendment) Regulations, 2016 and SEBI Circular No CIR/ CFD / CMD/ 56/ 2016 dated 27.05.2016

Dear Sir,

I, Sabyasachi Panigrahi, Company Secretary & Compliance Officer of Aro granite industries limited, having its Registered Office at 1001, 10<sup>th</sup> Floor, DLF Tower A, Jasola, New Delhi 110025 hereby declare that the Statutory Auditors of the Company, M/s VAPS & Company, Chartered Accountants (Firm Registration No. 003612N), New Delhi have issued an Audit Report with unmodified opinion in respect of the standalone audited financial results for the Quarter/financial year ended March 31, 2020.

This declaration is issued in compliance with the requirements of Regulation 33(3)(d) of the SEBI (Listing Obligations and Disclosure Requirement) (Amendment) Regulations 2016 as amended by circular no. CIR/CFD/CMD/56/2016 dated 27.05.2016 vide Notification No. SEBI/LAD-NRO/GN/2016-17/001 dated 25.05.2016 read with SEBI Circular No CIR/CFD/CMD/56/2016 dated 27<sup>th</sup> May 2016.

Kindly take this declaration on your record.

Thanking you,

Yours faithfully  
For Aro granite industries ltd.

  
Company Secretary

CORP. OFF. & WORKS :

KONERIPALLI VILLAGE, SHOOLAGIRI (VIA), HOSUR TALUK - 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 : L74899DLI988PLC031510

