



**AARTI
INDUSTRIES
LIMITED**

October 30, 2021

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

BSE CODE –524208

To,
Listing/Compliance Department
**National Stock Exchange of
India Limited**
“Exchange Plaza”, Plot No. C/1,
G Block Bandra-Kurla Complex,
Bandra (East),
Mumbai – 400 051.

NSE CODE:AARTIIND

Dear Sir/Madam,

Ref.: Compliance of Regulation 33 of the SEBI (LODR)
Regulations, 2015
Sub : Audited Financial Results for the quarter and half year ended
September 30, 2021

We wish to inform you that Board of Directors at its Meeting held on **Saturday, October 30, 2021**, approved the Audited Standalone and Consolidated Financial Results for the Quarter and half year ended September 30, 2021.

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

- Audited Standalone and Consolidated Financial Results for the quarter and half year ended September 30, 2021;
- Audited Standalone and Consolidated Segment wise Revenue Results for the quarter and half year ended September 30, 2021;
- Audited Standalone and Consolidated Statement of Assets and Liabilities;
- Audited Standalone and Consolidated Cash Flow Statement;
- Auditor's Report on the Standalone and Consolidated Audited Financial Results for the quarter and half year ended September 30, 2021.

Further, please note that the Company has already made necessary arrangement to publish the same in the newspapers as required under the SEBI (LODR) Regulations, 2015.

The Meeting of the Board of Directors commenced at 2:00 p.m. and concluded at 6:20 p.m.

Please take note of the same on your record.

Thanking you,

Yours faithfully,
For **AARTI INDUSTRIES LIMITED**




RAJ SARRAF
COMPANY SECRETARY
ICSI M. NO. A15526
Encl.: as above.

www.aarti-industries.com | CIN: L24110GJ1984PLC007301

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

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AARTI INDUSTRIES LIMITED

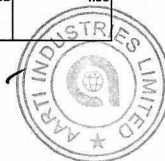
AUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED 30TH SEPTEMBER 2021

(Rs in Lakhs)

Sr. No.	Particulars	Standalone Result					
		3 Months Ended			6 Months Ended		Year Ended
		30th Sept 2021 (Audited)	30th Jun 2021 (Audited)	30th Sept 2020 (Audited)	30th Sept 2021 (Audited)	30th Sept 2020 (Audited)	31st Mar 2021 (Audited)
1	INCOME						
	Revenue from Operations (Gross)	170,618	149,678	127,807	320,296	227,477	480,782
	Less: GST Collected	20,448	18,275	15,194	38,723	24,380	49,111
	a) Revenue from Operations (Net)	150,170	131,403	112,613	281,573	203,097	431,671
	b) Other Income	51	1	2	52	3	195
	Total Income	150,221	131,404	112,615	281,625	203,100	431,866
2	EXPENSES						
	a) Cost of Materials Consumed	79,105	69,906	48,474	149,011	90,844	192,284
	b) Purchases of Stock-in-Trade	3,967	4,121	5,480	8,088	10,058	18,579
	c) Changes in Inventories of Finished Goods, Work-in-progress and Stock-in-Trade	(3,962)	(11,368)	1,815	(15,330)	(1,856)	(6,541)
	d) Employee Benefits Expense	9,703	9,747	9,045	19,450	17,724	35,828
	e) Finance Costs	1,815	3,810	2,154	5,625	4,673	8,616
	f) Depreciation and Amortisation Expenses	6,926	6,684	5,179	13,610	10,056	21,831
	g) Other Expenses	31,248	28,329	23,730	59,577	44,666	98,069
	Total Expenses	128,802	111,229	95,877	240,031	176,165	368,666
3	Profit/(Loss) before Exceptional Items and Tax (1-2)	21,419	20,175	16,738	41,594	26,935	63,200
4	Exceptional Items	-	-	-	-	-	-
5	Profit/(Loss) before Tax (3-4)	21,419	20,175	16,738	41,594	26,935	63,200
6	TAX EXPENSES						
	a) Current Year Tax	3,750	3,525	2,850	7,275	4,600	11,000
	b) Earlier Year Tax	-	-	-	-	-	-
	c) MAT Credit Utilised/(Entitlement)	-	-	(450)	-	(650)	(1,350)
	d) Deferred Tax	500	400	700	900	1,200	2,200
	Total Tax Expenses	4,250	3,925	3,100	8,175	5,150	11,850
7	Net Profit/(Loss) from Ordinary Activities after Tax (5-6)	17,169	16,250	13,638	33,419	21,785	51,350
8	Extraordinary Items (Net of Tax Expense)	-	-	-	-	-	-
9	Net Profit/(Loss) for the period (7-8)	17,169	16,250	13,638	33,419	21,785	51,350
10	Profit/(Loss) for the period attributable to						
	a) Owners of the Company	17,169	16,250	13,638	33,419	21,785	51,350
	b) Non Controlling Interest	-	-	-	-	-	-
11	Other Comprehensive Income	173	(302)	1,838	(129)	2,715	3,997
12	Total Comprehensive Income for the period (Comprising Profit (Loss) and Other Comprehensive Income for the period) (10+11)	17,342	15,948	15,476	33,290	24,500	55,347
13	Earnings per Equity share:						
	(1) Basic	4.74	4.48	7.83	9.22	12.50	29.47
	(2) Diluted	4.74	4.66	7.83	9.22	12.50	29.47
14	Earnings per Equity share: (after adjusting historic EPS numbers for Bonus Issue of June 2021)						
	(1) Basic	4.74	4.48	3.91	9.22	6.25	14.74
	(2) Diluted	4.74	4.66	3.91	9.22	6.25	14.74
15	Paid-up Equity Share Capital (Face Value of Rs. 5/-each)	18,125	18,125	8,712	18,125	8,712	8,712
16	Reserve excluding Revaluation Reserves as per Balance Sheet of previous Accounting Year						332,462

Other Disclosures:

Particulars	Standalone Result					
	3 Months Ended			6 Months Ended		Year Ended
	30th Sept 2021	30th Jun 2021	30th Sept 2020	30th Sept 2021	30th Sept 2020	31st Mar 2021
Operating Margin (%) (EBIDTA-Other Income)/(Gross Revenue)	15.16%	17.87%	16.41%	16.42%	16.05%	16.97%
Net Profit Margin (%) (PAT)/(Gross Revenue)	10.06%	10.86%	10.67%	10.43%	9.58%	10.68%
Debt Service Coverage Ratio (EBIT+Exceptional Items)/(Interest Exp+Principal Repayments during the period)	3.10	2.54	2.69	2.79	2.19	2.16
Interest Service Coverage Ratio (Earnings before Interest and Tax/Interest Expenses for the period)	13.74	6.62	9.30	8.90	7.25	9.22
Net Worth (in Lakhs) (Equity Share Capital+Other Equity)				487,694	312,940	341,174
Debt-Equity Ratio (Total Debt)/(Total Equity)				0.48	0.78	0.83
Capital Redemption Reserve (in Lakhs)				0	0	0
Current Ratio (Current Assets)/(Current Liabilities)				1.39	1.11	0.98
Long Term Debt to Working Capital (Non-current Borrowings Including Current Maturities of Non-current Borrowings)/(Current Assets - Current Liabilities excluding current Maturities of Non-current Borrowings)				1.8	1.3	1.42
Current Liability Ratio (Total Current Liabilities)/(Total Liabilities)				0.57	0.53	0.58
Total Debts to Total Assets (Total Debts)/(Total Assets)				0.27	0.37	0.38
Debtors Turnover Ratio (Value of Sales & Services)/(Average Trade Receivables)				5.82	5.54	5.06
Inventory Turnover Ratio (Cost Of Goods Sold)/(Average Inventories of Finished Goods, Stock-in-Process and Stock-in-Trade)				4.66	3.32	4.38



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AARTI INDUSTRIES LIMITED

AUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED 30TH SEPTEMBER 2021

(Rs in Lakhs)

Sr. No.	Particulars	Consolidated Result					
		3 Months Ended			6 Months Ended		Year Ended
		30th Sept 2021 (Audited)	30th Jun 2021 (Audited)	30th Sept 2020 (Audited)	30th Sept 2021 (Audited)	30th Sept 2020 (Audited)	31st Mar 2021 (Audited)
1	INCOME						
	Revenue from Operations (Gross)	176,198	150,335	133,038	326,533	236,550	502,328
	Less: GST Collected	21,040	18,659	15,774	39,699	25,553	51,718
	a) Revenue from Operations (Net)	155,158	131,676	117,264	286,834	210,997	450,610
	b) Other income	52	5	4	57	26	70
	Total Income	155,210	131,681	117,268	286,891	211,023	450,680
2	EXPENSES						
	a) Cost of Materials Consumed	81,961	66,513	48,667	148,474	91,606	193,757
	b) Purchases of Stock-in-Trade	5,302	5,803	7,365	11,105	12,864	24,424
	c) Changes in Inventories of Finished Goods, Work-in-progress and Stock-in-Trade	(5,065)	(11,309)	1,778	(16,374)	(1,963)	(5,325)
	d) Employee Benefits Expense	9,892	9,947	9,351	19,839	18,319	37,138
	e) Finance Costs	1,848	3,829	2,215	5,677	4,747	8,637
	f) Depreciation and Amortisation Expenses	7,106	6,859	5,502	13,965	10,701	23,131
	g) Other Expenses	32,091	29,341	24,674	61,432	46,543	102,463
	Total Expenses	133,135	110,983	99,552	244,118	182,817	384,225
3	Profit/(Loss) before Exceptional Items and Tax (1-2)	22,075	20,698	17,716	42,773	28,206	66,455
4	Exceptional Items	-	-	-	-	-	-
5	Profit/(Loss) before Tax (3-4)	22,075	20,698	17,716	42,773	28,206	66,455
6	TAX EXPENSES						
	a) Current Year Tax	3,877	3,675	3,011	7,552	4,829	11,603
	b) Earlier Year Tax	-	-	-	-	-	-
	c) MAT Credit Utilised/(Entitlement)	79	101	(349)	180	(497)	(980)
	d) Deferred Tax	514	414	704	928	1,204	2,310
	Total Tax Expenses	4,470	4,190	3,366	8,660	5,536	12,933
7	Net Profit/(Loss) from Ordinary Activities after Tax (5-6)	17,605	16,508	14,350	34,113	22,670	53,522
8	Extraordinary Items (Net of Tax Expense)	-	-	-	-	-	-
9	Net Profit/(loss) for the period (7-8)	17,605	16,508	14,350	34,113	22,670	53,522
10	Profit/(loss) for the period attributable to						
	a) Owners of the Company	17,611	16,486	14,024	34,097	22,210	52,347
	b) Non Controlling Interest	(6)	22	326	16	460	1,175
11	Other Comprehensive Income	3	(30)	1,838	(27)	2,715	4,794
12	Total Comprehensive Income for the period (Comprising Profit (Loss) and Other Comprehensive Income for the period) (10+11)	17,614	16,456	15,862	34,070	24,925	57,141
13	Earnings per Equity share:						
	(1) Basic	4.86	4.55	8.05	9.41	12.75	30.04
	(2) Diluted	4.86	4.73	8.05	9.41	12.75	30.04
14	Earnings per Equity share: (after adjusting historic EPS numbers for Bonus issue of June 2021)						
	(1) Basic	4.86	4.55	4.02	9.41	6.37	15.02
	(2) Diluted	4.86	4.73	4.02	9.41	6.37	15.02
15	Paid-up Equity Share Capital (Face Value of Rs. 5/-each)	18,125	18,125	8,712	18,125	8,712	8,712
16	Reserve excluding Revaluation Reserves as per Balance Sheet of previous Accounting Year						341,527

Other Disclosures:

Particulars	Consolidated Result					
	3 Months Ended			6 Months Ended		Year Ended
	30th Sept 2021	30th Jun 2021	30th Sept 2020	30th Sept 2021	30th Sept 2020	31st Mar 2021
Operating Margin (%) (EBIDTA-Other Income)/(Gross Revenue)	15.04%	18.09%	16.58%	16.44%	16.10%	16.97%
Net Profit Margin (%) (PAT)/(Gross Revenue)	9.99%	10.98%	10.79%	10.45%	9.58%	10.65%
Debt Service Coverage Ratio (EBIT+Exceptional Items)/(Interest Exp+Principal Repayments during the period)	3.17	2.60	2.82	2.86	2.28	2.26
Interest Service Coverage Ratio (Earnings before Interest and Tax/Interest Expenses for the period)	13.56	6.86	9.64	9.08	7.48	9.66
Net Worth (in Lakhs) (Equity Share Capital+Other Equity)				499,846	330,957	351,514
Debt-Equity Ratio (Total Debt)/(Total Equity)				0.47	0.74	0.81
Capital Redemption Reserve (in Lakhs)				36	71	71
Current Ratio (Current Assets)/(Current Liabilities)				1.39	1.12	0.99
Long Term Debt to Working Capital (Non-Current Borrowings Including Current Maturities of Non-current Borrowings)/(Current Assets - Current Liabilities excluding current Maturities of Non-current Borrowings)				1.99	1.29	1.41
Current Liability Ratio (Total Current Liabilities)/(Total Liabilities)				0.57	0.53	0.58
Total Debts to Total Assets (Total Debts)/(Total Assets)				0.27	0.36	0.37
Debtors Turnover Ratio (Value of Sales & Services)/(Average Trade Receivables)				7.5	5.98	5.71
Inventory Turnover Ratio (Cost Of Goods Sold)/(Average Inventories of Finished Goods, Stock-in-Process and Stock-in-Trade)				2.92	3.22	3.15



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Notes:-

- 1 The above results for the quarter and half year ended September 30, 2021, have been reviewed by the Audit Committee and approved by the Board of Directors in their meetings held on October 30, 2021.
- 2 The Board of Directors declared Interim Dividend of Rs. 1/- (20%) per equity shares of Rs. 5/- each amounting to Rs. 36,25,04,035/- and fixed the November 11, 2021 as the Record Date in this regard.
- 3 The Company has entered into forward contracts to hedge its exports. Mark to market gain/(loss) for such contracts as at the end of reporting period is recognised in these statements. Mark to market gain/(loss) in respect of near term contracts amounting to Rs. 1,062 Lakhs is expensed off in the above P&L statement, while mark to market gain/(loss) in respect of long term contracts amounting to Rs. 989 Lakhs is adjusted under Other Comprehensive Income. The component adjusted under Other Comprehensive Income will be appropriately treated in P&L when the underlying cash-flow impact accrues.
- 4 The Company had further recognised revaluation gain/(loss) to the extent of 188 Lakhs in respect of its long term borrowings (ECBs) as at 30th Sept, 2021 and included the same in its Finance Costs appearing above.
- 5 The Company has retained its Long Term Issuers & Bank Facilities credit ratings of AA/Stable from CRISIL and India Ratings.
- 6 The Company has repaid Commercial Papers on their respective due dates. The Commercial Papers (Listed and unlisted) outstanding as on September 30, 2021 was Rs. 15,000 Lakhs and 10,000 Lakhs, respectively. The Commercial papers (Short Term Debt) has been rated by India Rating and CRISIL and assigned is A1+ rating by both the rating agencies.
- 7 The Company through Qualified Institutional Placement (QIP) allotted 1,40,35,087 equity shares to the eligible Qualified Institutional Buyers (QIB) at a issue price of Rs. 855/- per equity share (including a premium of Rs. 850/- per equity share) aggregating to Rs. 1,200 crore on June 30, 2021. The issue was made in accordance with the SEBI (Issue of Capital and Disclosure Requirements) Regulations, 2018 as amended (the "SEBI ICDR Regulations"), and Sections 42 and 62 of the Companies Act, 2013, as amended, including the rules made thereunder (the "Issue"). Funds received pursuant to QIP are fully utilised towards the object stated in the placement document.
- 8 Figures for the previous period have been regrouped or rearranged wherever necessary.
- 9 The aforesaid Audited Financial Results will be uploaded on the Company's website www.aarti-industries.com and will also be available on the website of BSE Limited www.bseindia.com and the National Stock Exchange of India Limited www.nseindia.com for the benefit of the shareholders and investors.

For AARTI INDUSTRIES LIMITED


RAJENDRA V. GOGRI

CHAIRMAN AND MANAGING DIRECTOR

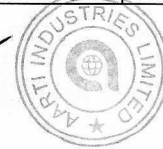
Place: Mumbai

Date: October 30, 2021

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

(Rs. In Lakhs)

Sr. No.	Particulars	Standalone Result					
		3 Months Ended			6 Months Ended		Year Ended
		30th Sept 2021 (Audited)	30th Jun 2021 (Audited)	30th Sept 2020 (Audited)	30th Sept 2021 (Audited)	30th Sept 2020 (Audited)	31st Mar 2021 (Audited)
1	Segment Revenue (Gross)						
	a) Speciality Chemicals	142,770	122,113	103,687	264,883	182,390	385,552
	b) Pharmaceuticals	27,848	27,565	24,120	55,413	45,087	95,230
	Total Revenue (Gross)	170,618	149,678	127,807	320,296	227,477	480,782
	Less: GST Collected	20,448	18,275	15,194	38,723	24,380	49,111
	Total Revenue (Net)	150,170	131,403	112,613	281,573	203,097	431,671
2	Segment Results Profit / (Loss) (Before Tax and Interest from each Segment)						
	a) Speciality Chemicals	23,421	22,639	17,658	46,060	30,076	70,654
	b) Pharmaceuticals	4,127	5,233	5,846	9,360	10,504	21,096
	Total	27,548	27,872	23,504	55,420	40,580	91,750
	Less: Interest	1,815	3,810	2,154	5,625	4,673	8,616
	Other Unallocable Expenditure (Net)	4,314	3,887	4,612	8,201	8,972	19,934
	Total Profit before Tax	21,419	20,175	16,738	41,594	26,935	63,200
3	Segment Assets						
	a) Speciality Chemicals	632,253	575,050	485,046	632,253	485,046	539,732
	b) Pharmaceuticals	147,828	140,369	118,798	147,828	118,798	134,173
	c) Unallocated Capital	40,099	43,506	37,524	40,099	37,524	36,870
	Total	820,180	758,925	641,368	820,180	641,368	710,775
	Segment Liabilities						
	a) Speciality Chemicals	131,963	126,642	99,093	131,963	99,093	117,573
	b) Pharmaceuticals	22,934	20,731	18,295	22,934	18,295	22,795
	c) Unallocated Capital	21,998	22,898	20,098	21,998	20,098	21,098
	Total	176,895	170,271	137,486	176,895	137,486	161,466



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

(Rs in Lakhs)

Sr. No.	Particulars	Consolidated Result					
		3 Months Ended			6 Months Ended		Year Ended
		30th Sept 2021 (Audited)	30th Jun 2021 (Audited)	30th Sept 2020 (Audited)	30th Sept 2021 (Audited)	30th Sept 2020 (Audited)	31st Mar 2021 (Audited)
1	Segment Revenue (Gross)						
	a) Speciality Chemicals	148,350	122,770	108,918	271,120	191,463	407,098
	b) Pharmaceuticals	27,848	27,565	24,120	55,413	45,087	95,230
	Total Revenue (Gross)	176,198	150,335	133,038	326,533	236,550	502,328
	Less: GST Collected	21,040	18,659	15,774	39,699	25,553	51,718
	Total Revenue (Net)	155,158	131,676	117,264	286,834	210,997	450,610
2	Segment Results Profit / (Loss) (Before Tax and Interest from each Segment)						
	a) Speciality Chemicals	24,200	23,247	18,799	47,447	31,634	74,637
	b) Pharmaceuticals	4,127	5,233	5,846	9,360	10,504	21,096
	Total	28,327	28,480	24,645	56,807	42,138	95,733
	Less: Interest	1,848	3,829	2,215	5,677	4,747	8,637
	Other Unallocable Expenditure (Net)	4,404	3,953	4,714	8,357	9,185	20,641
	Total Profit before Tax	22,075	20,698	17,716	42,773	28,206	66,455
3	Segment Assets						
	a) Speciality Chemicals	641,280	585,156	505,706	641,280	505,706	548,986
	b) Pharmaceuticals	147,828	140,369	118,798	147,828	118,798	134,173
	c) Unallocated Capital	42,897	45,263	38,609	42,897	38,609	39,777
	Total	832,005	770,788	663,113	832,005	663,113	722,936
	Segment Liabilities						
	a) Speciality Chemicals	130,921	126,593	100,649	130,921	100,649	117,254
	b) Pharmaceuticals	22,934	20,731	18,295	22,934	18,295	22,795
	c) Unallocated Capital	23,238	24,153	22,305	23,238	22,305	23,394
	Total	177,093	171,477	141,249	177,093	141,249	163,443

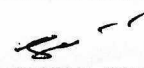
Notes:-


1. The Company at its Board meeting held on August 19, 2021 had considered and approved a Scheme of Arrangement ("Scheme") whereby the Pharma Business and allied activities of Aarti Industries Limited ("Demerged Company") would be demerged into Aarti Pharmed Labs Limited (Formerly known as Aarti Organics Limited), a wholly owned subsidiary Company of Aarti Industries Limited ("the Resulting Company"), as a going concern basis with effect from the Appointed Date i.e. July 1, 2021.

As per the Scheme The Demerged Company would demerge its Pharma business and allied activities along with a part of Speciality Chemical Business, which is a backward integrated facility providing feeding material to the Pharma Business. As per the restructuring proposed in the Scheme, the Company has restated the Segment Financials by reclassifying the part of Speciality Chemical Business (which is being demerged) under the Pharmaceuticals Segment in this segment report. The figures related to prior periods have also been rearranged in a similar manner.

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

For AARTI INDUSTRIES LIMITED



RAJENDRA V. GOGRI
 CHAIRMAN AND MANAGING DIRECTOR
 

 Place : Mumbai
 Date: October 30, 2021



Standalone and Consolidated Statement of Assets and Liabilities

(Rs in Lakhs)

Sr. No.	Particulars	Standalone		Consolidated	
		30th Sept 2021	31st Mar 2021	30th Sept 2021	31st Mar 2021
A	ASSETS				
1	Non-Current Assets				
	(a) Property, Plant and Equipment	366,034	351,067	374,279	359,248
	(b) Capital work-in-progress	162,240	129,791	162,240	129,791
	(c) Other Intangible assets	5	10	5	10
	(d) Financial Assets				
	(i) Investments	3,626	3,626	6,462	6,352
	(e) Other Non-Current Assets	30,947	31,714	31,113	32,007
	Total Non-Current Assets	562,852	516,208	574,099	527,408
2	Current Assets				
	(a) Inventories	115,751	90,146	120,295	93,568
	(b) Financial Assets				
	(i) Trade Receivables	111,552	81,908	107,442	79,373
	(ii) Cash and Cash Equivalents	5,402	5,360	5,411	5,450
	(iii) Bank Balances other than (ii) above	33,054	35,239	34,509	35,782
	(iv) Other Current Financial Assets	25,947	18,720	26,026	18,748
	(c) Other Current Assets	4,079	3,792	4,143	3,839
	Total Current Assets	295,785	235,165	297,826	236,760
	TOTAL ASSETS	858,637	751,373	871,925	764,168
B	EQUITY AND LIABILITIES				
1	Equity				
	(a) Equity Share Capital	18,125	8,712	18,125	8,712
	(b) Other Equity	469,570	332,462	481,656	341,578
	(c) Non Controlling Interest	-	-	64	1,224
	Total Equity	487,695	341,174	499,845	351,514
2	Liabilities				
	Non-Current Liabilities				
	(a) Financial Liabilities				
	(i) Borrowings	108,965	126,805	109,055	126,805
	(b) Deferred Tax Liabilities (Net)	21,998	21,098	23,238	23,394
	(c) Other Non-Current Liabilities	27,703	22,441	27,703	22,441
	Total Non-Current Liabilities	158,666	170,344	159,996	172,640
	Current Liabilities				
	(a) Financial Liabilities				
	(i) Borrowings	85,081	121,929	85,932	122,407
	(ii) Trade Payables	62,375	58,464	60,854	57,633
	(b) Other Current Liabilities	61,676	55,758	61,731	55,962
	(c) Provisions	3,144	3,704	3,567	4,012
	Total Current Liabilities	212,276	239,855	212,084	240,014
	TOTAL EQUITY AND LIABILITIES	858,637	751,373	871,925	764,168

Note:-

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

Place : Mumbai
Date: October 30, 2021

For AARTI INDUSTRIES LIMITED

RAJENDRA V. GOGRI
CHAIRMAN AND MANAGING DIRECTOR



Cash Flow Statement for the half year ended 30th September, 2021

(Rs in Lakhs)

Sr. No.	Particulars	Standalone		Consolidated	
		30th Sept, 2021	30th Sept, 2020	30th Sept, 2021	30th Sept, 2020
A.	Cash Flow from Operating Activities:				
	Net Profit before Tax and Exceptional/Extraordinary Items	41,594	26,935	42,773	28,206
	<u>Adjustments for:</u>				
	Finance Costs	5,625	4,673	5,677	4,747
	Depreciation and Amortisation Expenses	13,610	10,056	13,965	10,701
	Consolidated Adjustment	-	-	(19)	(25)
		60,829	41,664	62,396	43,629
	Profit on Sale of Assets/Investments	(42)	NIL	(44)	NIL
	Lease Rent Income	(3)	(3)	(3)	(5)
	Operating Profit before Working Capital Changes	60,784	41,661	62,349	43,624
	<u>Adjustments for:</u>				
	(Increase)/Decrease in Trade and Other Receivables	(35,643)	(6,986)	(34,233)	(5,853)
	Increase/(Decrease) in Trade Payables and Other Current Liabilities	7,544	(2,604)	6,955	(3,486)
	(Increase)/Decrease in Inventories	(25,605)	(3,816)	(26,727)	(3,941)
	Cash Generated from Operations	7,080	28,255	8,344	30,344
	Direct Taxes Paid	(7,033)	(5,073)	(7,271)	(5,261)
	Net Cash Flow from Operating Activities (A)	47	23,182	1,073	25,083
B.	Cash Flow from Investing Activities:				
	Addition to Property, Plant & Equipment/Capital WIP	(61,440)	(52,645)	(61,855)	(52,804)
	Sale/Written off of Property, Plant & Equipment	31	NIL	(18)	NIL
	(Increase)/Decrease in Other Investments	NIL	NIL	NIL	(500)
	Lease Rent Income	3	3	3	5
	Net Cash Flow from Investing Activities (B)	(61,406)	(52,642)	(61,870)	(53,299)
C.	Cash Flow from Financing Activities:				
	Proceeds/(Repayment) of Long-Term Borrowings	(11,542)	46,818	(11,593)	46,442
	Proceeds/(Repayment) of Other Borrowings	(36,848)	(9,026)	(36,476)	(9,975)
	Finance Costs	(5,625)	(4,673)	(5,677)	(4,747)
	Increase in Equity by QIP (Net of Expenses)	118,669	NIL	118,669	NIL
	Dividend Paid	(5,438)	(1,742)	(5,438)	(1,742)
	Net Cash Flow from Financing Activities (C)	59,216	31,377	59,485	29,978
	Net Increase/(Decrease) in Cash and Cash Equivalents (A+B+C)	(2,143)	1,917	(1,312)	1,762
	Cash and Cash Equivalents (Opening Balance)	40,599	23,337	41,232	24,729
	Cash and Cash Equivalents (Closing Balance)	38,456	25,254	39,920	26,491

Note:-

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

Place : Mumbai

Date: October 30, 2021

For AARTI INDUSTRIES LIMITED



 RAJENDRA V. GOGRI
CHAIRMAN AND MANAGING DIRECTOR

INDEPENDENT AUDITOR'S REPORT TO THE BOARD OF DIRECTORS OF AARTI INDUSTRIES LIMITED

Report on the audit of the Standalone Financial Results

Opinion

We have audited the accompanying standalone quarterly financial results of Aarti Industries Limited ("the company") for the quarter ended September, 2021 and the year to date results for the period from April 1, 2021 to September 30, 2021, 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 standalone 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 and other accounting principles generally accepted in India of the net profit and other comprehensive income and other financial information for the quarter ended September 30, 2021 as well as the year to date results for the period from April 1, 2021 to September 30, 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 Standards are further described in the Auditor's Responsibilities for the Audit of the 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 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 Standalone Financial Results

These quarterly financial results as well as the year to date standalone financial results have been prepared on the basis of the interim 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 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



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Bengaluru | Hyderabad | Mumbai | Nashik | Pune

H/16, Saraswat Colony, Sittladevi Temple Road, Mahim, Mumbai - 400016, India | T: +91 22 24444119,15 / 24469713 | F: +91 22 24441147 | E: kpcamumbai@kirtanepandit.com

Regd. Office: 5th Floor, Wing A, Gopal House, S.No. 127/1B/1, Plot-A1, Opp. Harshal Hall, Pune - 411 029, India | T: +91 20 67295100, 25433104, 8764 | F: +91 20 25447603 | www.kirtanepandit.com

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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 standalone 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 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 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 standalone financial results.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

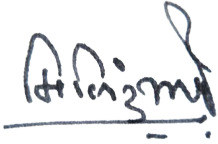
- Identify and assess the risks of material misstatement of the standalone financial results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not 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 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.



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



**Milind Bhave
Partner
M No. 047973**

UDIN: 21047973AAAAEB6098

**Place: Mumbai
Date: 30.10.2021**

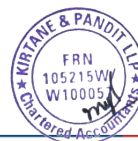
**INDEPENDENT AUDITOR'S REPORT
TO THE BOARD OF DIRECTORS OF
AARTI INDUSTRIES LIMITED
Report on the audit of the Consolidated Financial Results**

Opinion

We have audited the accompanying Statement of Consolidated Financial Results of Aarti Industries Limited ("Holding company") and its subsidiaries (holding company and its subsidiaries together referred to as "the Group") for the quarter ended September 30, 2020 and for the period from April 1, 2021 to September 30, 2021 ("the Statement"), being submitted by the holding company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations"). Attention is drawn to the fact that the consolidated figures for the corresponding quarter ended September 30, 2021 and the corresponding period from April 1, 2021 to September 30, 2021, as reported in these financial results have been approved by the holding company's Board of Directors, but have not been subjected to audit.

In our opinion and to the best of our information and according to the explanations given to us, and based on the consideration of the reports of the other auditors on separate financial statements/ financial information of subsidiaries, the Statement:

- a. includes the results of the following entities:
 - i. Aarti Corporate Services Limited
 - ii. Shanti Intermediates Private Limited (through its Holding Company: Aarti Corporate Services Limited)
 - iii. Nascent Chemical Industries Limited (through its Holding Company: Aarti Corporate Services Limited)
 - iv. Alchemie (Europe) Limited
 - v. Innovative Envirocare Jhagadia Limited
 - vi. Aarti USA Inc.
 - vii. Aarti Polychem Private Limited
 - viii. Aarti Bharuch Limited
 - ix. Aarti Organics Limited
 - x. Aarti Spechem Limited
 - xi. Aarti Pharmachem Limited



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- b. is presented in accordance with the requirements of Regulation 33 of the Listing Regulations, as amended; and
- c. gives a true and fair view, in conformity with the applicable accounting standards, and other accounting principles generally accepted in India, of consolidated total comprehensive income (comprising of net profit and other comprehensive income) and other financial information of the Group for the quarter ended September 30, 2021 and for the period from April 1,2021 to September 30,2021.

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 Standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated Financial Results section of our report. We are independent of the Group 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 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 obtained by us and other auditors in terms of their reports referred to in "Other Matter" paragraph below, is sufficient and appropriate to provide a basis for our opinion.

Management's Responsibilities for the Consolidated Financial Results

These quarterly financial results as well as the year to date consolidated financial results have been prepared on the basis of the interim financial statements.

The Holding Company's Board of Directors are responsible for the preparation and presentation of these consolidated financial results that give a true and fair view of the net profit and other comprehensive income and other financial information of the Group 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 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 respective Board of Directors of the companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Group 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 consolidated financial results 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 consolidated financial results by the Directors of the Holding Company, as aforesaid.



In preparing the consolidated financial results, the respective Board of Directors of the companies 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 Board of Directors either intends to liquidate the Group 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 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 consolidated financial results.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional scepticism 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 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 ability of the Group 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 consolidated 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 consolidated financial results represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial results/financial information of the entities within the Group to express an opinion on the consolidated Financial Results. We are responsible for the direction, supervision and performance of the audit of financial information of such entities included in the consolidated financial results of which we are the independent auditors. For the other entities included in the consolidated Financial Results, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

We communicate with those charged with governance of the Holding Company and such other entities included in the consolidated financial results of which we are the independent auditors 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.

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

Other Matters

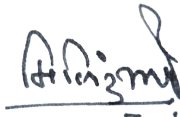
The consolidated Financial Results include the audited financial results of 9 subsidiaries and 1 jointly controlled entity, whose interim Financial Statements/Financial Results/financial information reflects Group's share of total assets of Rs.166.96 cr as at September 30, 2021, Group's share of total revenue of Rs.41.17 cr and Rs.83.79 cr and Group's share of total net profit after tax of Rs.19.26 and Rs.44.70 cr for the quarter ended September 30 2021 and for the period from April 1, 2021 to September 30, 2021 respectively, as considered in the consolidated Financial Results, which have been audited by their respective independent auditors. The independent auditors' reports on interim financial statements/Financial Results/financial information of these entities have been furnished to us and our opinion on the consolidated Financial Results, in so far as it relates to the amounts and disclosures included in respect of these entities, is based solely on the report of such auditors and the procedures performed by us are as stated in paragraph above.



The consolidated Financial Results include the unaudited financial results of 2 subsidiaries whose interim Financial Statements reflects Group's share of total assets of Rs.135.88 cr as at September 30, 2021, Group's share of total revenue of Rs.76.18 Cr and Rs.146.94 cr and Group's share of total net profit after tax of Rs.73.83 cr and Rs. 128.14 cr for the quarter ended September 30 2021 and for the period from April 1, 2021 to September 30, 2021 respectively, as considered in the consolidated Financial Results. These unaudited interim financial statements have been furnished to us by the board of directors and our opinion on the consolidated Financial Results, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, is based solely on such unaudited interim financial statement. In our opinion and according yo the information and explanations given to us by the Board of Directors, these interim financial statements is not material to the Group.

Our opinion on the consolidated Financial Results is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditors and the Financial Results/financial information certified by the Board of Directors.

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



**Milind Bhave
Partner
M No. 047973
UDIN: 21047973AAAAEC4869**

**Place: Mumbai
Date: 30.10.2021**