



**AARTI  
SURFACTANTS  
LIMITED**

(Formerly Known as : Arti Surfactants Ltd.)

**May 26, 2022**

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

**BSE CODE : 543210**

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

Dear Sir/Madam,

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

The Board of Directors at their meeting held today i.e. **Thursday, May 26, 2022** inter-alia considered and approved the following;

The Audited Financial Results of the Company (Standalone and Consolidated) for the Quarter and Year ended March 31, 2022. 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, 2022.

The Meeting of the Board of Directors commenced at 5:45 p.m. and concluded at 8:05 pm.

Please take note of the same on your record.

Thanking you,

Yours faithfully,

**FOR AARTI SURFACTANTS LIMITED**

Nikhil Desai  
**Managing Director**  
DIN: 01660649  
Encl.: as above



[www.aarti-surfactants.com](http://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](mailto:info@aarti-surfactants.com)

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



# AARTI SURFACTANTS LIMITED

(Formerly Known as : Arti Surfactants Ltd.)

## AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31st MARCH 2022

(Rs. in Lakhs)

Sr. No.	Particulars	Standalone Result				
		3 Months Ended			Year Ended	
		31st Mar 2022 (Audited)	31st Dec 2021 (Audited)	31st Mar 2021 (Audited)	31st Mar 2022 (Audited)	31st Mar 2021 (Audited)
1	<b>INCOME</b>					
	a) Revenue from Operations (Net)	15,140.21	13,514.96	12,616.35	57,551.70	46,577.03
	b) Other Income	24.21	1.47	1.20	29.05	5.90
	<b>Total Income</b>	<b>15,164.42</b>	<b>13,516.43</b>	<b>12,617.55</b>	<b>57,580.75</b>	<b>46,582.93</b>
2	<b>EXPENSES</b>					
	a) Cost of Materials Consumed	12,467.20	9,410.16	8,904.31	46,287.46	35,615.36
	b) Changes in Inventories of Finished Goods, Work-in-progress and Stock-in-Trade	12.96	1,205.43	566.30	(732.82)	(477.20)
	c) Employee Benefits Expense	434.04	437.17	454.25	1,799.35	1,570.18
	d) Finance Costs	225.07	306.32	165.60	1,066.60	1,044.04
	e) Depreciation and Amortisation Expenses	203.58	351.11	338.56	1,244.57	1,221.07
	f) Other Expenses	1,807.61	1,586.74	1,503.52	6,983.13	5,317.41
	<b>Total Expenses</b>	<b>15,150.46</b>	<b>13,296.93</b>	<b>11,932.54</b>	<b>56,648.29</b>	<b>44,290.85</b>
3	<b>Profit/(Loss) before Exceptional Items and Tax (1-2)</b>	<b>13.96</b>	<b>219.50</b>	<b>685.01</b>	<b>932.46</b>	<b>2,292.08</b>
4	Exceptional Items	-	-	-	-	-
5	<b>Profit/(Loss) before Tax (3-4)</b>	<b>13.96</b>	<b>219.50</b>	<b>685.01</b>	<b>932.46</b>	<b>2,292.08</b>
6	<b>TAX EXPENSES</b>					
	a) Current Year Tax	(85.90)	29.00	25.00	65.71	50.00
	b) Deferred Tax	(137.68)	413.24	89.67	316.70	77.95
	<b>Total Tax Expenses</b>	<b>(223.58)</b>	<b>442.24</b>	<b>114.67</b>	<b>382.41</b>	<b>127.95</b>
7	<b>Net Profit/(Loss) from Ordinary Activities after Tax (5-6)</b>	<b>237.54</b>	<b>(222.74)</b>	<b>570.34</b>	<b>550.05</b>	<b>2,164.13</b>
8	<b>Net Profit/(loss) for the period (7-8)</b>	<b>237.54</b>	<b>(222.74)</b>	<b>570.34</b>	<b>550.05</b>	<b>2,164.13</b>
9	<b>Profit/(loss) for the period attributable to</b>					
	a) Owners of the Company	237.54	(222.74)	570.34	550.05	2,164.13
	b) Non Controlling Interest	-	-	-	-	-
10	<b>Other Comprehensive Income</b>	4.80	-	6.61	4.80	6.61
11	<b>Total Comprehensive Income for the period (Comprising Profit/(Loss) and Other Comprehensive Income for the period) (10+11)</b>	<b>242.34</b>	<b>(222.74)</b>	<b>576.95</b>	<b>554.85</b>	<b>2,170.74</b>
12	<b>Earnings per Equity share:</b>					
	(1) Basic/Diluted	3.13	(2.94)	7.52	7.25	28.53
13	<b>Paid-up Equity Share Capital (Face Value of Rs. 10/-each)</b>	758.45	758.45	758.45	758.45	758.45
14	<b>Reserve excluding Revaluation Reserves as per Balance Sheet of previous Accounting Year</b>				12,835.07	12,507.75
15	<b>Net Worth</b>				13,593.52	13,266.20

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**AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31st MARCH 2022**

(Rs. in Lakhs)

Sr. No.	Particulars	Consolidated Result				
		3 Months Ended			Year Ended	
		31st Mar 2022 (Audited)	31st Dec 2021 (Audited)	31st Mar 2021 (Audited)	31st Mar 2022 (Audited)	31st Mar 2021 (Audited)
<b>1</b>	<b>INCOME</b>					
	a) Revenue from Operations (Net)	15,140.21	13,514.96	12,616.35	57,551.70	46,577.03
	b) Other Income	24.21	1.47	1.20	29.05	5.90
	<b>Total Income</b>	<b>15,164.42</b>	<b>13,516.43</b>	<b>12,617.55</b>	<b>57,580.75</b>	<b>46,582.93</b>
<b>2</b>	<b>EXPENSES</b>					
	a) Cost of Materials Consumed	12,467.20	9,410.16	8,904.31	46,287.46	35,615.36
	b) Changes in Inventories of Finished Goods, Work-in-progress and Stock-in-Trade	12.96	1,205.43	566.30	(732.82)	(477.20)
	c) Employee Benefits Expense	434.04	437.17	454.25	1,799.35	1,570.18
	d) Finance Costs	225.15	306.24	165.60	1,066.68	1,044.04
	e) Depreciation and Amortisation Expenses	203.58	351.11	338.56	1,244.57	1,221.07
	f) Other Expenses	1,807.87	1,586.91	1,504.20	6,983.62	5,318.09
	<b>Total Expenses</b>	<b>15,150.80</b>	<b>13,297.02</b>	<b>11,933.22</b>	<b>56,648.86</b>	<b>44,291.53</b>
<b>3</b>	<b>Profit/(Loss) before Exceptional Items and Tax (1-2)</b>	<b>13.62</b>	<b>219.41</b>	<b>684.33</b>	<b>931.89</b>	<b>2,291.40</b>
<b>4</b>	Exceptional Items	-	-	-	-	-
<b>5</b>	<b>Profit/(Loss) before Tax (3-4)</b>	<b>13.62</b>	<b>219.41</b>	<b>684.33</b>	<b>931.89</b>	<b>2,291.40</b>
<b>6</b>	<b>TAX EXPENSES</b>					
	a) Current Year Tax	(85.90)	29.00	25.00	65.71	50.00
	b) Deferred Tax	(137.68)	413.24	89.67	316.70	77.95
	<b>Total Tax Expenses</b>	<b>(223.58)</b>	<b>442.24</b>	<b>114.67</b>	<b>382.41</b>	<b>127.95</b>
<b>7</b>	<b>Net Profit/(Loss) from Ordinary Activities after Tax (5-6)</b>	<b>237.20</b>	<b>(222.83)</b>	<b>569.66</b>	<b>549.48</b>	<b>2,163.45</b>
<b>8</b>	<b>Net Profit/(loss) for the period (7-8)</b>	<b>237.20</b>	<b>(222.83)</b>	<b>569.66</b>	<b>549.48</b>	<b>2,163.45</b>
<b>9</b>	<b>Profit/(loss) for the period attributable to</b>					
	a) Owners of the Company	237.20	(222.83)	569.66	549.48	2,163.45
	b) Non Controlling Interest	-	-	-	-	-
<b>10</b>	<b>Other Comprehensive Income</b>	<b>4.80</b>	<b>-</b>	<b>6.61</b>	<b>4.80</b>	<b>6.61</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>242.00</b>	<b>(222.83)</b>	<b>576.27</b>	<b>554.28</b>	<b>2,170.06</b>
<b>12</b>	<b>Earnings per Equity share:</b>					
	(1) Basic/Diluted	3.13	(2.94)	7.51	7.24	28.52
<b>13</b>	<b>Paid-up Equity Share Capital (Face Value of Rs. 10/-each)</b>	<b>758.45</b>	<b>758.45</b>	<b>758.45</b>	<b>758.45</b>	<b>758.45</b>
<b>14</b>	<b>Reserve excluding Revaluation Reserves as per Balance Sheet of previous Accounting Year</b>				12,833.32	12,506.57
<b>15</b>	<b>Net Worth</b>				13,591.77	13,265.02





# AARTI SURFACTANTS LIMITED

(Formerly Known as : Arti Surfactants Ltd.)

## Notes:-

1. The above results for the quarter and year ended 31st March, 2022 have been reviewed by the Audit Committee in their meeting and approved by the Board of Directors in their meeting held on 26th May, 2022.
2. 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.
3. The Margins in Q4 results are subdued because of Inflation in Key Raw Materials prices, Coal, Fuel and Freight charges.
4. The Company has recognised reversal of Deferred Tax Liability for the quarter and year ended 31st March, 2022 of Rs.137.68 Lakhs includes an one time impact of reversal of Deferred Tax Liability on account of difference in fixed assets as per company books and income tax books due to assets lost by fire.
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. Figures for the previous period have been regrouped or rearranged wherever necessary.

Place: Mumbai

Date: 26th May, 2022

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 2022	31st March 2021	31st March 2022	31st March 2021
<b>A</b>	<b>ASSETS</b>				
<b>1</b>	<b>Non-Current Assets</b>				
	(a) Property, Plant and Equipment	17,222.30	18,590.40	17,222.30	18,590.40
	(b) Capital work-in-progress	4,758.79	1,974.45	5,205.56	1,974.45
	(c) Other Intangible assets	46.71	84.08	46.71	84.08
	(d) Financial Assets				
	(i) Investments	0.53	0.53	0.03	0.03
	(ii) Other Financial Assets	232.29	203.11	239.96	203.11
	(e) Other Non-Current Assets	27.79	261.59	27.79	261.59
	<b>Total Non-Current Assets</b>	<b>22,288.41</b>	<b>21,114.16</b>	<b>22,742.35</b>	<b>21,113.66</b>
<b>2</b>	<b>Current Assets</b>				
	(a) Inventories	7,482.44	7,318.98	7,482.44	7,318.98
	(b) Financial Assets				
	(i) Trade Receivables	5,446.70	5,443.20	5,446.70	5,443.20
	(ii) Cash and Cash Equivalents	140.86	672.57	142.91	673.24
	(iii) Loans	473.06	34.79	19.59	34.04
	(iv) Other Financial Assets	1,474.10	360.89	1,474.10	360.89
	(c) Other Current Assets	2,811.65	3,708.41	2,815.84	3,708.41
	(d) Current Tax Assets (Net)	118.27	-	118.27	-
	<b>Total Current Assets</b>	<b>17,947.08</b>	<b>17,538.84</b>	<b>17,499.85</b>	<b>17,538.76</b>
	<b>TOTAL ASSETS</b>	<b>40,235.49</b>	<b>38,653.00</b>	<b>40,242.20</b>	<b>38,652.42</b>
<b>B</b>	<b>EQUITY AND LIABILITIES</b>				
<b>1</b>	<b>Equity</b>				
	(a) Equity Share Capital	758.45	758.45	758.45	758.45
	(b) Other Equity	12,835.07	12,507.75	12,833.32	12,506.57
	<b>Total Equity</b>	<b>13,593.52</b>	<b>13,266.20</b>	<b>13,591.77</b>	<b>13,265.02</b>
<b>2</b>	<b>Liabilities</b>				
	<b>Non-Current Liabilities</b>				
	(a) Financial Liabilities				
	(i) Borrowings	10,537.17	8,049.01	10,537.17	8,049.01
	(b) Deferred Tax Liabilities (Net)	1,208.25	891.55	1,208.25	891.55
	<b>Total Non-Current Liabilities</b>	<b>11,745.42</b>	<b>8,940.56</b>	<b>11,745.42</b>	<b>8,940.56</b>
	<b>Current Liabilities</b>				
	(a) Financial Liabilities				
	(i) Borrowings	5,614.59	7,144.61	5,614.59	7,144.61
	(ii) Trade Payables				
	- Micro and Small Enterprises	-	-	-	-
	- Other Than Micro and Small Enterprises	7,009.30	7,810.67	7,017.27	7,810.67
	(iii) Others	825.91	555.36	825.91	555.36
	(b) Other Current Liabilities	553.64	516.84	553.64	516.84
	(c) Provisions	893.11	380.36	893.60	380.96
	(d) Current Tax Liabilities (Net)	-	38.40	-	38.40
	<b>Total Current Liabilities</b>	<b>14,896.55</b>	<b>16,446.24</b>	<b>14,905.01</b>	<b>16,446.84</b>
	<b>TOTAL EQUITY AND LIABILITIES</b>	<b>40,235.49</b>	<b>38,653.00</b>	<b>40,242.20</b>	<b>38,652.42</b>

Note:-

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

For AARTI SURFACTANTS LIMITED

Place : Mumbai

Date: 26th May, 2022

*Nikhil Desai*  
NIKHIL DESAI  
MANAGING DIRECTOR  
Din-01660649



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**Standalone and Consolidated Cash Flow Statement for the period ended 31st March, 2022**

(Rs. In Lakhs)

Sr. No.	Particulars	Standalone		Consolidated	
		31st March 2022	31st March 2021	31st March 2022	31st March 2021
<b>A.</b>	<b>Cash Flow from Operating Activities:</b>				
	Net Profit before Tax and Exceptional/Extraordinary Items	932.46	2,292.08	931.89	2,291.40
	<u>Adjustments for:</u>				
	Finance Costs	1,066.60	1,012.25	1,066.68	1,012.23
	Depreciation and Amortisation Expenses	1,244.57	1,221.07	1,244.57	1,221.07
	Operating Profit before Working Capital Changes	<b>3,243.63</b>	<b>4,525.40</b>	<b>3,243.14</b>	<b>4,524.70</b>
	<u>Adjustments for:</u>				
	(Increase)/Decrease in Trade and Other Receivables	(234.68)	(5,806.33)	(246.54)	(5,806.60)
	Increase/(Decrease) in Trade Payables and Other Current Liabilities	(323.54)	6,502.47	(315.76)	6,502.86
	(Increase)/Decrease in Inventories	(163.46)	(1,670.14)	(163.46)	(1,670.14)
	Cash Generated from Operations	2,521.95	3,551.40	2,517.38	3,550.82
	Income Taxes Paid	(185.62)	-	(185.62)	-
	Net Cash Flow generated from Operating Activities (A)	<b>2,336.33</b>	<b>3,551.40</b>	<b>2,331.76</b>	<b>3,550.82</b>
<b>B.</b>	<b>Cash Flow from Investing Activities:</b>				
	Addition to Property, Plant & Equipment/Capital WIP	(1,807.34)	(6,046.89)	(2,254.11)	(6,046.89)
	(Increase)/Decrease in Loans in Subsidiary Companies	(452.72)	-	-	-
	Net Cash Flow Used in Investing Activities (B)	<b>(2,260.06)</b>	<b>(6,046.89)</b>	<b>(2,254.11)</b>	<b>(6,046.89)</b>
<b>C.</b>	<b>Cash Flow from Financing Activities:</b>				
	Proceeds/(Repayment) of Long-Term Borrowings	2,411.53	3,718.05	2,411.53	3,718.05
	Proceeds/(Repayment) of Other Borrowings	(1,526.00)	482.26	(1,526.00)	482.26
	Finance Costs	(1,267.62)	(1,041.48)	(1,267.62)	(1,041.48)
	Dividend Paid	(225.89)	-	(225.89)	-
	Net Cash Flow generated from/(used in) Financing Activities (C)	<b>(607.98)</b>	<b>3,158.83</b>	<b>(607.98)</b>	<b>3,158.83</b>
	<b>Net Increase/(Decrease) in Cash and Cash Equivalents (A+B+C)</b>	<b>(531.71)</b>	<b>663.34</b>	<b>(530.33)</b>	<b>662.76</b>
	Cash and Cash Equivalents (Opening Balance)	672.57	9.23	673.24	10.48
	Cash and Cash Equivalents (Closing Balance)	140.86	672.57	142.91	673.24

**Notes:-**

- 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: 26th May, 2022



## **Independent Auditors' Report**

**To**  
**Board of Directors**  
**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 March 2022 ("the standalone 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 standalone 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 Indian Accounting standards ("Ind AS") and other accounting principles generally accepted in India of the net profit and other comprehensive income and other financial information for the quarter and year ended 31 March 2022.

### **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 on the standalone financial results.





### **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 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.

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.







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. Under Section 143(3) (i) of the Act, we are also responsible for expressing our opinion through a separate report on the complete set of financial statements on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- 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.

Materiality is the magnitude of misstatements in the standalone financial results that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the 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 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 GOKHALE & SATHE  
CHARTERED ACCOUNTANTS  
Firm Registration No.: 103264W

Tejas Parikh  
Partner  
Membership No. 123215  
UDIN: - 22123215AJRBVS3535  
Date: 26 May 2022  
Place: Mumbai



**Independent Auditors' Report**

To  
**Board of Directors**  
**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 March 2022 ("the consolidated 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 consolidated 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 Indian Accounting standards ("Ind AS") and other accounting principles generally accepted in India of the net profit and other comprehensive income and other financial information of the Group for the quarter and year ended 31 March 2022.

**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 on the consolidated financial results.





### **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 financial results that give a true and fair view of the net profit and other comprehensive income and other financial information in accordance with the recognition and measurement principles laid down in Indian Accounting Standards prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the 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.





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.

Materiality is the magnitude of misstatements in the Consolidated Financial Results that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Consolidated 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 consolidated 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 GOKHALE & SATHE  
CHARTERED ACCOUNTANTS  
Firm Registration No.: 103264W

Tejas Parikh  
Partner

Membership No. 123215

UDIN: -22123215AJRCJD9302

Date: 26 May 2022

Place: Mumbai





**AARTI  
SURFACTANTS  
LIMITED**

(Formerly Known as : Arti Surfactants Ltd.)

**May 26, 2022**

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

**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 – 400 051.  
**NSE CODE : AARTISURF**

**Ref.: Regulation 33 of the SEBI (LODR)  
Regulations, 2015.**

**Sub.: Declaration in respect of Audit  
Reports with un-modified opinion  
for the Financial year ended on  
March 31, 2022.**

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, 2022.

This is for your information and records.

Thanking you,

Yours faithfully,

**FOR AARTI SURFACTANTS LIMITED**



Nikhil Desai

**Managing Director**

DIN: 01660649

Encl.: as above

[www.aarti-surfactants.com](http://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