



**AARTI
INDUSTRIES
LIMITED**

Ref. No: AIL/B-39/2019/637
November 25, 2019

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,

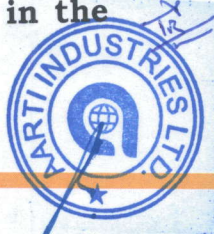
Ref : NSE Announcement Seq. No. 103736403,
dated August 19, 2019
Sub: Clarification sought on Financial Result as
per Regulation 33 of the SEBI (LODR)
Regulations, 2015.

This is in reference to the clarifications sought by the NSE on the financials results updated by the Company on August 13, 2019. In reference to the same we submit below response to the query raised by NSE:

1). Financial results submitted is not as per the format prescribed by SEBI:

In respect of the previous year's quarterly consolidated financials. We had appraised the team for the challenges in respect of the previous year on account of the ensuing Scheme of an arrangement of the Company, which was approved by NCLT vide its order dated June 10, 2019, and effective from appointed date i.e. April 1, 2018. We further refer to the NSE circular no. NSE/CML/2019/21 dated September 26, 2019, wherein it gave specific clarity in respect of the requirement and manner of submission for consolidated financial results, which is to be followed from the quarter ended September 30, 2019. We shall adhere and comply with the same from our results for the quarter ended September 30, 2019.

2) Limited Review Report/ Independent Auditor's Report is not in the format prescribed by SEBI:



www.aarti-industries.com | CIN: L24110GJ1984PLC007301

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

T : 022-67976666, F : 022-2565 3234 | E : info@aarti-industries.com

Regd. Office : Plot No. 801, 801/23, IIIrd Phase, GIDC Vapi-396195, Dist- Valsad. INDIA. T : 0260-2400366.



**AARTI
INDUSTRIES
LIMITED**

The revised audit report in the format as prescribed by SEBI is attached herewith for your kind perusal.

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.



KIRTANE & PANDIT

Auditor's Report of Aarti Industries Limited on consolidated audited quarterly and year to date financial results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

TO THE BOARD OF DIRECTORS OF AARTI INDUSTRIES LIMITED

1. We have audited the accompanying Statement of Consolidated Financial Results of Aarti Industries Limited ("the Parent") and its subsidiaries (the Parent and its subsidiaries together referred to as "the Group") for the quarter ended June, 2019 and for the period from April 01, 2019 to June 30, 2019 ("the Statement"), being submitted by the Parent pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended. Attention is drawn to the fact that the consolidated figures for the corresponding quarter ended June, 2019 and the corresponding period from April 01 2019 to June 30, 2019, as reported in these financial results have been approved by the Parent's Board of Directors, but have not been subjected to audit/review.
2. This Statement, which is the responsibility of the Parent's Management and approved by the Parent's Board of Directors, has been compiled from the related interim consolidated financial statements / interim consolidated financial information which has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013, and other accounting principles generally accepted in India. Our responsibility is to express an opinion on the Statement based on our audit of such interim consolidated financial statements / interim consolidated financial information.
3. We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Companies Act 2013. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Statement is free from material misstatement.

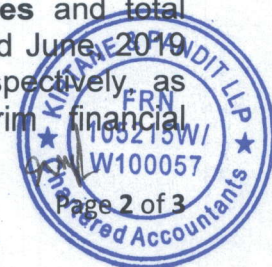
An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Parent's preparation and fair presentation of the Statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the Parent's internal financial control with reference to the Statement. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Management, as well as evaluating the overall presentation of the Statement.

We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33 (8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, to the extent applicable.

We believe that the audit evidence obtained by us in terms of their reports referred to in paragraph 5 below, is sufficient and appropriate to provide a basis for our audit opinion.

4. 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 subsidiaries referred to in paragraph 5 below, the Statement:

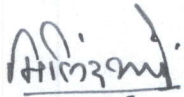
- i. includes the results of the following entities:
 - a. Aarti Corporate Services Limited
 - b. Shanti Intermediates Private Limited (through its Holding Company: Aarti Corporate Services Limited)
 - c. Nascent Chemical Industries Limited (through its Holding Company: Aarti Corporate Services Limited)
 - d. Ganesh Polychem Limited
 - e. Alchemie (Europe) Limited
 - f. Innovative Envirocare Jhagadia Limited
 - g. Aarti USA Inc.
 - h. Aarti Polychem Private Limited
 - ii. is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended; and
 - iii. gives a true and fair view in conformity with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India of the consolidated total comprehensive income (comprising of net profit and other comprehensive income) and other financial information of the Group for the quarter ended June, 2019 and for the period from April 01, 2019 to June 30, 2019.
5. The consolidated financial results include the unaudited interim financial statements/ financial information/ financial results of 8 subsidiaries, whose interim financial statements/ financial information reflect total revenues of **Rs 47.53 crores** and total net profit after tax of **Rs. 0.77 crores** and total comprehensive income of **Rs. 0.77 crores** for the quarter ended June, 2019 and for the period from April 01, 2019 to June 30, 2019 respectively, as considered in consolidated financial results, whose interim financial



statements / financial information/financial results have not been audited by us. These interim financial statements/ financial information/financial results are unaudited and have been furnished to us by the Management and our opinion on the Statement, 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 statements/financial information/financial results. In our opinion and according to the information and explanations given to us by the Management, these interim financial statements / financial information/financial results are not material to the Group.

Our opinion on the Statement is not modified in respect of the above matter.

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



**Milind Bhawe
Partner
M No. 047973
UDIN: 19047973AAAAEQ8039
Place: Mumbai
Date: August 13, 2019**

