CORPORATE OFFICE : KANGANWAL ROAD, V.P.O. JUGIANA, G.T. ROAD, LUDHIANA-141 120 (INDIA)
PBX : 00-91-161 4692500 (30 Lines)
E-mail : gargacrylics@yahoo.com
VISIT US : www.gargltd.com
CIN : L74999DL1983PLC017001

GARG ACRYLICS LTD.

THREE STAR EXPORT HOUSE

GAL/2020-21 **Date: 27th July, 2020**

The Head- Listing & Compliance,
Metropolitan Stock Exchange of India Limited,
Vibgyor Towers, 4th floor, Plot No C 62, G - Block,
Opp. Trident Hotel, Bandra Kurla Complex, Bandra (E),
Mumbai – 400098, India.

Sub: Audited Financial Results for the quarter/year ended 31st March, 2020 and Outcome of Board Meeting held on 27th July, 2020.

Dear Sir,

We wish to inform you that the Board of Directors of the Company at their meeting held today i.e. 27th July, 2020, inter-alia, Considered and approved the Audited Financial Results (both Standalone and Consolidated) of the Company for the quarter/year ended 31st March, 2020.

Pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we enclose herewith the following:

I. Statement of Standalone and Consolidated Financial Results for the quarter and year ended on March 31, 2020.
II. Audited Statement of Assets and Liabilities as at 31st March, 2020.
III. Auditors' Report on the Standalone and Consolidated Financial Results.
IV. Declaration pursuant to Regulation 33(3) (d) the SEBI (Listing Obligations and Disclosure Requirements) (Amendment) Regulations, 2016.

The meeting of the Board of Directors commenced at 4:30 p.m. and concluded at 5:15 p.m.

The above information is also hosted on website of the company at www.gargltd.com

You are requested to take the above mentioned information on your records.

Thanking you,
Yours faithfully,
For GARG ACRYLICS LIMITED

Ridhima Sood

Ridhima Sood
Company Secretary

MALHOTRA MANIK & ASSOCIATES
CHARTERED ACCOUNTANTS

29-A, Bhai Randhir Singh Nagar,
Ludhiana – 141001
Mobile No. 98550-37608, 98140-22781
E-Mail: mmasso123@gmail.com

Independent Auditor's Report on the Quarterly and Year to Date Standalone Financial Results of the Company Pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

To
The Board of Directors of
Garg Acrylics Limited

Report on the audit of the Standalone Financial Results

Opinion

We have audited the accompanying statement of quarterly and year to date standalone financial results of Garg Acrylics Limited (the "Company") for the quarter ended March 31, 2020 and for the year ended March 31, 2020 ("Statement"), 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 (the "Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us, the Statement:

i. is presented in accordance with the requirements of the Listing Regulations in this regard: and
ii. gives a true and fair view in conformity with the applicable accounting standards and other accounting principles generally accepted in India, of the net (loss) and other comprehensive (loss) and other financial information of the Company for the quarter ended March 31, 2020 and for the year ended March 31, 2020.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under Section 143(10) of the Companies Act, 2013, as amended ("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 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.

Emphasis of Matter

We draw attention to Note 5 to the standalone financial results, which describes the uncertainties and the impact of Covid-19 pandemic on the Company's operations and results as assessed by the management. Our opinion is not modified in respect of this matter.

MALHOTRA MANIK & ASSOCIATES
CHARTERED ACCOUNTANTS
LUDHIANA

Management's Responsibilities for the Standalone Financial Results

The statement has been prepared on the basis of the standalone annual financial statements. The Board of Directors of the Company are responsible for the preparation and presentation of the statement that gives a true and fair view of the net (loss) and other comprehensive (loss) of the Company and other financial information in accordance with the applicable 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 the 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 Statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Statement, 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 Statement as a whole is 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 the Statement.

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 Statement, 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 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 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

MALHOTRA MANIK & ASSOCIATES
CHARTERED ACCOUNTANTS
LUDHIANA

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 Statement, including the disclosures, and whether the Statement represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charges with governance regarding, among other matters, the planned scope and timing of the audit and significant audit finding, including and 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 Matter

The Statement includes the results for the quarter ended March 31, 2020 being the balancing figure between the audited figures in respect of the full financial year ended March 31, 2020 and the published unaudited year-to-date figures up to the third quarter of the current financial year, which were subjected to a limited review by us, as required under the Listing Regulations.

For MALHOTRA MANIK & ASSOCIATES,
Chartered Accountants
(Firm Registration No. 015848N)

MALHOTRA MANIK & ASSOCIATES CHARTERED ACCOUNTANTS LUDHIANA

Manik Malhotra

(CA. MANIK MALHOTRA)
Partner
M.NO. 094604
UDIN: 20094604AAAAAT5148

Place: Ludhiana
Date: 27-07-2020

Garg Acrylics Limited

Standalone Audited financial results for the quarter and year ended 31 March, 2020

(Rs. In Lacs)

Sr. No.	Particulars (Refer Notes below)		Quarter ended March 31, 2020	Quarter ended December 31, 2019	Quarter ended March 31, 2019	Year ended March 31,2020	Year ended March 31,2019
			Audited	Unudited	Audited	Audited	Audited
1	Revenue from Operations		27168.87	33781.01	48933.71	139503.29	184498.74
2	Other Income		88.08	38.37	222.59	279.38	393.65
3	Total income (1+2)		27256.96	33819.38	49156.30	139782.68	184892.39
4	Expenses						
	a)	Cost of materials consumed	19392.47	18287.37	22761.98	77555.19	90032.78
	b)	Purchases of stock-in -trade	857.65	1631.38	17541.88	20099.48	49736.85
	c)	Changes in inventories of finished goods, work-in-progress and stock-in-trade	-1905.35	2323.10	-2794.55	973.50	-1420.31
	d)	Employee benefits expense	2133.45	1695.12	2056.01	7582.93	7233.78
	e)	Finance Cost	1437.64	1474.32	1325.48	5854.93	5994.67
	f)	Depreciation and amortisation expense	1682.91	1842.55	1990.43	7170.06	7342.09
	g)	Power & Fuel	2608.15	3018.60	2797.19	11542.40	11884.36
	h)	Other expenses	2793.58	3142.80	3611.36	11213.70	11797.44
	Total expenses		29000.50	33415.24	49289.78	141992.19	182601.67
5	Profit (Loss) before exceptional items and tax (3-4)		(1743.54)	404.14	(133.48)	(2209.51)	2290.72
6	Exceptional items						
7	Profit (Loss) before tax (5-6)		(1743.54)	404.14	(133.48)	(2209.51)	2290.72
8	Tax expense						
	-Current Tax		-199.20	172.84	83.30	232.82	903.30
	-Deferred Tax Asset(Liability)		235.18	107.00	72.59	807.27	157.69
9	Profit (Loss) after tax (7-8)		(1309.16)	338.30	(144.19)	(1635.06)	1545.11
10	Other comprehensive income						
	a)	(i) Items that will not be reclassified to profit or loss	-42.17	23.66	60.87	28.81	94.62
		(ii) Income tax related to items that will not be reclassified to profit or loss	-14.08	7.90	21.38	9.62	33.06
	b)	(i) Items that will be reclassified to profit or loss	0.00	0.00	0.00	0.00	0.00
		(ii) Income tax related to items that will be reclassified to profit or loss	0.00	0.00	0.00	0.00	0.00
11	Total comprehensive income (Loss) for the period (9+10)		(1337.24)	354.06	(104.70)	(1615.86)	1606.67
12	Paid-up equity share capital (face falue of Rs. 10/- each)		664.28	664.28	664.28	664.28	664.28
13	Other equity excluding revaluation reserves as per balance sheet of previous accounting year.		--	--	--	--	26435.20
14	Earning per share (of Rs.10/- each) (not annualised)						
	(a)	Basic	(19.71)	5.09	(2.17)	(24.61)	23.26
	(b)	Diluted	(19.71)	5.09	(2.17)	(24.61)	23.26

For and on behalf of Board of Directors

Sanjiv Garg
Managing Director
DIN:00444558

MALHOTRA MANIK & ASSOCIATES
CHARTERED ACCOUNTANTS
LUDHIANA

Place: Ludhiana
Date: 27-07-2020

Notes:	
1	The Company is primarily in the business of manufacturing and sales of textile products. The Chief Operating Decision Maker (CODM), the Chairman & Managing Director, performs a detailed review of the operating results, makes decisions about the allocation of resources based on the analysis of the various performance indicators of the Company as a whole. Therefore, there is only one operating segment namely, "Textiles".
2	The Financial Results has been prepared in accordance with the Indian Accounting Standards ("Ind AS") as prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and SEBI's circular no. CIR/CFD/FAC/02/2016 dated July 5, 2016.
3	The figures for the quarter ended March 31 are the balancing figures between the audited figures in respect of full year ended March 31 and unaudited figures upto nine months ended December 31.
4	Figures for the previous periods are re-classified / re-arranged / re-grouped, wherever necessary, to correspond with the current period's classification / disclosure.
5	In March 2020, World Health Organization (WHO) has declared the outbreak of Novel Corona virus "Covid-19" as a pandemic. This pandemic has severely impacted businesses around the globe. In many countries, including India, there has been severe disruption to regular business operations. Complying with the directives of Government, all the Spinning plants and offices of the Company has been under lock-down impacting its operations. The Company is monitoring the situation closely and the overall impact on the business of the Company will depend on future development which cannot be reliable predicted. The Company has made intensive efforts to surpass the Covid challenge through an enhanced hygiene and adherence to the social distancing norms, use of masks and sanitizers etc. The Company is committed to ensure the safety and wellbeing of its employees. In compliance with the relaxations given by the Ministry of Home Affairs (MHA) and after seeking approval from the concerned State Govt authorities, wherever required, the Company started limited operation at its manufacturing facilities. With the easing of lockdown norms and opening up of markets, the capacity utilization of all of our manufacturing plants is gradually increasing over a period of time. The Company has availed Covid-19 emergencies working capital loans and deferment of interest and installments from consortium bankers to meet temporary liquidity mismatch and maintain day to day operations. The Company is continuously monitoring the impact on the operations and financials of the company and taking necessary steps in the best interest of its people, customers and communities and is confident that the demand situation will resume to its normalcy gradually.
6	Financial Results has been reviewed by the Audit Committee and approved by the Board of Directors at their respective meeting held on July 27, 2020. The statutory auditors have expressed an unmodified opinion on the aforesaid results.
7	In accordance with Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Company has opted to publish consolidated financial results. The standalone financial results of the Company is available on the Company's website www.gargltd.com or on the website of MSE(www.msei.in).

MALHOTRA MANIK & ASSOCIATES
CHARTERED ACCOUNTANTS
LUDHIANA

For and on behalf of Board of Directors

Sanjiv Garg
Managing Director
DIN:00444558

Place: Ludhiana
Date: 27-07-2020

GARG ACRYLICS LIMITED

Standalone Audited Balance Sheet as at March 31,2020

Particulars	AS AT Mar 31, 2020 (Audited) (Rs. In lacs)	AS AT Mar 31, 2019 (Audited) (Rs. In lacs)
ASSETS		
1 Non-Current Assets		
a) Property, Plant and Equipment	35907.33	41646.83
b) Capital Work-in-Progress	10.50	162.11
c) Other Intangible assets	7.25	8.38
d) Financial Assets		
-Investments	3.95	3.89
-Long Term Loans & Advances	0.00	0.00
-Other Financial Assets	92.23	226.60
e) Other Non Current Assets	1278.83	1277.31
	37300.09	**43325.12**
2 Current Assets		
a) Inventories	32757.66	33329.96
b) Financial Assets		
-Investments	83.69	90.75
-Trade receivables	19306.51	20150.75
-Cash and Cash Equivalents	217.53	121.52
-Bank Balance other than above	328.12	370.87
-Loans	497.30	509.17
-Other financial assets	2819.09	2098.87
c) Other Current Assets	4776.67	5836.04
	60786.57	**62507.93**
TOTAL	**98086.66**	**105833.05**
I **EQUITY AND LIABILITIES**		
1 Shareholders' Funds		
a) Equity Capital	664.28	664.28
b) Other Equity	24819.33	26435.20
	25483.61	**27099.48**
2 Non-Current Liabialities		
(a) Financial Liabilities		
- Borrowings	16223.03	20715.14
(b) Provisions	369.15	286.73
(c) Deferred Tax Liabilities (Net)	941.84	1739.48
(d) Other Non Current Liabilities	16.59	29.85
Total-Non-Current Liabilities	**17550.61**	**22771.20**
3 Current Liabilities		
(a) Financial Liabilities		
- Borrowings	39971.57	35998.13
- Trade Payables	8755.98	10349.44
- Other Financial Liabilities	5075.33	7004.18
(b) Provisions	189.20	674.33
(c) Other Current Liabilities	1060.36	1936.29
Total-Current Liabilities	**55052.44**	**55962.37**
TOTAL	**98086.66**	**105833.05**

For and on behalf of Board of Directors

Sanjiv Garg
Managing Director
DIN:00444558

Place: Ludhiana
Date: 27-07-2020

MALHOTRA MANIK & ASSOCIATES
CHARTERED ACCOUNTANTS
LUDHIANA

STANDALONE CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2020

(Rs. In lacs)

	For the year ended 31st March 2020	For the year ended 31st March 2019
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit (Loss) before Exceptional items and tax	(2209.51)	2290.72
Adjustments for :		
Depreciation and amortisation	7170.06	7342.09
Interest expense	5555.19	5695.34
Fair Valuation (Gain)Loss on Investment	(0.06)	(0.04)
Deferrred Revenue on Capital Subsidy	(4.38)	(4.38)
Deferrred Revenue on Export Promotion Capital Goods	(22.84)	(165.46)
Deferred Revenue on Interest Free Loans	(8.49)	(8.49)
Provision for Doubtful Debt (Written Back)	135.31	(6.03)
Interest income	(231.91)	(189.05)
(Profit)/Loss on sale of Assets(Net)	(9.19)	(6.07)
Gratuity Provision	118.65	33.31
Gratuity (Other Comprehensive income)	28.81	94.62
Operating Profit before working capital changes	10521.63	15076.57
Adjustments for Changes in Working capital:		
(Increase)/Decrease in Trade and other Receivables	1192.80	(2304.31)
(Increase)/Decrease in Inventories	572.31	541.50
Increase/(Decrease) in Trade Payables and other Liabilities	(4917.16)	1974.31
Cash generated from Operations	7369.58	15288.07
Net income tax paid	(232.82)	(903.30)
Net cash flow from/ (used in) operating activities	7136.76	14384.77
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Fixed Assets	(1476.34)	(6299.09)
Proceeds from sale of Fixed Assets	227.72	37.64
Purchase of Investments	7.06	(13.11)
Interest income	231.91	189.05
Net Cash used in investing activities	(1009.65)	(6085.51)
C. CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds/ (Repayment) from Long Term Borrowings (Net)	(4605.89)	(3588.87)
Proceeds/ (Repayment) from Short Term Borrowings (Net)	3973.44	640.87
Interest Paid	(5441.41)	(5583.56)
Net Cash flow from/(used in) Financing Activities	(6073.86)	(8531.55)
Net Increase in cash and cash equivalents	53.25	(232.28)
Cash and cash equivalents at the beginning of the year	492.39	724.68
Cash and cash equivalents at the end of the year	545.64	492.39

For and on behalf of Board of Directors

Sanjiv Garg
Managing Director
DIN:00217156

Place: Ludhiana
Date: 27-07-2020

MALHOTRA MANIK & ASSOCIATES
CA
CHARTERED ACCOUNTANTS
LUDHIANA

MALHOTRA MANIK & ASSOCIATES

CHARTERED ACCOUNTANTS

29-A, Bhai Randhir Singh Nagar,
Ludhiana – 141001
Mobile No. 98550-37608, 98140-22781
E-Mail:mmasso123@gmail.com

Independent Auditor's Report on the Quarterly and Year to Date Consolidated Financial Results of the Company Pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

To
The Board of Directors,
Garg Acrylics Limited

Report on the audit of the Consolidated Financial Results

Opinion

We have audited the accompanying statement of quarterly and year to date consolidated financial results of Garg Acrylics Limited (" Parent Company") and its subsidiary (the Parent Company and its subsidiary together referred to as "the Group") for the quarter ended March 31, 2020 and for the year ended March 31, 2020 ("Statement"), attached herewith, being submitted by the Parent 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 and based on the consideration of separate financial statements/ financial results/financial information of the subsidiary, the Statement:

(a) Includes the results of the following entity:

Name of the Entity	Relationship
Garg International	Subsidiary Partnership Firm

(b) is presented in accordance with the requirements of the Listing Obligations in this regard

(c) gives a true and fair view in conformity with the applicable Accounting Standards and other accounting principles generally accepted in India, of the consolidated net loss and other Comprehensive loss and other financial information of the Group for the quarter ended March 31, 2020 and for the year ended March 31, 2020

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs), as specified under Section 143(10) of the Companies Act, 2013, as amended ("the Act"). Our responsibilities under those Standards are further described in the "Auditor's Responsibilities for the Audit of the Consolidated Financial

MALHOTRA MANIK & ASSOCIATES CHARTERED ACCOUNTANTS

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 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.

Emphasis of Matter

We draw attention to Note 6 to the consolidated financial results, which describes the uncertainties and the impact of Covid-19 pandemic on the Company's operations and results as assessed by the management. Our opinion is not modified in respect of this matter.

Management's Responsibilities for the Consolidated Financial Results

The Statement has been prepared on the basis of the consolidated annual financial statements. The Parent Company's Board of Directors are responsible for the preparation and presentation of the Statement that give a true and fair view of the net loss and other comprehensive loss and other financial information of the Group in accordance with the applicable 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 Management of the concern 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 the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Statement 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 Statement by the Directors of the Parent Company, as aforesaid. In preparing the Statement, the Management of the concern 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 Management either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so. The Management of the concern included in the Group is also 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 Statement as a whole is 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 the Statement.

MALHOTRA MANIK & ASSOCIATES
CHARTERED ACCOUNTANTS
LUDHIANA

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 Statement, 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 on whether the Parent 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 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 Statement 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 Statement, including the disclosures, and whether the Statement represents the underlying transactions and events in a manner that achieves fair presentation.

- Obtain sufficient appropriate evidence regarding the financial results/financial information of the entities within the Group which have not been audited. The Management of such concern remains responsible for ensuring the accuracy and completeness of information submitted.

We communicate with those charged with governance of the Parent 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.

We also performed procedures in accordance with the Circular No. CIR/CFD/CMD 1/44/20 19 dated March 29, 2019 issued by the Securities Exchange Board of India under Regulation 33 (8) of the Listing Regulations, to the extent applicable.

MALHOTRA MANIK & ASSOCIATES CHARTERED ACCOUNTANTS LUDHIANA

Other Matter

The accompanying Statement includes the financial results/statements and other financial information, in respect of:

- One subsidiary, whose financial results/statements include total assets of Rs.178.93 Lacs as at March 31, 2020, total revenues of Rs.0.87 Lacs and total net profit of Rs.0.70 Lac, for the quarter and the year ended on that date respectively, and net cash inflows of Rs. 0.21 Lacs for the year ended March 31, 2020, as considered in the Statement.

The financial statements/financial results/ financial information of the entity has 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 the subsidiary is based solely on these statements and the procedures performed by us as stated in paragraph above.

Our opinion on the Statement is not modified in respect of the above matter with respect to our reliance on such statements.

The Statement includes the results for the quarter ended March 31, 2020 being the balancing figures between the audited figures in respect of the full financial year ended March 31, 2020 and the published unaudited year-to-date figures up to the end of the third quarter of the current financial year, which were subjected to a limited review by us as required under the listing regulations.

For Malhotra Manik & Associates
Chartered Accountants
(Firm Registration No. 015848N)

MALHOTRA MANIK & ASSOCIATES
CA
CHARTERED ACCOUNTANTS
LUDHIANA

Manik Malhotra

(CA Manik Malhotra)
Partner
(Membership No.094604)

Place : Ludhiana
Date : 27th July, 2020

UDIN: 20094604AAAAAU6398

Garg Acrylics Limited

Statement of Audited consolidated financial results for the quarter and year ended 31 March, 2020

(Rs. In Lacs)

Sr. No.		Particulars (Refer Notes below)	Quarter ended March 31, 2020	Quarter ended December 31, 2019	Quarter ended March 31, 2019	Year ended March 31,2020	Year ended March 31,2019
			Audited	Unudited	Audited	Audited	Audited
1		Revenue from Operations	27168.87	33781.01	48971.95	139503.29	184594.48
2		Other Income	88.06	38.48	218.38	279.60	389.44
3		Total income (1+2)	27256.94	33819.49	49190.33	139782.89	184983.92
4		Expenses					
	a)	Cost of materials consumed	19392.47	18287.37	22761.98	77555.19	90032.78
	b)	Purchases of stock-in -trade	857.65	1631.38	17578.01	20099.48	49806.41
	c)	Changes in inventories of finished goods, work-in-progress and stock-in-trade	-1905.35	2323.10	-2794.55	973.50	-1420.31
	d)	Employee benefits expense	2133.45	1695.12	2057.45	7582.93	7239.54
	e)	Finance Cost	1437.65	1474.32	1330.70	5854.95	5998.75
	f)	Depreciation and emortisation expense	1682.91	1842.55	1990.43	7170.06	7342.09
	g)	Power & Fuel	2608.15	3018.60	2797.19	11542.40	11884.36
	i)	Other expenses	2793.50	3142.91	3612.78	11213.87	11798.73
		Total expenses	29000.43	33415.35	49333.99	141992.37	182682.34
5		Profit (Loss) before exceptional items and tax (3-4)	(1743.49)	404.14	(143.66)	-2209.48	2301.58
6		Exceptional items					
7		Profit (Loss) before tax (5-6)	(1743.49)	404.14	(143.66)	-2209.48	2301.58
8		Tax expense					
		-Current Tax	(199.20)	172.84	74.66	232.82	901.16
		-Deferred Tax Asset(Liability)	235.18	107.00	72.59	807.27	157.69
9		Profit (Loss) after tax (7-8)	(1309.11)	338.30	(145.73)	-1635.03	1558.11
10		Minority Interest	0.04	0.00	-0.04	0.03	0.69
11		Profit (Loss) for the period after taxes and minority interest (9-10)	(1309.15)	338.30	(145.69)	-1635.06	1557.42
12		Other comprehensive income					
	a)	(i) Items that will not be reclassified to profit or loss	-42.17	23.66	60.87	28.81	94.62
		(ii) Income tax related to items that will not be reclassified to profit or loss	-14.08	7.90	21.38	9.62	33.06
	b)	(i) Items that will be reclassified to profit or loss					
		(ii) Income tax related to items that will be reclassified to profit or loss					
13		Total comprehensive income (Loss) for the period (11+12)	(1337.24)	354.06	(106.20)	-1615.87	1618.97
14		Paid-up equity share capital (face falue of Rs. 10/- each)	664.28	664.28	664.23	664.28	664.28
15		Other equity excluding revaluation reserves as per balance sheet of previous accounting year.	--	--	--	--	..
16		Earning per share (of Rs.10/- each) (not annualised)					
	(a)	Basic	(19.71)	5.09	(2.19)	-24.61	23.45
	(b)	Diluted	(19.71)	5.09	(2.19)	-24.61	23.45

For and on behalf of Board of Directors

Sanjiv Garg
Managing Director
DIN:00444558

MALHOTRA MANIK & ASSOCIATES
CHARTERED ACCOUNTANTS
LUDHIANA

Place: Ludhiana
Date: 27-07-2020

Notes:	
1	The above consolidated financial results includes result of subsidiary Garg International.
2	The Company is primarily in the business of manufacturing and sales of textile products. The Chief Operating Decision Maker (CODM), the Chairman & Managing Director, performs a detailed review of the operating results, makes decisions about the allocation of resources based on the analysis of the various performance indicators of the Company as a whole. Therefore, there is only one operating segment namely, "Textiles"
3	The Financial Results has been prepared in accordance with the Indian Accounting Standards ("Ind AS") as prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and SEBI's circular no. CIR/CFD/FAC/62/2016 dated July 5, 2016.
4	The figures for the quarter ended March 31 are the balancing figures between the audited figures in respect of full year ended March 31 and unaudited figures upto nine months ended December 31.
5	Figures for the previous periods are re-classified / re-arranged / re-grouped, wherever necessary, to correspond with the current period's classification / disclosure.
6	In March 2020, World Health Organization (WHO) has declared the outbreak of Novel Corona virus "Covid-19" as a pandemic. This pandemic has severely impacted businesses around the globe. In many countries, including India, there has been severe disruption to regular business operations. Complying with the directives of Government, all the Spinning plants and offices of the Company has been under lock-down impacting its operations. The Company is monitoring the situation closely and the overall impact on the business of the Company will depend on future development which cannot be reliable predicted. The Company has made intensive efforts to surpass the Covid challenge through an enhanced hygiene and adherence to the social distancing norms, use of masks and sanitizers etc. The Company is committed to ensure the safety and wellbeing of its employees. In compliance with the relaxations given by the Ministry of Home Affairs (MHA) and after seeking approval from the concerned State Govt authorities, wherever required, the Company started limited operation at its manufacturing facilities. With the easing of lockdown norms and opening up of markets, the capacity utilization of all of our manufacturing plants is gradually increasing over a period of time. The Company has availed Covid-19 emergencies working capital loans and deferment of interest and installments from consortium bankers to meet temporary liquidity mismatch and maintain day to day operations. The Company is continuously monitoring the impact on the operations and financials of the company and taking necessary steps in the best interest of its people, customers and communities and is confident that the demand situation will resume to its normalcy gradually.
7	Financial Results has been reviewed by the Audit Committee and approved by the Board of Directors at their respective meeting held on July 27, 2020. The statutory auditors have expressed an unmodified opinion on the aforesaid results.
8	In accordance with Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Company has opted to publish consolidated financial results. The standalone financial results of the Company is available on the Company's website www.gargltd.com or on the website of MSE(www.msei.in).

MALHOTRA MANIK & ASSOCIATES
CHARTERED ACCOUNTANTS
LUDHIANA

For and on behalf of Board of Directors

Sanjiv Garg
Managing Director
DIN:00444558

Place: Ludhiana
Date: 27-07-2020

GARG ACRYLICS LIMITED

Consolidated Audited Balance Sheet as at March 31,2020

Particulars	AS AT Mar 31, 2020 (Audited) (Rs. In lacs)	AS AT Mar 31, 2019 (Audited) (Rs. In lacs)
ASSETS		
1 Non-Current Assets		
a) Property, Plant and Equipment	35907.33	41646.83
b) Capital Work-In-Progress	10.50	162.11
c) Other Intangible assets	7.25	8.38
d) Financial Assets		
-Investments	3.95	3.89
-Other Financial Assets	92.23	226.60
e) Other Non Current Assets	1278.83	1277.31
	37300.09	43325.12
2 Current Assets		
a) Inventories	32757.66	33329.96
b) Financial Assets		
-Trade receivables	19385.38	20217.42
-Cash and Cash Equivalents	218.68	122.77
-Bank Balance other than above	330.69	373.13
-Loans	521.30	548.17
-Other financial assets	2819.18	2099.14
c) Other Current Assets	4776.67	5836.93
	60809.56	62527.52
TOTAL	98109.65	105852.64
EQUITY AND LIABILITIES		
1 Shareholders' Funds		
a) Equity Capital	664.28	664.28
b) Other Equity	24819.33	26435.20
c) Non-controlling interests	2.42	4.29
	25486.03	27103.77
2 Non-Current Liabialities		
(a) Financial Liabilities		
- Borrowings	16223.03	20715.14
(b) Provisions	369.15	286.73
(c) Deferred Tax Liabilities (Net)	941.83	1739.48
(d) Other Non Current Liabilities	16.59	29.85
Total-Non-Current Liabilities	17550.60	22771.20
3 Current Liabilities		
(a) Financial Liabilities		
- Borrowings	39971.57	35998.13
- Trade Payables	8776.17	10371.11
- Other Financial Liabilities	5075.33	7004.18
(b) Provisions	189.19	666.20
(c) Other Current Liabilities	1060.76	1938.05
Total-Current Liabilities	55073.02	55977.67
TOTAL	98109.65	105852.64

For and on behalf of Board of Directors

Sanjiv Garg
Managing Director
DIN:00444558

MALHOTRA MANIK & ASSOCIATES
CA
CHARTERED ACCOUNTANTS
LUDHIANA

Place: Ludhiana
Date: 27-07-2020

CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2020

(Rs. In lacs)

	For the year ended 31st March 2020	For the year ended 31st March 2019
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit (Loss) before Exceptional items and tax	(2209.48)	2301.58
Adjustments for :		
Depreciation and amortisation	7170.06	7342.09
Interest expense	5555.19	5699.34
Fair Valuation (Gain)Loss on Investment	(0.06)	(0.04)
Deferrred Revenue on Capital Subsidy	-4.38	(4.38)
Deferrred Revenue on Export Promotion Capital Goods	-22.84	(165.46)
Deferred Revenue on Interest Free Loans	-8.49	(8.49)
Provision for Doubtful Debt (Written Back)	135.31	(6.03)
Interest income	(232.05)	(197.46)
(Profit)/Loss on sale of Assets(Net)	(9.19)	(6.07)
Gratuity Provision	118.65	33.31
Gratuity-Other Comprehensive income	28.81	94.62
Operating Profit before working capital changes	10521.52	15083.02
Adjustments for Changes in Working capital:		
(Increase)/Decrease in Trade and other Receivables	1195.67	(2072.88)
(Increase)/Decrease in Inventories	572.31	541.50
Increase/(Decrease) in Trade Payables and other Liabilities	(4911.88)	1966.97
Cash generated from Operations	7373.62	15518.61
Net income tax paid	-233.22	(901.16)
Net cash flow from/ (used in) operating activities	7145.39	14617.45
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Fixed Assets	(1476.34)	(6299.09)
Proceeds from sale of Fixed Assets	227.72	37.64
Interest income	232.05	197.46
Net Cash used in investing activities	-1016.57	-6063.98
C. CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds/ (Repayment) from Long Term Borrowings (Net)	(4607.39)	(3589.32)
Proceeds/ (Repayment) from Short Term Borrowings (Net)	3973.44	390.87
Interest Paid	(5441.41)	(5587.56)
Net Cash flow from/(used in) Financing Activities	(6075.36)	(8786.00)
Net Increase in cash and cash equivalents	53.46	-232.53
Cash and cash equivalents at the beginning of the year	495.90	728.43
Cash and cash equivalents at the end of the year	549.36	495.90

For and on behalf of Board of Directors

Sanjiv Garg
Managing Director
DIN:00217156

MALHOTRA MANIK & ASSOCIATES
CHARTERED ACCOUNTANTS
LUDHIANA

Place: Ludhiana
Date: 27-07-2020

CORPORATE OFFICE : KANGANWAL ROAD, V.P.O. JUGIANA, G.T. ROAD, LUDHIANA-141 120 (INDIA)
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E-mail : gargacrylics@yahoo.com
VISIT US : www.gargltd.com
CIN : L74999DL1983PLC017001

GARG ACRYLICS LTD.
THREE STAR EXPORT HOUSE

GAL/2020-21

Date: 27th July, 2020

The Head- Listing & Compliance,
Metropolitan Stock Exchange of India Limited,
Vibgyor Towers, 4th floor, Plot No C 62, G - Block,
Opp. Trident Hotel, Bandra Kurla Complex, Bandra (E),
Mumbai – 400098, India.

Sub: - Declaration with respect to audit report with unmodified opinion for the Financial Year ended 31.03.2020

Dear Sir,

Pursuant to provisions of Regulation 33(3)(d) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) (Amendment) Regulations, 2016, we hereby declare that Auditor's Report on Standalone and Consolidated Financial Results of the Company for the quarter and year ended 31.03.2020, issued by the Statutory Auditor of Company, is with unmodified opinion.

You are requested to take the above mentioned information on your records.

Thanking You,
Yours Faithfully,
For **GARG ACRYLICS LIMITED**

Sanjiv Garg, Din No. 00217156
(Managing Director)