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

Date: 14th September, 2020

GAL/2020-21/

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: Unaudited Financial Results for the quarter ended 30th June, 2020 and Outcome of Board Meeting held on 14th September, 2020.

Dear Sir,

We wish to inform you that the Board of Directors of the Company at their meeting held today i.e. 14th September, 2020, inter-alia, Considered and approved the Un-Audited Financial Results (both Standalone and Consolidated) of the Company for the quarter ended 30th June, 2020.

Copy of said results along with the Report on Limited Review of the Statement of Unaudited Financial Results (both Standalone and Consolidated) of the Company for the quarter ended 30th June, 2020 conducted by the Statutory Auditor of the Company is enclosed herewith.

The meeting of the Board of Directors commenced at 4:30 p.m. and concluded at 5.10 p.m.

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

Kindly take the above documents on record and acknowledge.

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
E-Mail: mmasso123@gmail.com

Independent Auditor's Review Report on the Quarterly Unaudited 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

1. We have reviewed the accompanying statement of standalone unaudited financial results of Garg Acrylics Limited (the "Company") for the quarter ended June 30, 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").

2. This statement which is the responsibility of the Company's Management and has been approved by the Company's Board of Directors, 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 read with relevant rules and the circular issued thereunder and other accounting principles generally accepted in India. Our responsibility is to issue a report on these financial statements based on our review.

3. We conducted our review of the statement in accordance with the Standard on Review Engagement (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditors of the Entity", issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

4. Based on our review conducted as stated above nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial statements, prepared in accordance with applicable Indian Accounting Standards specified u/s 133 of The Companies Act, 2013 read with relevant rules issued thereunder and other recognized accounting principles generally accepted in India has not disclosed the information required to be disclosed in terms of Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015 including the manner in which it is to be disclosed or that it contains any material misstatement.

MALHOTRA MANIK & ASSOCIATES
CA
CHARTERED ACCOUNTANTS
LUDHIANA

5. We draw attention to

- Note 6 to the standalone unaudited 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 conclusion is not modified in respect of this matter.

- Note 7 to the standalone unaudited financial results which states that Provision for gratuity liability to employees has been made on estimated basis for the quarter ended 30th June, 2020. Accordingly the short/excess if any on the basis of actuarial valuation as per Indian accounting Standard IND AS-19 Employee benefits would be adjusted in the annual audited accounts for the financial year 2020-21. Therefore, we are unable to comment on the impact of the same in the statement for the quarter ended on 30th June 2020.

  Our conclusion is not modified in respect of this matter.

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

MALHOTRA MANIK & ASSOCIATES CA CHARTERED ACCOUNTANTS LUDHIANA

(CA.AMARJIT KAMBOJ)
Partner
M.NO. 082152
UDIN: 20082152AAAAAC7966

Place: Ludhiana
Date: 14-09-2020

Garg Acrylics Limited
Regd. Office: A-50/1, Wazirpur Industrial Area, Delhi-52.
Corporate Identity Number (CIN): L74999DL1983PLC17001
Website: www.gargltd.com Email: gargacrylics@yahoo.com

Statement of Standalone Unaudited financial results for the quarter ended 30 June, 2020

(Rs. In Lacs)

Sr. No.	Particulars	Quarter ended 30th June, 2020 (Unaudited)	Quarter ended 31st March, 2020 (Audited)	Quarter ended 30th June, 2019 (Unaudited)	Year ended 31st March, 2020 (Audited)
1	Revenue from Operations	17784.39	27168.87	45087.78	139503.29
2	Other Income	52.22	88.08	94.09	279.38
3	Total income (1+2)	17836.61	27256.95	45181.87	139782.67
4	Expenses				
	a) Cost of materials consumed	14024.14	19392.47	19884.03	77555.19
	b) Purchases of stock-in -trade	841.34	857.65	14912.58	20099.48
	c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	-3108.55	-1905.35	-335.78	973.50
	d) Employee benefits expense	1563.36	2133.45	1703.84	7582.93
	e) Finance Cost	1399.59	1437.64	1523.21	5854.93
	f) Depreciation and amortisation expense	1382.58	1682.91	1806.79	7170.06
	g) Power & Fuel	2232.05	2608.15	2843.71	11542.40
	h) Other expenses	1608.87	2793.58	2769.86	11213.70
	Total expenses	19943.38	29000.50	45108.24	141992.19
5	Profit (Loss) before exceptional items and tax (3-4)	(2106.77)	(1743.55)	73.63	(2209.52)
6	Exceptional items				
7	Profit (Loss) before tax (5-6)	(2106.77)	(1743.55)	73.63	(2209.52)
8	Tax expense				
	-Current Tax	0.00	-199.20	234.54	232.82
	-Deferred Tax Asset(Liability)	183.86	235.18	202.91	807.27
9	Profit (Loss) after tax (7-8)	(1922.91)	(1309.17)	42.00	(1635.07)
10	Other comprehensive income				
	a) (i) Items that will not be reclassified to profit or loss	7.20	-42.17	23.66	28.81
	(ii) Income tax related to items that will not be reclassified to profit or loss	2.40	-14.08	8.27	9.62
	b) (i) Items that will be reclassified to profit or loss	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
11	Total comprehensive income for the period (9+10)	(1918.10)	(1337.26)	57.39	(1615.88)
12	Paid-up equity share capital (face falue of Rs. 10/- each)	664.28	664.28	664.28	664.28
13	Other equity excluding revaluation reserves as per balance sheet of previous accounting year.	--	--	--	--
14	Earning per share (of Rs.10/- each) (not annualised)				
	(a) Basic	-28.95	-19.71	0.63	-24.61
	(b) Diluted	-28.95	-19.71	0.63	-24.61

For and on behalf of Board of Directors

Sanjiv Garg
Managing Director
DIN:00217156

Place: Ludhiana
Date: 14-09-2020

MALHOTRA MANIK & ASSOCIATES
CHARTERED ACCOUNTANTS
LUDHIANA

Continued statement of Standalone unaudited financial results for the quarter ended 30 June 2020

Notes:	
1	The financial results were reviewed by the Audit Committee and approved by the Board of Directors at their respective meeting held on 14 September, 2020. The statutory auditors have expressed on unmodified opinion on the above results.
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/62/2016 dated July 5, 2016
3	The format for quarterly results as prescribed in SEBI circular CIR/CFD/CMD/15/2015 dated November 30, 2015 has been modified to comply with the requirements of SEBI's circular dated June 05, 2016 and Schedule III (Division II) of the Companies Act, 2013 applicable to companies that are required to comply with Ind AS.
4	Figures for the previous periods are re-classified / re-grouped, wherever necessary, to correspond with the current period's classification / disclosure.
5	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".
6	World Health Organization (WHO) declared outbreak of Corona virus Disease (COVID-19) a global pandemic on March 11, 2020. Consequent to this, Government of India declared lockdown on March 23, 2020 and the Company temporarily suspended the operations in all the units in compliance with the lockdown instructions issued by the Central and State Governments. COVID-19 has impacted the normal business operations of the Company by way of interruption in production, supply chain disruption, unavailability of personnel, closure/lock down of production facilities etc. during the lock-down period and to an extent even subsequent to lifting/easing of lockdown restrictions. However, production and supply of goods has commenced during the month of April 2020 on various dates at all the manufacturing locations of the Company after obtaining permissions from the appropriate government authorities. As a result of lockdown the volumes for the quarter ended June 30, 2020 has been impacted. Revenue from operations decreased by 61% and has resulted into loss for the current quarter in comparison to quarter ended June 30, 2019. The decrease is primarily due to COVID-19 related market volatility during the current quarter. Therefore, results for Quarter 1 of 2020-21 are not comparable to previcus corresponding period results. The impact of the pandemic in the subsequent period is highly dependent on the situations as they evolve and hence may be different from that estimated as at the date of approval of these standalone financial results
7	Provision for gratuity liability to employees has been made on estimated basis. The short/excess if any on the basis of actuarial valuation as per Indian accounting standard IND AS-19 Employee benefits would be made in the audited accounts for the year ended 31-03-2021.

For and on behalf of Board of Directors

Place: Ludhiana
Date: 14-09-2020

Sanjiv Garg
Managing Director
DIN:00217156

MALHOTRA MANIK & ASSOCIATES
CA
CHARTERED ACCOUNTANTS
LUDHIANA

MALHOTRA MANIK & ASSOCIATES
CHARTERED ACCOUNTANTS

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

Independent Auditor's Review Report on the Quarterly Unaudited 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

1. We have reviewed the accompanying statement of unaudited consolidated financial results of Garg Acrylics Limited (" Holding Company") and its subsidiary (the Holding Company and its subsidiary together referred to as "the Group") for the quarter ended June 30, 2020 ("Statement"), attached herewith, 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").

2. This Statement, which is the responsibility of the Holding Company's Management and approved by the Holding Company's Board of Directors, 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 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.

3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

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

MALHOTRA MANIK & ASSOCIATES
CA
CHARTERED ACCOUNTANTS
LUDHIANA

4. The Statement includes the results of the following entity:

Name of the Entity	Relationship
Garg International	Subsidiary Partnership Firm

5. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of the review reports of other auditors referred to in paragraph 7 below, nothing has come to our attention that causes us to believe that the accompanying statement, prepared in accordance with recognition and measurement principles laid down in the aforesaid Indian Accounting Standards ('Ind AS') specified under Section 133 of the Companies Act, 2013, as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.

6. We draw attention to

   - Note 7 to the consolidated financial results, which describe the uncertainties and the impact of Covid-19 pandemic on the Company's operations and results as assessed by the management. Our conclusion is not modified in respect of this matter.

   - Note 8 to the consolidated financial results which states that Provision for gratuity liability to employees has been made on estimated basis. The short/excess if any on the basis of actuarial valuation as per Indian accounting Standard IND AS-19 Employee benefits would be made in the audited accounts for the year ended 31-03-2021. Accordingly, we are unable to comment on the impact of the same on results for the quarter ended on 30th June 2020. Our conclusion is not modified in respect of this matter.

7. We did not review the interim financial results of one subsidiary included in the consolidated financial results, whose interim financial results reflect total revenues of Rs. Nil for the quarter ended on 30th June 2020 and total assets of Rs.179.14 Lacs as at 30th June 2020 which has been reviewed by an independent auditor. The independent auditor's report on interim financial results of the subsidiary has been furnished to us by the management and our conclusion on the statement in so far as it relates to the amounts and disclosures in respect of this subsidiary is based solely on report of such auditor and procedures performed by us as stated in paragraph 3 above. Our conclusion on the statement in respect of the matters stated in this paragraph is not modified with respect to our reliance on the work done and report of the other auditor.

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

MALHOTRA MANIK & ASSOCIATES
CA
CHARTERED ACCOUNTANTS
LUDHIANA

Place : Ludhiana
Date : 14-09-2020

(CA AMARJIT KAMBOJ)
Partner
(Membership No.082152)
UDIN :- 20082152AAAAAD2287

Garg Acrylics Limited
Regd. Office: A-50/1, Wazirpur Industrial Area, Delhi-52.
Corporate Identity Number (CIN): L74999DL1983PLC17001
Website: www.gargltd.com Email: gargacrylics@yahoo.com

Statement of Consolidated Unaudited financial results for the quarter ended 30 June, 2020

(Rs. In Lacs)

Sr. No.		Particulars	Quarter ended 30th June, 2020 (Unaudited)	Quarter ended 31st March, 2020 (Audited)	Quarter ended 30th June, 2019 (Unaudited)	Year ended 31st March, 2020 (Audited)
1		Revenue from Operations	17784.39	27168.87	45087.78	139503.29
2		Other Income	52.22	88.06	94.20	279.60
3		Total income (1+2)	17836.61	27256.93	45181.98	139782.89
4		Expenses				
	a)	Cost of materials consumed	14024.14	19392.47	19884.03	77555.19
	b)	Purchases of stock-in -trade	841.34	857.65	14912.58	20099.48
	c)	Changes in inventories of finished goods, work-in-progress and stock-in-trade	-3108.55	-1905.35	-335.78	973.50
	d)	Employee benefits expense	1563.36	2133.45	1703.84	7582.93
	e)	Finance Cost	1399.59	1437.65	1523.21	5854.95
	f)	Depreciation and amortisation expense	1382.58	1682.91	1806.79	7170.06
	g)	Power & Fuel	2232.05	2608.15	2843.71	11542.40
	h)	Other expenses	1608.87	2793.50	2769.97	11213.87
		Total expenses	19943.38	29000.43	45108.35	141992.38
5		Profit before exceptional items and tax (3-4)	-2106.77	-1743.49	73.63	-2209.49
6		Exceptional items				
7		Profit before tax (5-6)	-2106.77	-1743.49	73.63	-2209.49
8		Tax expense				
		-Current Tax	0.00	-199.20	234.54	232.82
		-Deferred Tax Asset(Liability)	183.86	235.18	202.91	807.27
9		Profit after tax	-1922.91	-1309.11	42.00	-1635.04
10		Minority Interest	0.00	0.04	0.00	0.03
11		Profit for the period after taxes and minotity interest (9-10)	-1922.91	-1309.15	42.00	-1635.07
12		Other comprehensive income				
	a)	(i) Items that will not be reclassified to profit or loss	7.20	-42.17	23.66	28.81
		(ii) Income tax related to items that will not be reclassified to profit or loss	2.40	-14.08	8.27	9.62
	b)	(i) Items that will be reclassified to profit or loss	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
13		Total comprehensive income for the period (9+10)	-1918.11	-1337.24	57.38	-1615.88
14		Paid-up equity share capital (face falue of Rs. 10/- each)	664.28	664.28	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	-28.95	-19.71	0.63	-24.61
	(b)	Diluted	-28.95	-19.71	0.63	-24.61

For and on behalf of Board of Directors

Sanjiv Garg
Managing Director
DIN:00217156

Place: Ludhiana
Date: 14-09-2020

MALHOTRA MANIK & ASSOCIATES
CA
CHARTERED ACCOUNTANTS
LUDHIANA

Continued statement of Consolidated unaudited financial results for the quarter ended 30 June, 2020

Notes:	
1	The above consolidated financial results includes result of subsidiary Garg International.
2	The above consolidated financial results were reviewed by the Audit Committee and approved by the Board of Directors at their respective meeting held on 14 September, 2020. The statutory auditors have expressed an unmodified opinion on the above results.
3	The above consolidated 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 format for quarterly results as prescribed in SEBI circular CIR/CFD/CMD/15/2015 dated November 30, 2015 has been modified to comply with the requirements of SEBI's circular dated June 05, 2016 and Schedule III (Division II) of the Companies Act, 2013 applicable to companies that are required to comply with Ind AS.
5	Figures for the previous periods are re-classified / re-grouped, wherever necessary, to correspond with the current period's classification / disclosure.
6	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".
7	World Health Organization (WHO) declared outbreak of Corona virus Disease (COVID-19) a global pandemic on March 11, 2020. Consequent to this, Government of India declared lockdown on March 23, 2020 and the Company temporarily suspended the operations in all the units in compliance with the lockdown instructions issued by the Central and State Governments. COVID-19 has impacted the normal business operations of the Company by way of interruption in production, supply chain disruption, unavailability of personnel, closure/lock down of production facilities etc. during the lock-down period and to an extent even subsequent to lifting/easing of lockdown restrictions. However, production and supply of goods has commenced during the month of April 2020 on various dates at all the manufacturing locations of the Company after obtaining permissions from the appropriate government authorities. As a result of lockdown the volumes for the quarter ended June 30, 2020 has been impacted. Revenue from operations decreased by 61% and has resulted into loss for the current quarter in comparison to quarter ended June 30, 2019. The decrease is primarily due to COVID-19 related market volatility during the current quarter. Therefore, results for Quarter 1 of 2020-21 are not comparable to previous corresponding period results. The impact of the pandemic in the subsequent period is highly dependent on the situations as they evolve and hence may be different from that estimated as at the date of approval of these Consolidated financial results
8	Provision for gratuity liability to employees has been made on estimated basis. The short/excess if any on the basis of actuarial valuation as per Indian accounting standard IND AS-19 Employee benefits would be made in the audited accounts for the year ended 31-03-2021.

For and on behalf of Board of Directors

Place: Ludhiana
Date: 14-09-2020

Sanjiv Garg
Managing Director
DIN:00217156

MALHOTRA MANIK & ASSOCIATES
CHARTERED ACCOUNTANTS
LUDHIANA