



VST Industries Limited

April 25, 2023

The General Manager  
Listing Department  
BSE Limited  
Phiroze Jeejeebhoy Towers  
Dalal Street, Fort  
**Mumbai - 400 001**  
STOCK CODE : 509966

The Manager  
Listing Department  
National Stock Exchange of India Ltd.  
"Exchange Plaza"  
Bandra Kurla Complex, Bandra (E)  
**Mumbai - 400 051**  
STOCK SYMBOL : VSTIND

Dear Sir/Madam,

**Sub : Audited Financial Results**

Pursuant to Regulation 33(3) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 we enclose herewith the statement containing the audited financial results for the quarter and year ended 31<sup>st</sup> March, 2023 which was considered and approved at the Board Meeting held today. Also, we enclose herewith the following :

1. Audit Report issued by Statutory Auditors
2. Declaration (Unmodified opinion)

The above information is also available on the website of the Company :  
[www.vsthyd.com](http://www.vsthyd.com)

The meeting of the Board of Directors commenced at 2.30 p.m. and concluded at 5.00 p.m.

Please take the above on record.

Yours faithfully,  
For VST INDUSTRIES LIMITED

  
PHANI K. MANGIPUDI  
Company Secretary &  
Vice President-Legal & Secretarial

Encl : As above



VST Industries Limited  
Regd Office: Azamabad, Hyderabad - 500 020.  
Phone: 91-40-27688000, Fax: 91-40 - 27615336

CIN: L29150TG1930PLC000576, Email: corporate@vstind.com, Website: www.vstind.com

STATEMENT OF AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31ST MARCH, 2023						
(₹ in Lakhs)						
Sl. No.	PARTICULARS	3 months ended 31-03-2023 (Audited) <sup>a</sup>	Preceding 3 months ended 31-12-2022 (Unaudited)	Corresponding 3 months ended 31-03-2022 (Audited) <sup>a</sup>	Current year ended 31-03-2023 (Audited)	Previous year ended 31-03-2022 (Audited)
Col.1	Col.2	Col.3	Col.4	Col.5	Col.6	Col.7
1.	Revenue from Operations	38822	44158	39965	167018	155912
	(a) Gross Sales	88	35	57	233	155
	(b) Other Operating Income	38910	44193	40022	167251	156067
	Total Revenue from Operations	1606	1602	1748	7640	4667
2.	Other Income	40516	45795	41770	174891	160734
3.	Total Income (1+2)					
4.	Expenses:					
	(a) Cost of Materials consumed	11951	19410	12553	61221	51626
	(b) Changes in inventories of finished goods, work-in-progress and stock-in-trade	2271	(1196)	181	875	(276)
	(c) Excise duty	8736	9617	9758	38007	38250
	(d) Employee benefits expense	3001	3095	2731	12033	11635
	(e) Depreciation and amortisation expense	839	743	879	3020	3010
	(f) Other expenses	4743	3796	4170	16846	13668
	Total Expenses	31541	35465	30272	132002	117913
5.	Profit before Tax (3 - 4)	8975	10330	11498	42889	42821
6.	Tax Expense					
	(a) Current tax	2043	2334	2556	9817	10418
	(b) Deferred tax	62	98	223	374	330
	Total Tax Expenses	2105	2432	2779	10191	10798
7.	Profit for the Period (5 - 6)	6870	7898	8719	32698	32023
8.	Other Comprehensive Income					
	A (i) Items that will not be reclassified to profit or loss	35	41	(48)	69	(37)
	(ii) Income tax relating to items that will not be reclassified to profit or loss	(9)	(5)	10	(13)	9
	B (i) Items that will be reclassified to profit or loss	46	101	(28)	(4)	(59)
	(ii) Income tax relating to items that will be reclassified to profit or loss	(12)	(25)	7	1	15
	Total Other Comprehensive Income	60	112	(59)	53	(72)
9.	Total Comprehensive Income (7+8)	6930	8010	8660	32751	31951
10.	Paid-up Equity Share Capital (Face Value of ₹ 10 per Share)	1544	1544	1544	1544	1544
11.	Reserves excluding Revaluation Reserves				116426	105886
12.	Earnings per Share (EPS) (of ₹ 10/- each) (not annualised)					
	- Basic and diluted EPS	44.49	51.15	56.47	211.75	207.38

Notes:

- The above mentioned results were reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on 25th April, 2023.
- The financial results of the Company have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and SEBI circular dated 5th July, 2016.
- The Government of Telangana had introduced an amnesty scheme to settle disputed Luxury Tax matters by paying 50% of the amount. Accordingly, the Company had settled its Luxury Tax demand and consequently an amount of Rs.1751 lakhs was written back during in the current year (in quarter ended 30th September, 2022) and disclosed under head "Other Income" in the above financial results.
- The figures for the quarter ended 31st March, 2023 and 31st March, 2022 are the balancing figures between the audited figures in respect of the full financial year and the published unaudited year to date figures upto the third quarter of the respective financial years.

*Adityadeb Gopalan*



## 5. Balance Sheet

Particulars	(₹ in Lakhs)	
	As at current year end 31-03-2023 (Audited)	As at previous year end 31-03-2022 (Audited)
<b>A. ASSETS</b>		
1. Non - Current Assets		
(a) Property, Plant and Equipment (refer foot note below)	59013	19495
(b) Capital Work-in-Progress	25	1045
(c) Intangible Assets	11	2
(d) Financial Assets		
(i) Investments	20172	20305
(ii) Loans	4	8
(e) Deferred Tax Assets (net)	1784	2160
(f) Other Non-Current Assets	1160	1845
Sub-total - Non - Current Assets	82169	44860
2. Current Assets		
(a) Inventories	34933	29563
(b) Financial Assets		
(i) Investments	37563	76761
(ii) Trade Receivables	4318	3330
(iii) Cash and Cash Equivalents	882	419
(iv) Other Bank Balances	1092	1122
(v) Loans	1	38
(vi) Other Financial Assets	278	282
(c) Other Current Assets	4129	2688
Sub-total - Current Assets	83196	114203
<b>TOTAL - ASSETS</b>	<b>165365</b>	<b>159063</b>
<b>B. EQUITY AND LIABILITIES</b>		
1. Equity		
(a) Equity Share capital	1544	1544
(b) Other Equity	116426	105886
Sub-total - Equity	117970	107430
2. Liabilities		
Non - Current Liabilities		
(a) Provisions	2153	2296
Sub-total - Non - Current Liabilities	2153	2296
Current Liabilities		
(a) Financial Liabilities		
(i) Trade Payables		
- Total outstanding dues of micro enterprises and small enterprises	260	122
- Total outstanding dues of creditors other than micro enterprises and small enterprises	9420	10219
(ii) Other Financial Liabilities	4345	3160
(b) Other Current Liabilities	29276	34231
(c) Current Tax Liabilities (net)	2041	1605
Sub-total - Current Liabilities	45242	49337
<b>TOTAL - EQUITY AND LIABILITIES</b>	<b>165365</b>	<b>159063</b>

During the current year, pursuant to a proposal initiated by the Government of Telangana, the Company has undertaken conversion of its leaschold factory premises co-located with its registered office situated in the Azamabad Industrial Area of the Hyderabad - Rs 34873 lakhs (including stamp duty and registration charges).

*Adityadeb Goopdu.*



6. Statement of Cash Flows

(₹ in Lakhs)

	For the current year ended 31-03-2023 (Audited)	For the previous year ended 31-03-2022 (Audited)
<b>A. Cash Flow from Operating Activities</b>		
Profit Before Tax	42889	42821
Adjustments:		
Depreciation and Amortisation Expense	3020	3010
Gain on sale of Property, Plant and Equipment (Net)	(6)	(71)
Liabilities/Provision no Longer Required Written Back	(1751)	(551)
Share Based Payment Expense	143	99
Unrealised (Gain) / Loss on Exchange (Net)	2	(9)
Interest Income	(1735)	(975)
Dividend Income	(5)	(5)
Net gain arising on Investments measured at fair value through profit and loss	(3914)	(2919)
Operating Profit before Working Capital Changes	38643	41400
Adjustments for Movement in Working Capital:		
Inventories	(5370)	155
Trade Receivables	(988)	(1799)
Advances and Other Assets	(1438)	547
Trade Payables	(661)	(634)
Other Liabilities and Provisions	(2649)	(1339)
Cash generated from Operations	27537	38330
Income Taxes Paid (Net)	(9391)	(10608)
Net cash generated from Operating Activities	18146	27722
<b>B. Cash Flow from Investing Activities</b>		
Purchase of Property, Plant and Equipment, Intangibles, etc	(40388)	(4891)
Sale of Property, Plant and Equipment	6	72
Purchase of Non-Current Investments	-	(20164)
Purchase of Current Investments	(297307)	(263390)
Sale/ Redemption of Current Investments	340419	277991
Dividend Income from Non-Current Investments	5	5
Interest Realised	1896	837
Loans Realised	41	13
Loans Given	-	(48)
Net cash from / (used in) Investing Activities	4672	(9575)
<b>C. Cash Flow from Financing Activities</b>		
Dividend paid on equity shares	(21539)	(17599)
Purchase of Treasury Shares by VST ESOP Trust	(816)	(1066)
Net cash used in Financing Activities	(22355)	(18665)
Net change in cash and cash equivalents	463	(518)
Opening cash and cash equivalents	419	937
Closing cash and cash equivalents	882	419

The above Statement of Cash Flows has been prepared under the 'Indirect Method' as set out in Ind AS 7, 'Statement of Cash Flows'.

- The above results of the Company have been audited by the Statutory Auditors, who have issued an unqualified audit report.
- The Company has a single operating segment viz. "tobacco and related products", and accordingly, reviews business performance at an overall Company level. Therefore, the disclosure as per Ind AS 108 - 'Operating Segments' is not applicable.
- The Board of Directors recommend dividend for the financial year 2022-23 - ₹ 150/- (2021-22 - ₹ 140/-) per Equity Share of ₹ 10 each. The payment is subject to approval of the shareholders at the ensuing Annual General Meeting of the Company.

BY ORDER OF THE BOARD  
VST INDUSTRIES LIMITED

*Aditya Deb Gooptu*

ADITYA DEB GOOPTU  
MANAGING DIRECTOR  
DIN: 07849104

Place: New Delhi  
Date: 25th April, 2023





# B S R & Associates LLP

Chartered Accountants

Salarpuria Knowledge City,  
Orwell, B Wing, 6<sup>th</sup> Floor, Unit-3,  
Sy No. 83/1, Plot No. 02, Raidurg,  
Hyderabad – 500 081 - India

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## Independent Auditor's Report

**To the Board of Directors of VST Industries Limited**

**Report on the audit of the Annual Financial Results**

### Opinion

We have audited the accompanying annual financial results of VST Industries Limited (hereinafter referred to as the "Company") for the year ended 31 March 2023, attached herewith, (in which are included financial information from VST ESOP trust ("Trust")) being submitted by the Company pursuant to the requirement of Regulation 33 of the Securities and Exchange Board of India (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, the aforesaid annual financial results:

- a. are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- b. give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting Standards, and other accounting principles generally accepted in India, of the net profit and other comprehensive income and other financial information for the year ended 31 March 2023.

### 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 Annual 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 on the annual financial results.

### Management's and Board of Directors'/Board of Trustees' Responsibilities for the Annual Financial Results

These annual financial results have been prepared on the basis of the annual financial statements.

The Company's Management and the Board of Directors are responsible for the preparation and presentation of these annual financial results that give a true and fair view of the net profit/ loss 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 and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. The respective Management and Board of Directors of the Company/Board of Trustees of the Trust are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of Company/Trust 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

Registered Office:

14th Floor, Central B Wing and North C Wing, Nesco IT Park 4, Nesco Center, Western Express Highway, Goregaon (East), Mumbai - 400063

B S R & Associates (a partnership firm with Registration No. BA69226) converted into B S R & Associates LLP (a Limited Liability Partnership with LLP Registration No. AAB-8182) with effect from October 14, 2013

## Independent Auditor's Report (Continued)

### VST Industries Limited

maintenance of adequate internal financial controls, that were operating effectively for ensuring accuracy and completeness of the accounting records, relevant to the preparation and presentation of the annual financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the annual financial results, the respective Management and the Board of Directors/Board of Trustees are responsible for assessing Company/Trust to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the respective Board of Directors/Board of Trustees either intends to liquidate the Company/Trust or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors/Board of Trustees are responsible for overseeing the financial reporting process of Company/Trust.

#### Auditor's Responsibilities for the Audit of the Annual Financial Results

Our objectives are to obtain reasonable assurance about whether the annual 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 annual 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 annual 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 in the annual financial results made by the Management and Board of Directors.
- Conclude on the appropriateness of the Management and 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 appropriateness of this assumption. 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 annual 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 annual financial results, including the disclosures, and whether the annual financial results represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance of the Company and such other entity included in standalone annual financial results of which we are the independent auditors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

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**Independent Auditor's Report (Continued)**

**VST Industries Limited**

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(s)**

- a. The annual financial results include the results for the quarter ended 31 March 2023 being the balancing figure between the audited figures in respect of the full financial year and the published unaudited year to date figures up to the third quarter of the current financial year which were subject to limited review by us.

**For B S R & Associates LLP**

*Chartered Accountants*

Firm's Registration No.:116231W/W-100024



*@ Arpan Jain*

Arpan Jain

*Partner*

Hyderabad

25 April 2023

Membership No.: 125710

UDIN:23125710BGYBQI9362





**VST Industries Limited**

April 25, 2023

To

**BSE LIMITED  
NATIONAL STOCK EXCHANGE OF INDIA LIMITED**

Dear Sir/Madam,

**Sub : Declaration pursuant to Regulation 33(3)(d) of the Securities & Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations 2015**

DECLARATION

I, Anish Gupta, Chief Financial Officer of VST Industries Limited (CIN:L29150TG1930PLC000576) having its Registered Office at Azamabad, Hyderabad 500 020, India, hereby declare that, the Statutory Auditors of the Company, Messrs. BSR & Associates LLP (ICAI Firm Registration No: 116231W/W-100024) have issued an Audit Report with unmodified opinion on Audited Financial Results of the Company (Standalone) for the quarter and year ended on March 31, 2023.

This Declaration is given in compliance to Regulation 33(3)(d) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended by the SEBI (Listing Obligations and Disclosure Requirements) (Amendment) Regulations, 2016, vide Notification No.SEBI/LAD-NRO/GN/2016-17/001 dated May 25, 2016.

Request you to take this on record.

Yours faithfully  
VST INDUSTRIES LIMITED

ANISH GUPTA  
Chief Financial Officer