

October 22, 2019

To,
The General Manager
BSE Limited
Phiroze Jeejeebhoy Towers
Dalal Street
Mumbai 400 001

To,
Asst. Vice President,
National Stock Exchange of India Ltd.
Exchange Plaza, C-1, Block G, Bandra
Kurla Complex, Bandra (E), Mumbai,
Maharashtra 400051

Srip code : 516082
NSE symbol : NRAIL

Sub.: Unaudited Financial Results for the quarter and half year ended September 30, 2019

Dear Sir,

Pursuant to Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, enclosed please find Unaudited Financial Results for the quarter and half year ended September 30, 2019 duly approved by the Board of Directors along with Limited Review report of the Auditors.

The Board Meeting commenced at 4.45 pm and ended at 6.15 pm.

Thanking you,

Yours faithfully,
For N R AGARWAL INDUSTRIES LIMITED,



Pooja Daftary
Company Secretary & Compliance Officer

Encl.: As stated above

Statement of Unaudited Financial Results for the Quarter and Half Year Ended September 30, 2019 (₹ in Lakhs)							
Sr.No.	Particulars	Quarter Ended			Half Year Ended		Year Ended
		September 30, 2019	June 30, 2019	September 30, 2018	September 30, 2019	September 30, 2018	March 31, 2019
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	Income from operations						
	(a) Revenue from Operations	34,282.33	35,990.05	31,958.41	70,272.38	63,920.32	131,817.59
	(b) Other Income	282.58	211.50	251.99	494.08	466.64	842.39
	Total Income	34,564.91	36,201.55	32,210.40	70,766.46	64,386.96	132,659.98
2	Expenses						
	(a) Cost of Materials consumed	19,970.25	21,324.14	17,820.89	41,294.39	36,167.60	77,456.58
	(b) Changes in inventories of finished goods, and work-in-progress	(359.35)	267.14	(25.40)	(92.21)	87.35	(1,205.21)
	(c) Employee benefits expenses	1,911.76	1,887.18	1,589.82	3,798.94	3,113.18	7,045.60
	(d) Finance costs	933.84	941.97	903.18	1,875.82	1,818.23	3,454.45
	(e) Depreciation and amortisation expenses	783.59	778.44	705.39	1,562.03	1,396.09	2,745.28
	(f) Other expenses	8,186.01	7,768.41	7,556.04	15,954.42	14,284.10	30,094.19
	Total Expenses	31,426.10	32,967.28	28,549.91	64,393.39	56,866.55	119,590.90
3	Profit before Tax and exceptional items(1-2)	3,138.81	3,234.27	3,660.49	6,373.07	7,520.41	13,069.08
4	Exceptional items (net)	-	-	-	-	-	-
5	Profit before Tax(3+4)	3,138.81	3,234.27	3,660.49	6,373.07	7,520.41	13,069.08
6	Tax expense						
	(a) Current tax (Net of Mat Credit)	416.16	696.53	901.49	1,112.70	1,692.34	2,814.58
	Tax related to earlier years	-	-	-	-	-	5.58
	(b) Deferred Tax	340.70	164.22	125.18	504.92	290.24	784.57
	Total Tax expense	756.86	860.75	1,026.67	1,617.62	1,982.58	3,604.74
7	Net Profit after tax (5-6)	2,381.95	2,373.52	2,633.82	4,755.45	5,537.83	9,464.34
8	Other Comprehensive income						
	Items that will not be reclassified to profit or loss:						
	(a) Remeasurements of the defined benefit plans	0.44	0.44	6.53	0.87	13.06	1.75
	(b) Deferred Tax relating to the above items	(0.15)	(0.15)	(2.26)	(0.31)	(4.52)	(0.61)
	(c) Equity Instruments through other comprehensive income	(9.24)	(2.40)	(4.23)	(11.63)	(13.43)	(4.03)
	Total Other Comprehensive income/(loss)	(8.95)	(2.11)	0.04	(11.07)	(4.89)	(2.89)
9	Total Comprehensive income (7+8)	2,373.00	2,371.41	2,633.86	4,744.38	5,532.94	9,461.45
10	Paid-up equity share capital (face value ₹ 10 each)	1,701.91	1,701.91	1,701.91	1,701.91	1,701.91	1,701.91
11	Other equity	-	-	-	-	-	29,533.46
12	Earnings per share of ₹ 10 each (for the period-not annualised)						
	(a) Basic	14.00	13.95	15.48	27.94	32.54	55.61
	(b) Diluted	14.00	13.95	15.48	27.94	32.54	55.61
	See accompanying notes to the financial results						



Statement of Assets and Liabilities		(₹ in Lakhs)	
Particulars		As at September 30, 2019 (Unaudited)	As at March 31, 2019 (Audited)
A	ASSETS		
1	Non-Current Assets		
	(a) Property, Plant and Equipment	53,336.37	52,615.67
	(b) Capital work-in-progress	2,449.64	2,063.38
	(c) Right-of-use Assets	2,588.65	-
	(d) Intangible assets	26.59	34.23
	(e) Financial Assets		
	(i) Investments	29.68	41.32
	(ii) Loans	3.22	4.10
	(iii) Other financial assets	257.41	259.69
	(f) Other Non-Current Assets	537.62	357.22
	Total - Non-Current Assets	59,229.18	55,375.60
2	Current Assets		
	(a) Inventories	11,084.49	10,432.20
	(b) Financial Assets		
	(i) Trade receivables	12,237.85	11,746.78
	(ii) Cash and cash equivalents	4.66	8.80
	(iii) Other bank balances	693.19	567.47
	(iv) Loans	97.03	91.81
	(v) Other Financial Assets	1,060.04	820.07
	(c) Other Current Assets	1,563.60	809.98
	(d) Current Tax Assets (net)	578.74	636.28
	Total - Current Assets	27,319.60	25,113.39
	TOTAL - ASSETS	86,548.78	80,488.99
B	EQUITY AND LIABILITIES		
1	Equity		
	(a) Equity share capital	1,701.91	1,701.91
	(b) Other equity	33,267.47	29,533.46
	Total - Equity	34,969.38	31,235.37
2	Liabilities		
	Non-current liabilities		
	(a) Financial Liabilities		
	(i) Borrowings	13,788.14	16,034.63
	(ii) Lease Liability	2,753.86	-
	(iii) Other Financial Liabilities	6,615.51	7,144.45
	(b) Provisions	331.87	297.07
	(c) Deferred Tax Liabilities (net)	3,396.47	2,891.25
	(d) Other long term liabilities	-	-
	Total Non-Current Liabilities	26,885.85	26,367.40
3	Current Liabilities		
	(a) Financial Liabilities		
	(i) Borrowings	10,000.85	8,113.77
	(ii) Lease Liability	159.31	-
	(iii) Trade payables		
	(a) Micro and Small Enterprises	668.64	638.91
	(b) Others	5,104.95	5,864.72
	(iii) Other Financial Liabilities	8,482.01	7,599.89
	(b) Provisions	47.14	47.14
	(c) Other Current Liabilities	230.64	621.80
	Total Current Liabilities	24,693.54	22,886.23
	Total Liabilities	51,579.39	49,253.63
	TOTAL EQUITY AND LIABILITIES	86,548.78	80,488.99



Statement of Cash Flows		(₹ in Lakhs)	
Particulars		As at September 30, 2019 (Unaudited)	As at March 31, 2019 (Audited)
A.	CASH FLOWS FROM OPERATING ACTIVITIES:		
	Profit before Income tax	6,373.07	13,069.08
	Adjustments to reconcile profit before tax to net cash flows		
	Depreciation and amortisation expense	1,562.03	2,745.28
	Loss/ (profit) on sale of property, plant & equipment	(0.04)	140.81
	Interest Received	(119.11)	(174.43)
	Bad debt	0.18	0.01
	Doubtful Debt Received	-	(2.24)
	Finance costs	1,875.82	3,454.45
	Operating Profit before working capital	9,691.95	19,232.96
	Add: Adjustments For:		
	Change in Working Capital		
	(Increase)/decrease in inventories	(652.29)	(3,497.41)
	(Increase)/decrease in trade receivables	(491.25)	(670.58)
	(Increase)/decrease in loans (non-current and current)	(4.34)	0.98
	(Increase)/decrease in other assets (non-current and current)	(740.83)	(206.84)
	(Increase)/decrease in other financial assets (non-current and current)	(237.69)	24.04
	Increase/(decrease) in trade payables	(730.04)	2,014.51
	Increase/(decrease) in other financial liabilities (non-current and current)	532.58	(3,015.58)
	Increase/(decrease) in other liabilities (current)	(391.16)	356.80
	Increase/(decrease) in provisions	35.67	(22.15)
	Cash generated from/(used) in operations	7,012.60	14,216.73
	Less: Income tax paid (net of refunds)	1,055.16	2,998.50
	Net Cash flow from/(used) in Operating Activities (A)	5,957.44	11,218.23
B.	CASH FLOWS FROM INVESTING		
	Purchase of property, plant and equipment and intangible assets, including capital advances	(2,721.00)	(8,809.68)
	Proceeds from sale of property, plant and equipment	1.27	90.48
	Interest received	119.11	174.43
	Net Cash flow from/(used) in Investing Activities (B)	(2,600.62)	(8,544.78)
C.	CASH FLOWS FROM FINANCING ACTIVITIES:		
	Proceeds from borrowings	-	6,710.50
	Repayment of borrowings	(2,766.13)	(5,131.27)
	Finance Cost	(1,717.10)	(3,465.11)
	Increase/(Decrease) in Short Term borrowings (Net)	1,887.08	(625.33)
	Unsecured Borrowings (Net)	400.00	(207.24)
	Payment of lease Liabilities	(218.40)	-
	Dividends paid	(680.76)	(136.75)
	Dividend distribution tax paid	(139.93)	(28.11)
	Net Cash Flow from/(used) in Financing Activities (C)	(3,235.24)	(2,883.31)
	Net increase (decrease) in cash and cash equivalents(A + B + C)	121.59	(209.86)
	Cash and Cash Equivalents at the beginning of the Period	576.27	786.13
	Cash and Cash Equivalents at end of the Period	697.86	576.27
1	The above financial results have been prepared in accordance with Indian Accounting Standards (Ind AS) as prescribed under Section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and relevant amendments thereafter.		




2	The above financial results have been reviewed by the Audit Committee and approved by the Board of Directors at their meetings held on October 22, 2019. The statutory auditors of the Company have conducted limited review of these financial results, pursuant to Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
3	The Company is engaged in the business of manufacture and sale of paper and paper boards, which in the context of Indian Accounting Standard (Ind AS) 108 - "Operating Segment", is considered as the operating segment of the Company.
4	<p>The Company has adopted Ind AS 116, which is effective from April 1, 2019 and applied the standard to its leases, retrospectively, with the cumulative effect of initially applying the Standard, recognised on the date of initial application (April 1, 2019). Accordingly, the Company has not restated comparative information, instead, the cumulative effect of initially applying this standard has been recognised as an adjustment to the opening balance of retained earnings as on April 1, 2019.</p> <p>On transition to Ind AS 116, the Company recognised right-of-use assets amounting to ₹ 2723.40 lakhs, lease liabilities amounting to ₹ 2975.02 lakhs and ₹189.68 lakhs in retained earnings as at April 1, 2019. The Company has discounted lease payments using applicable incremental borrowing rate as at April 1, 2019 for measuring the lease liability. During the quarter and six months ended September 30, 2019, the Company has recognised interest expense on lease liability amounting to ₹ 77.30 lakhs and ₹ 155.41 lakhs respectively and depreciation on right-of-use assets amounting to ₹ 67.75 lakhs and ₹ 134.76 lakhs respectively.</p>
5	Previous quarter/year figures have been regrouped/restated wherever necessary.

Place : Mumbai
Date : October 22, 2019



By order of the Board
For N R AGARWAL INDUSTRIES LIMITED


 Rajendra N Agarwal
 Chairman & Managing Director
 DIN 00176440

Auditor's Review Report on quarterly and year to date unaudited financial results of N R AGARWAL INDUSTRIES LIMITED pursuant to the regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015

To
The Board of Directors
N R AGARWAL INDUSTRIES LIMITED

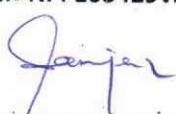
We have reviewed the accompanying statement of unaudited financial results of **N R AGARWAL INDUSTRIES LIMITED** ('the Company') for the quarter ended September 30, 2019 and Year to date unaudited financial results for the period April 1, 2019 to September 30, 2019, ('the Statement') attached herewith, being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016.

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

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 financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

Based on our review, conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable Indian Accounting Standards and other recognized accounting practices and policies generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.

For GMJ & Co
Chartered Accountants
F.R.N. : 103429W


CA S MAHESHWARI
Partner
M. NO. : 038755
UDIN : 19038755AAAA IT1167



Place : Mumbai
Date : October 22, 2019