



# Vardhman

Delivering Excellence. Since 1965.

## VARDHMAN ACRYLICS LIMITED

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**Ref. VAL:SCY:MAY:2022-23**

**Dated: 16.05.2022**

National Stock Exchange of India Limited,  
“Exchange Plaza,  
Bandra-Kurla Complex,  
Bandra (East),  
MUMBAI-400 051  
Scrip Code: VARDHACRLC

**SUBJECT: DISCLOSURE UNDER REGULATION 30 & 33 OF THE SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015**

Dear Sir,

Pursuant to Regulation 30 read with Part A of Schedule III and Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we are enclosing herewith Audited Financial Results of the Company for the financial year ended 31<sup>st</sup> March, 2022 together with Auditors' Report as approved by Board of Directors in its meeting held on 16<sup>th</sup> May, 2022.

The Report of Auditors is with unmodified opinion with respect to the Audited Financial Results of the Company for the financial year ended 31<sup>st</sup> March, 2022.

The meeting of the Board of Directors commenced at 10:30 a.m. and concluded at 12:00 noon.

Kindly note and display the notice on your notice Board for the information of the Members of your exchange and general public.

Thanking you,  
Yours faithfully,

**For VARDHMAN ACRYLICS LIMITED**

  
Satin Katyal  
(Company Secretary)



YARNS | FABRICS | THREADS | GARMENTS | FIBRES | STEELS

PAN NO.: AAACV7602E CIN: L51491PB1990PLC019212  
WWW.VARDHMAN.COM

**VARDHMAN ACRYLICS LTD**

Regd. Office : Chandigarh Road, Ludhiana-141010

Audited Financial Results for the quarter and year ended 31st March, 2022

Corporate Identity Number (CIN): L51491PB1990PLC019212, PAN: AAACV7602E

Website: www.vardhman.com Email: secretarial.lud@vardhman.com

(Rs. In Crores)

Particulars	Quarter Ended 31st March, 2022	Quarter Ended 31st December, 2021	Quarter Ended 31st March, 2021	Year Ended 31st March, 2022	Year Ended 31st March, 2021
	Unaudited (Refer Note no.7)	Unaudited	Unaudited (Refer Note no.7)	Audited	Audited
<b>1 Income From Operations</b>					
a) Revenue From Operations	100.20	102.16	104.73	303.33	280.19
b) Other Income	2.22	2.89	4.03	14.40	15.37
<b>Total Income from operations</b>	<b>102.42</b>	<b>105.05</b>	<b>108.76</b>	<b>317.72</b>	<b>295.56</b>
<b>2 Expenses</b>					
a) Cost of Materials Consumed	63.96	97.35	57.40	236.64	166.19
b) Purchase of Stocks- In Trade	1.90	-	2.57	1.90	2.86
c) Change in Inventories of Finished Goods, works -in progress and stock -in- trade	22.51	(26.70)	(2.57)	(7.45)	0.08
d) Employee Benefits Expenses	4.34	4.05	4.60	15.94	16.33
e) Depreciation and Amortisation Expense	1.34	1.37	1.33	5.42	5.42
f) Finance Cost	0.10	0.12	0.39	0.39	0.53
g) Other Expenses	15.64	16.28	13.97	47.47	47.04
<b>Total Expenses</b>	<b>109.79</b>	<b>92.47</b>	<b>77.69</b>	<b>300.29</b>	<b>238.45</b>
<b>3 Profit/(Loss) before Tax (1 -2)</b>	<b>(7.37)</b>	<b>12.58</b>	<b>31.07</b>	<b>17.43</b>	<b>57.11</b>
<b>4 Tax Expense</b>					
Current Tax	(1.20)	4.32	8.49	5.55	14.51
Deferred Tax	(0.62)	(1.73)	(0.35)	(2.68)	(0.31)
<b>5 Net Profit/(Loss) after Tax (3 - 4)</b>	<b>(5.55)</b>	<b>9.99</b>	<b>22.93</b>	<b>14.56</b>	<b>42.92</b>
<b>6 Other Comprehensive income / (Loss)</b>	0.29	-	0.03	0.29	0.03
<b>7 Total Comprehensive income (5+6)</b>	<b>(5.26)</b>	<b>9.99</b>	<b>22.96</b>	<b>14.85</b>	<b>42.95</b>
<b>8 Paid-up Equity Capital (Face Value Rs. 10/- per share)</b>	80.36	80.36	80.36	80.36	80.36
<b>9 Other Equity</b>	131.95	137.20	318.01	131.95	318.01
<b>10 Earnings Per Share (of Rs. 10/- each) ( in Rs.) (not annualized):</b>					
(a) Basic	(0.69)	1.24	2.85	1.81	5.34
(b) Diluted	(0.69)	1.24	2.85	1.81	5.34



**VARDHMAN ACRYLICS LIMITED**  
**BALANCE SHEET As at 31st March, 2022**

(Rs. in Crores)

Particulars	As at 31st March, 2022 (Audited)	As at 31st March, 2021 (Audited)
<b>ASSETS</b>		
<b>1 Non-current assets</b>		
(a) Property, Plant and Equipment	44.68	47.36
(b) Capital work-in-progress	0.19	0.20
(c) Right of Use Asset	11.16	11.32
(d) Financial Assets		
-Investments	56.39	53.20
-Loans	0.06	0.06
-Other financial assets	0.26	0.00
(e) Other non-current Assets	0.55	0.56
<b>Total of Non-current assets</b>	<b>113.29</b>	<b>112.70</b>
<b>2 Current assets</b>		
(a) Inventories	76.85	64.20
(b) Financial Assets		
- Investments	77.64	178.67
-Trade receivables	10.56	15.08
-Cash and Cash Equivalents	1.47	18.57
-Bank Balance other than Cash equivalents	3.89	83.59
- Loans	0.11	0.04
-Other financial assets	0.13	3.66
(c) Other current assets	18.42	8.60
<b>Total of Current assets</b>	<b>189.07</b>	<b>372.41</b>
<b>TOTAL OF ASSETS</b>	<b>302.36</b>	<b>485.11</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
(a) Equity Share capital	80.36	80.36
(b) Other Equity	131.95	318.01
<b>Total of Equity</b>	<b>212.31</b>	<b>398.37</b>
<b>Liabilities</b>		
<b>1 Non-current liabilities</b>		
(a) Financial Liabilities		
-Borrowings	-	-
-Other financial liabilities	-	-
-Lease liability	0.00	0.00
(b) Provisions	0.49	0.57
(c) Deferred tax liabilities (Net)	7.57	10.25
(d) Other non-current liabilities	0.09	0.11
<b>Total of Non-current liabilities</b>	<b>8.15</b>	<b>10.93</b>
<b>2 Current liabilities</b>		
(a) Financial Liabilities		
-Borrowings	2.78	0.36
-Trade payables		
(i) Total outstanding dues of micro enterprises and small enterprises	1.17	0.38
(ii) Total outstanding dues of creditors other than micro enterprises and small enterprises.	46.14	41.04
-Other financial liabilities	6.64	6.10
(b) Other current liabilities	0.96	1.45
(c) Provisions	0.07	0.08
(d) Current tax liabilities (net)	24.14	26.40
<b>Total of Current liabilities</b>	<b>81.90</b>	<b>75.81</b>
<b>TOTAL OF EQUITY AND LIABILITIES</b>	<b>302.36</b>	<b>485.11</b>



**VARDHMAN ACRYLICS LIMITED**

Read. Office : Chandigarh Road, Ludhiana-141010

**Statement of Cash Flows for the year ended March 31, 2022**

Particulars		For the year ended 31st March 2022 (Rs. in Crores)		For the year ended 31st March 2021 (Rs. in Crores)
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>				
Profit before tax		17.43		57.11
Adjustments for :				
Depreciation and Amortization	5.42		5.42	
Interest paid	0.05		0.37	
Interest income	(2.10)		(6.73)	
(Profit)/Loss on sale of investment (net)	(6.09)		(3.00)	
Gain on disposal of Property, Plant and Equipment	(0.05)		-	
Loss on discard of Property, Plant and Equipment	0.00		0.07	
Net Gain on fair valuation of investment at fair value through Profit and loss	(3.38)		(5.21)	
Foreign exchange (gain) or loss	0.02		0.21	
Bad debts written off / Excess Income Written off / Written off Dead items.	0.13		-	
Liabilities / Provisions no longer required written back	(0.58)	(6.59)	(0.28)	(9.16)
<b>Operating profit before working capital changes</b>		<b>10.84</b>		<b>47.94</b>
Adjustments for working capital changes:				
Decrease in trade receivables	4.38		(5.57)	
Decrease/(increase) in loans	(0.07)		(0.07)	
Decrease/(increase) in other financial assets	(0.26)		22.32	
Increase in other assets	(9.81)		3.07	
Decrease/(increase) in Inventories	(12.65)		(3.73)	
Increase/(decrease) in trade payables	5.89		(12.84)	
Increase/(decrease) in other financial liabilities	(0.19)		1.07	
Increase/(decrease) in other liabilities	0.27	(12.44)	0.72	4.97
<b>Cash generated from operations</b>		<b>(1.60)</b>		<b>52.91</b>
Income taxes paid	(7.82)	(7.82)	(13.46)	(13.46)
<b>Net cash generated from operating activities</b>		<b>(9.41)</b>		<b>39.46</b>
<b>B. CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Purchase of Property, plant and equipment	(2.59)		(0.51)	
Proceeds from sale of discarded assets	0.07		-	
Interest received	5.64		3.38	
Dividend received	-		-	
Proceeds from sale of Investments in Mutual Funds/Liquid Funds/Debt Funds	120.95		60.45	
Payment for purchase of Investments in Mutual Funds/Liquid Funds/Debt Funds	(13.63)		(124.09)	
Bank balances not considered as cash and cash equivalents	79.70		(21.80)	
<b>Net cash from investing activities</b>		<b>190.12</b>		<b>(82.58)</b>
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>				
Repayment of short - term borrowings	-		(1.06)	
Proceeds from short - term borrowings	2.43		-	
Dividend paid on equity shares	(200.20)			
Interest paid	(0.05)		(0.04)	
<b>Net cash used in financing activities</b>		<b>(197.82)</b>		<b>(1.10)</b>
NET INCREASE IN CASH AND CASH EQUIVALENTS		<b>(17.11)</b>		<b>(44.22)</b>
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR		<b>18.57</b>		<b>62.80</b>
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR		<b>1.47</b>		<b>18.57</b>



**VARDHMAN ACRYLICS LTD**

**Regd. Office : Chandigarh Road, Ludhiana-141010**

**Audited Financial Results for the quarter and year ended 31st March, 2022**

**Corporate Identity Number (CIN): L51491PB1990PLC019212, PAN: AAACV7602E**

**Website:www.vardhman.com Email: secretarial.lud@vardhman.com**


**NOTES:**

1. The Company has only one segment of Acrylic Fibre and accordingly, there is no reportable segment as required by Indian Accounting Standards (IndAS) - 108 "Operating Segment" notified by the Companies (Accounting Standards) Rules,2015.
2. The format for quarterly results is as prescribed in Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended , read with SEBI circular CIR/CFD/CMD1/44/2019 dated March 29, 2019.The 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 relevant rules issued thereunder.
3. The manufacturing operations of the Company at its plant at Jhagadia (Gujarat) were disrupted on 19th April 2021 resulting in stoppage of production due to a flash strike by workmen while the matter relating to their Charter of Demand was already under conciliation before the Assistant Labour Commissioner, Bharuch. The said strike was prohibited by the Govt. of Gujarat vide its Order dated 16th June, 2021. The manufacturing operations of the Company got resumed from 12th July 2021. This disruption has impacted the results of the Company for the year ended 31st March, 2022 and hence the same are not comparable with the previous year.
4. The Company has considered the possible effects that may result from the pandemic relating to COVID-19 in the preparation of these unaudited financial results including but not limited to the recoverability of carrying amounts of financial and non-financial assets, its assessment of liquidity and going concern assumption. In developing the assumptions relating to the possible future uncertainties in the global economic conditions because of this pandemic, the Company has, at the date of approval of these unaudited financial results, used internal and external sources of information and expects that the carrying amount of these assets will be recovered. Given the uncertainties associated with nature, condition and duration of COVID-19, the Company will closely monitor any material changes arising out of the future economic conditions and its impact on the business of the company.
5. Figures for previous periods have been recast/regrouped, wherever necessary to make them comparable.
6. Financial Results have been reviewed by the Audit Committee at its meeting held on 16th May, 2022 and approved by the Board of Directors at its meeting held on 16th May, 2022.
7. The figures for the quarter ended March 31 are the balancing figures between audited figures in respect of the full financial year and the published year to date figures upto 31st December.
8. During the year ended 31st March, 2022, the Board of directors has declared an interim dividend of Rs. 25 per share on fully paid up equity shares of the company.
9. The Code on Social Security 2020 has been notified in the Official Gazette on 29th September 2020. The effective date from which the changes are applicable is yet to be notified . Impact if any of the change will be assessed and accounted in the period in which said Code becomes effective .

Date : 16-05-2022  
Place : Ludhiana



For Vardhman Acrylics Limited

  
S.P. Oswal  
(Chairman)

**Independent Auditor's Report on the Financial Results of Vardhman Acrylics Limited.**

**To**  
**The Board of Directors of**  
**Vardhman Acrylics Limited**

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

**Opinion**

We have audited the accompanying statement of financial results of Vardhman Acrylics Limited ("the Company") for the quarter and year ended 31<sup>st</sup> March, 2022 ("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 regulation 33 the Listing Regulations in this regard: and
- ii. gives a true and fair view in conformity with the recognition and measurement Principles laid down in the Indian Accounting Standards ("Ind AS") and other accounting principles generally accepted in India, of the net profit and other comprehensive income and other financial information of the Company for the quarter and year then ended 31<sup>st</sup> March, 2022.

**Basis for Opinion**

We conducted our audit of the Statement in accordance with the Standards on Auditing (SAs) specified under Section 143(10) of the Companies Act, 2013, ("the Act"). Our responsibilities under those Standards are further described in the "Auditor's Responsibilities for the Audit of the 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 results for the quarter and year ended 31<sup>st</sup> March, 2022 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 audit opinion on the financial statements.

**Management's Responsibilities for the Financial Results**

The Statement has been prepared on the basis of the annual financial statements. The management of the Company is responsible for the preparation and presentation of the Statement that gives a true and fair view of the net profit and other comprehensive income of the Company and other financial information in accordance with the applicable Indian 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 Annual 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 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 made by the management of the company.
- Evaluate the appropriateness and reasonableness of disclosure made by the Board of Directors in terms of the requirements specified under Regulation 33 of the Listing Regulation.
- Conclude on the appropriateness of the Board of Directors's 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 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.
- Obtain sufficient appropriate audit evidence regarding the Financial Results of the Company to express an opinion on the Financial Result.

We communicate with those charged with governance 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.

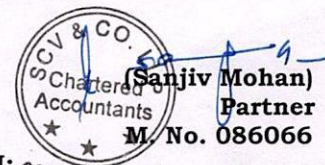
#### **Other Matters**

The Statement includes the results for the quarter ended 31<sup>st</sup> March, 2022 being the balancing figure between the audited figures in respect of the full financial year ended 31<sup>st</sup> March, 2022 and the published unaudited year-to-date figures up to the third quarter of the current financial year, which were subjected to limited review by us, as required under the Listing Regulations.

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

Dated: 16<sup>th</sup> May, 2022  
Place: Ludhiana

**For SCV & Co. LLP**  
**Chartered Accountants**  
**FRN 00235N/N500089**



UDIN: 29086066AJALEN9990