



Virat Industries Ltd.

Regd. Office & Factory :

A-1/2, GIDC Industrial Estate, Kabilpore,

Navsari-396 424, Gujarat. (INDIA)

Tel.:(91-2637) 265011, 265022, 7878325805 Fax : (91-2637) 265712

Email: factory@viratindustries.com / Website : www.viratindustries.com

CIN

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25/06/2020

To,
Bombay Stock Exchange Limited,
Listing Department,
P. J. Towers, 1st Floor,
Dalal Street, Fort,
Mumbai -400 001

Scrip Code: - 530521

Subject: - Outcome of Board Meeting held on 25th June, 2020

Ref: - Regulation 33 of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015.

Dear Sirs,

The Board of Directors of the Company, in its meeting held on 25th June, 2020 have considered and taken on record the Audited Financial Statement for the Financial Year 2019-20.

The Board of Directors of the Company do not propose any dividend for the Financial Year 2019-20.

The meeting of the Board of Directors commenced at 11.30 AM and concluded at 2.45 PM.

The 30th Annual General Meeting of the Company will be held on 17th September, 2020.

We request you to take above information on your record.

Thanking You,
Yours truly,
For Virat Industries Limited

Tony U. Gandhi

Tony Gandhi
Company Secretary

Corporate Head Office:

74, Bajaj Bhavan, 226 Rajani Patel Marg, Nariman Point, Mumbai - 400 021 (India).

Tel Nos. (91-22) 2202 9346 / 2202 9347 / 4005 0278 Email : sales@viratindustries.com website : www.viratindustries.com

INDEPENDENT AUDITOR'S REPORT
TO THE BOARD OF DIRECTORS OF VIRAT INDUSTRIES LIMITED
Report on the audit of the Annual Financial Results

Opinion

We have audited the accompanying annual financial results of Virat Industries Limited ("herein after referred to as the Company") for the quarter and year ended 31st March, 2020, 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 ("Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us these annual financial results:

- i. are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- ii. give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable 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 31st March, 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 ("the Act"). Our responsibilities under those Standards 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 annual financial results under the provisions of the Companies Act, 2013 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 we have obtained is sufficient and appropriate to provide a basis for our opinion on the annual financial results.

Emphasis of Matter

We draw attention to Note No 4 in the annual financial results, regarding the uncertainties arising out of the outbreak of COVID-19 pandemic and the assessment made by the management on its business and financial statements for the year ended March 31, 2020. This assessment and the outcome of the pandemic is as made by the management and is highly dependent on the circumstances as they evolve in the subsequent periods. The impact, therefore, in future periods may be different from the estimates made as on the date of approval of these annual financial results.

Our opinion is not modified in respect of this matter.

Management's 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 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 read 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 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 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 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 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, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control.
- 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 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 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 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 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 Matter

The annual financial results include the results for the quarter ended 31st March, 2020 being the balancing figure between 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.

For **B. K. Khare & Co**

Chartered Accountants

Firm Registration No.105102W

SHIRISH
SURESH
RAHALKAR

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SHIRISH SURESH
RAHALKAR
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Shirish Rahalkar

Partner

Membership No: 111212

UDIN: 20111212AAAAJW8473

Mumbai

Dated: 25th June, 2020

VIRAT INDUSTRIES LIMITED

Regd. Office: A-1/2, GIDC Industrial Estate, Kabilpore

Navsari - 396 424, Gujarat. CIN NO. : L29199GJ1990PLC014514

E-mail: factory@viratindustries. Website : www.viratindustries.com

1 Statement of Standalone audited Financial Results for the year ended 31 March, 2020

(₹ In lakh)

Sr. No.	Particulars	3 Months Ended	Preceding 3 Months Ended	Corresponding 3 Months Ended in the Previous Year	Year Ended	Previous Year Ended
		31-03-2020	31-12-2019	31-03-2019	31-03-2020	31-03-2019
	(Refer Notes Below)	Unaudited	Unaudited	Unaudited	Audited	Audited
1	Income From Operations					
(a)	Revenue from Operations	618.18	736.62	610.54	2,638.26	2,413.43
(b)	Other Income	26.69	15.98	6.17	77.57	23.47
	Total Income	644.87	752.60	616.71	2,715.83	2,436.90
2	Expenses :					
(a)	Cost of materials consumed	222.34	330.48	216.48	1,113.60	870.14
(b)	Changes in inventories of finished goods, stock in trade and work in progress	12.35	(62.47)	75.30	(92.07)	98.85
(c)	Employee benefits expense	119.73	119.36	98.73	464.41	457.74
(d)	Finance Costs	2.61	1.16	1.14	5.30	10.20
(e)	Depreciation expenses	48.53	47.46	49.76	190.83	193.60
(f)	Other expenses	206.40	248.48	158.77	832.99	700.55
	Total Expenses	611.96	684.47	600.18	2,515.06	2,331.08
3	Profit before tax for the period (1 - 2)	32.91	68.13	16.53	200.77	105.82
4	Tax Expenses					
(a)	Current Tax	5.14	31.54	4.56	70.97	42.59
(b)	Deferred Tax	1.07	(10.02)	9.02	(18.55)	(1.51)
5	Profit after tax for the period	26.70	46.61	2.95	148.35	64.74
6	Other Comprehensive Income for the period					
6.a. (i)	Items that will not be reclassified to profit or loss	(0.03)	0.95	7.94	2.81	4.58
(ii)	Income tax relating to items that will not be reclassified to profit or loss	(1.28)	0.23	2.20	(0.57)	1.27
7	Total Comprehensive Income for the period (5 + 6)	25.39	47.78	13.09	150.59	70.59
8	Earning per share (of ₹ 10 each) (not annualised except for year ended)	0.52	0.97	0.27	3.06	1.43
	- Basic and Diluted					
9	Paid-up equity share capital (₹ 10 each)	492.33	492.33	492.33	492.33	492.33
10	Other Equity as per balance sheet of previous accounting year				1,679.19	1,528.75



2 Statement of Assets and Liabilities (Ind AS)

(₹ in lakh)

Particulars	As at 31/03/2020 Audited	As at 31/03/2019 Audited
(A) ASSETS		
1 Non-current assets		
Property, Plant and Equipment	932.34	1,042.69
Financial Assets		
- Loans	1.42	2.94
- Other financial assets	23.29	23.29
Other non-current assets	36.39	27.14
Total Non-Current Assets	993.44	1,096.06
2 Current assets		
Inventories	752.85	604.73
Financial Assets		
- Trade receivables	360.12	333.42
- Cash and cash equivalents	111.06	49.95
- Bank Balances other than Cash and Cash Equivalents	186.00	85.64
- Loans	1.59	1.85
- Other financial assets	19.71	14.42
Other current assets	231.11	227.34
Total Current Assets	1,662.44	1,317.35
Total Assets (1+2)	2,655.88	2,413.41
(B) EQUITY AND LIABILITIES		
3 Equity		
Equity Share capital	492.33	492.33
Other Equity	1,679.19	1,528.75
Total Equity	2,171.52	2,021.08
4 Non-current liabilities		
Financial Liabilities		
- Borrowings	30.65	-
Provisions	13.73	13.42
Deferred tax liabilities (Net)	23.82	41.80
Other non-current liabilities	2.25	4.25
Total Non - Current Liabilities	70.45	59.47
5 Current liabilities		
Financial Liabilities		
- Borrowings	105.74	40.00
- Trade payables		
(a) dues to micro enterprises and small enterprises	0.63	0.10
(b) dues of creditors other than micro enterprises and small enterprises	242.49	226.59
- Other financial liabilities	30.39	33.82
Other current liabilities	5.53	2.38
Provisions	29.13	29.97
Total Current Liabilities	413.91	332.86
Total Equity and Liabilities (3+4+5)	2,655.88	2,413.41

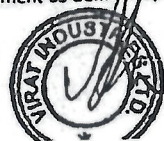


3 Statement of Cash Flow

Particulars	For the year ended 31/03/2020	For the year ended 31/03/2019
	Audited	Audited
A Cash Flow from Operating Activities	200.77	105.82
Profit before exceptional item and tax		
<u>Adjustments for:</u>	100.83	193.60
Depreciation and Amortisation expenses	0.02	8.87
(Profit)/Loss on property, plant and equipment sold/scrapped/written off (Net)	2.35	2.70
(Gain)/Loss on foreign exchange fluctuations (Net)	2.81	4.58
Net (gain)/loss arising on financial assets measured at fair value through profit or loss	5.30	10.20
Finance costs	1.95	
Custom Duty Saved on Property, Plant and Equipments under EPCG	(13.21)	(1.79)
Interest Income	4.01	
Liabilities/Provisions no longer required written back		
	378.17	320.48
Operating Profit before change in Working Capital		
<u>Changes in:</u>	(21.53)	7.07
Trade and other receivables	(148.12)	148.74
Inventories	9.17	(121.95)
Trade and other payables	(150.48)	33.86
Cash generated from operations	277.69	354.34
Net income tax paid	(83.22)	(39.21)
Net Cash flow from Operating Activities	194.47	315.13
B Cash Flow from Investing Activities	(83.83)	(104.09)
Payments to acquire property, plant and equipment and other intangible assets	0.37	12.01
Proceeds from disposal of property, plant and equipment and other intangible assets		
Changes in earmarked balances and margin accounts with banks	(163.71)	(158.88)
- Placed	(0.35)	150.00
- Matured	6.65	5.53
Interest received on Fixed Deposits	(174.17)	(95.43)
Net Cash used in Investing Activities		
C Cash Flow from Financing Activities	0.65	
Proceed from long-term borrowing (including current maturities)	(1.26)	(26.15)
Repayment of long-term borrowing (including current maturities)	(5.74)	(133.33)
Proceeds from short term borrowings	(1.69)	(56.90)
Dividend and tax on dividend paid	(5.63)	(10.28)
Finance cost	7.81	(226.66)
Net Cash used in Financing Activities	(1.11)	(6.96)
Net (decrease)/increase in cash and cash equivalents	49.95	56.91
Cash and cash equivalents:		
Opening Balance	111.06	49.95
Closing Balance		

Notes:

- The above financial results have been reviewed by the audit committee and approved by the Board of Directors at its meeting held on 25/06/2020. In compliance with regulation 33 of SEBI (Listing Obligations and Disclosure Requirements), 2015, the Statutory Auditors of the Company have carried out limited review of the said results and issued an unqualified opinion thereon.
- The Board of Directors of the Company do not propose any dividend for the financial year 2019 - 20.
- The principal business of the Company is of manufacturing socks. All other activities of the Company revolve around its main business. Hence, there is only one primary reportable business segment as defined by IND AS 108 on "Operating Segments" prescribed as per Section 133 of the Companies Act, 2013.





- 4 Consequent to outbreak of COVID-19 worldwide and in India and subsequent imposition of nationwide lockdown on 25th March 2020, the Company's manufacturing activities were halted between 20th March 2020 to 4th May 2020. The operations re-started on 5th May. Dispatch of finished goods against the orders resumed thereafter.

In making the assumptions and estimates relating to the uncertainties as at the balance sheet date in relation to the recoverable amounts, the management has considered subsequent events, internal and external information and evaluated economic conditions prevailing as at the date of approval of these financial results.

The management has considered the possible effects, that may impact the carrying amounts of inventories, and receivables. The management expects no impairment to the carrying amounts of these assets.

The management has also assessed liquidity conditions for next one year with assumptions put under stress tests. Based on such assessment, the Company is confident of meeting its obligations in normal course.

The company continues to closely monitor the estimates made and impact of these estimates on the operations and financial statements.

Considering the continuing COVID-19 pandemic, the results in upcoming period may significantly vary and may affect the recoverability of assets and settlement of liabilities.

- 5 Figures for the earlier period(s) have been regrouped, wherever necessary.

For Virat Industries Limited
Adi F. Madan

Adi F. Madan
Managing Director
DIN : 00023629
Mumbai
25-06-2020





Virat Industries Ltd.

Regd. Office & Factory :

A-1/2, GIDC Industrial Estate, Kabilpore,

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VIL: 1095: 20:

25/06/2020

To,
Bombay Stock Exchange Limited,
Listing Department,
P. J. Towers, 1st Floor,
Dalal Street, Fort,
Mumbai -400 001

Scrip Code :- 530521

Subject :- Declaration in respect of Auditors Report with Unmodified Opinion


Ref :- Regulation 33 of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015.

Dear Sirs,

We hereby declare that the Statutory Auditors of the Company, M/S B. K. Khare, Chartered Accountants (Firm's Registration No. 105102W), Mumbai, have issued the Audit Reports with Unmodified Opinion in respect of the Audited Standalone Financial Results for the year ended on March 31. 2020.

Kindly take notes of the same.

For Virat Industries Limited


Bhavik Maisuria
Chief Financial Officer

Corporate Head Office:

74, Bajaj Bhavan, 226 Rajani Patel Marg, Nariman Point, Mumbai - 400 021 (India).

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