# Gratex Industries Ltd.

**Regd. Add:** 109, Kakad Udyog Bhavan, L.J. Road, Mahim, Mumbai - 400016. ☎: 022-62992121

**Factory Add:** Gratex House, A-73 MIDC, Koparkhairne, Thane-Belapur Road, Navi Mumbai - 400709. ☎: 022-62992323

website: www.gratex.in | GST: 27AAACG1275A2Z4 | PAN: AAACG1275A | CIN: L21093MH1984PLC032248


**Date: 30/05/2023**

**To,**
**Bombay Stock Exchange Limited,**
25th Floor, Phirozee Jeejeeboy Towers,
Dalal Street, Mumbai – 400 001.

**Dear Sir,**

**Sub : Audited Financial Result for the quarter and year ended 31st March, 2023, under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

**Scrip Code : 526751– GRATEX INDUSTRIES LIMITED**

Pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we are enclosing herewith as follows:

1. The Audited Financial Results for the quarter and financial year ended on 31st March, 2023.

2. Auditor's Report for the financial year ended on 31st March, 2023.

3. Declaration of Unmodified opinion.

This is for your information and records

Kindly acknowledge the receipt.

Yours faithfully,

For **Gratex Industries Limited,**

**Karan Baldevkrishan Sharma**
**Managing Director**
**(DIN: 00117188)**

Encl: As Above

**GRATEX INDUSTRIES LIMITED**

Regd office: 109, Kakad Udyog Bhavan, off. L J Road, Mahim, Mumbai - 400 016
Website : www.gratex.in / / Email : investor@gratex.in
Tel : (022) 24392321/ Fax : (022) 24392361 / CIN : L21093MH1984PLC032248

**STATEMENT OF AUDITED (STANDALONE) FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2023**

Rs.in lacs

| SR.NO. | PARTICULARS | QUARTER ENDED | | | YEAR ENDED | |
|---|---|---|---|---|---|---|
| | | 3 Months ended 31.03.2023 (Audited) | Corresponding 3 Months ended 31.03.2022 (Audited) | Preceding 3 Months ended 31.12.2022 (Unaudited) | 12 Months ended 31.03.2023 (Audited) | 12 Months ended 31.03.2022 (Audited) |
| 1 | **Income** | | | | | |
| | Revenue from operations | 101.94 | 102.17 | 130.13 | 425.89 | 302.34 |
| | Other Income | - | 0.03 | - | 0.10 | 0.08 |
| | **Total Income** | **101.94** | **102.20** | **130.13** | **425.99** | **302.42** |
| 2 | **Expenses** | | | | | |
| | a. Cost of materials consumed | 71.34 | 67.34 | 57.19 | 204.06 | 148.02 |
| | b. Purchases of stock-in-trade | - | - | - | - | - |
| | c. Changes in inventories of finished goods, work-in-progress and stock-in-trade | (32.58) | (27.16) | 8.50 | (17.37) | (44.20) |
| | d. Employees benefit expense | 30.59 | 26.11 | 31.85 | 112.77 | 94.37 |
| | e. Finance costs | 0.28 | 0.45 | 0.28 | 1.26 | 1.96 |
| | f. Depreciation, depletion and amortisation expense | 3.40 | 3.04 | 3.26 | 12.51 | 11.85 |
| | **g. Other Expenses** | | | | | |
| | 1 Professional Fees | 0.85 | 1.32 | 0.93 | 3.71 | 3.89 |
| | 2 Other Expenses | 22.88 | 22.16 | 22.49 | 86.52 | 72.69 |
| | **Total other expenses** | **23.73** | **23.48** | **23.42** | **90.23** | **76.58** |
| | **Total expenses** | **96.66** | **93.26** | **124.50** | **403.46** | **288.58** |
| 3 | **Total Profit / Loss before exceptional items and tax** | **5.28** | **8.94** | **5.63** | **22.53** | **13.84** |
| 4 | Exceptional Items | - | - | - | - | - |
| 5 | **Total Profit / Loss before tax** | **5.28** | **8.94** | **5.63** | **22.53** | **13.84** |
| 6 | **Tax expense** | - | - | | | |
| 7 | Current tax | 0.91 | 2.90 | 1.16 | 5.25 | 4.00 |
| 8 | Prior year Tax Adjustment | (0.72) | (0.34) | - | (0.72) | (0.34) |
| 9 | Deferred tax | (0.78) | 0.27 | - | (0.78) | 0.27 |
| 10 | **Total tax expenses** | **(0.59)** | **2.83** | **1.16** | **3.75** | **3.93** |
| 11 | Net movement in regulatory deferral account balances related to profit or loss and the related deferred tax movement | - | - | - | - | - |
| 12 | **Net Profit / Loss for the period from continuing operations** | **5.87** | **6.11** | **4.47** | **18.78** | **9.91** |
| 13 | Profit / Loss from discontinued operations before tax | - | - | - | - | - |
| 14 | Tax expense of discontinued operations | - | - | - | - | - |
| 15 | Net Profit / Loss from discontinued operation after tax | - | - | - | - | - |
| 16 | Share of Profit / Loss of associates and joint ventures accounted for using equity method | - | - | - | - | - |
| 17 | **Total Profit / Loss for period** | **5.87** | **6.11** | **4.47** | **18.78** | **9.91** |
| | Other comprehensive income net of taxes | 1.41 | 1.20 | - | 1.41 | 1.20 |
| 18 | **Total comprehensive income net of taxes** | **7.28** | **7.31** | **4.47** | **20.19** | **11.11** |
| 19 | **Total Profit / Loss, attributable to** | | | | | |
| | Profit / Loss, attributable to owners of parent | - | - | - | - | - |
| | Total Profit / Loss, attributable to non-controlling interests | - | - | - | - | - |
| 20 | **Total Comprehensive income for the period attributable to** | | | | | |
| | Comprehensive income for the period attributable to owners of parent | - | - | - | - | - |
| | Total Comprehensive income for the period attributable to owners of parent non-controlling interests | - | - | - | - | - |

| | | | | | | |
|---|---|---|---|---|---|---|
| 21 | **Details of equity share capital** | | | | | |
| | Paid-up Equity Share Capital | 303.48 | 303.48 | 303.48 | 303.48 | 303.48 |
| | Face value of equity share capital | 10.00 | 10.00 | 10.00 | 10.00 | 10.00 |
| 22 | **Details of debt securities** | | | | | |
| | Paid-up debt capital | - | - | - | - | - |
| | Face value of debt securities | - | - | - | - | - |
| 23 | **Reserves excluding revaluation reserve** | 37.54 | 18.81 | 19.52 | 37.54 | 18.81 |
| | Debenture redemption reserve | - | - | - | - | - |
| 24 | **Earnings per share** | | | | | |
| | i. **Earnings per equity share for continuing operations** | | | | | |
| | Basic earnings (loss) per share from continuing operations | 0.19 | 0.20 | 0.15 | 0.62 | 0.33 |
| | Diluted earnings (loss) per share from continuing operations | 0.19 | 0.20 | 0.15 | 0.62 | 0.33 |
| | ii. **Earnings per equity share for discontinued operations** | | | | | |
| | Basic earnings (loss) per share from discontinued operations | - | - | - | - | - |
| | Diluted earnings (loss) per share from discontinued operations | - | - | - | - | - |
| | iii. **Earnings per equity share** | | | | | |
| | Basic earnings (loss) per share from continuing and discontinued operations | 0.19 | 0.20 | 0.15 | 0.62 | 0.33 |
| | Diluted earnings (loss) per share from continuing and discontinued operations | 0.19 | 0.20 | 0.15 | 0.62 | 0.33 |
| 25 | Debt equity ratio | - | - | - | - | - |
| 26 | Debt service coverage ratio | - | - | - | - | - |
| 27 | Interest service coverage ratio | - | - | - | - | - |
| 28 | **Disclosure of notes on financial results** | - | - | - | - | - |
| | | | | | | |

**NOTES :**

**1. The above Audited Financial results have been reviewed by the Audit Committee and approved by the Board of Directors at their meetings held on 30.05.2023. The results have been subjected to Limited Review by the Statutory Auditors of the Company.**

**2. Figures for the previous periods have been regrouped, wherever necessary to make them comparable with current period.**

**3. The Company is engaged primarily in business of wallpaper & Furnishing Products and accordingly there are no separate reportable segments as per Ind. AS 108 dealing with Segment Reporting.**

**4. The above results have been prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 [Ind AS] prescribed under section 133 of the Companies Act, 2013.**

**5. The Figures for quarter ended 31st March, 2023 and 31st March, 2022, are the balancing figures between audited figures in respect of the full financial year and the published year to date figures upto the third quarter of the respective financial year.**

**Date : 30.05.2023**

**Place : Mumbai**

**For GRATEX INDUSTRIES LIMITED**

**Mr. Karan Sharma**
**Managing Director**
**DIN:00117188**

| STATEMENT OF ASSETS AND LIABILITIES (Audited) | (Rs in Lakhs) | |
|---|---|---|
| | 31.03.2023 | 31.03.2022 |
| Particulars | Audited | Audited |
| **ASSETS** | | |
| | | |
| **Non-current assets** | | |
| Property, Plant and Equipment | **107.86** | **101.35** |
| Capital Work In Progress | | |
| Investment Property | | |
| Goodwill | | |
| Other Intangible Assets | | |
| Intangible Assets under Development | | |
| Biological Assets Other than Bearer Plants | | |
| Investments accounted using Equity method | | |
| **Non-Current Financial Assets** | | |
| Non Current Investments | | |
| Trade Recievables Non-Current | - | 0.43 |
| Loans Non-Current | | |
| Other Non- Current Financial Assets | 31.84 | 31.63 |
| **Total Non-Current Financial Assets** | **31.84** | **32.06** |
| Deferred Tax Assets(Net) | 2.77 | 2.28 |
| Other Non-Current Assets | | |
| **Total Non-Current Assets** | **142.47** | **135.69** |
| | | |
| **Current Assets** | | |
| Inventories | **173.46** | **158.75** |
| **Current Financial Assets** | | |
| Current Investments | | |
| Trade Recievables, Current | 89.89 | 78.90 |
| Cash and Cash Eqvivalents | 0.04 | 0.36 |
| Bank Balance other than Cash and Cash Equivalents | 0.56 | 0.30 |
| Loans & Advances - Current | 0.82 | 5.64 |
| Other Current Financial Assets | | |
| **Total Current Financial Assets** | **91.31** | **85.20** |
| Current Tax Assets(Net) | | |
| Other Current Assets | 5.12 | 3.12 |
| **Total Current Assets** | **269.89** | **247.07** |
| | | |
| Non-Current Assets as classified for Sale | | |
| Regulatory deferral account debit balances and related deferred tax assets | | |
| **TOTAL ASSETS** | **412.36** | **382.76** |
| | | |

| | | |
|---|---|---|
| | | |
| **EQUITY AND LIABILITIES** | | |
| **EQUITY** | | |
| **Equity attributable to owner of parent** | | |
| Equity Share Capital | 303.48 | 303.48 |
| Other Equity | 37.54 | 18.81 |
| **Total Equity attributable to owner of parent** | **341.02** | **322.29** |
| Non-Controlling Interest | | |
| **Total Equity** | **341.02** | **322.29** |
| | | |
| **LIABILITIES** | | |
| **Non -Current Liabilities** | | |
| **Non-Current Financial Liabilities** | | |
| Borrowings Non-Current | 0.31 | 5.76 |
| Trade payables Non-Current | | |
| Other Non-Current Finacial Liabilities | | |
| **Total Non-Current Financial Liabilities** | | |
| Provisons, Non-Current | 9.89 | 6.96 |
| Deferred Tax Liabilities(Net) | 2.18 | 2.48 |
| Deferred Government Grants, Non-Current | | |
| Other Non-Current Liabilities | - | - |
| **Total Non-Current Liabilities** | **12.38** | **15.20** |
| | | |
| **Current Liabilities** | | |
| **Current Financial liabilities** | | |
| Borrowings Current | 5.45 | 5.75 |
| Trade Payables, Current | 36.07 | 25.81 |
| Other Current Financial Liabilities | | |
| **Total Current Financial Liabilities** | | |
| Other current liabilities | 9.68 | 0.99 |
| Provisons, Current | 2.51 | 8.72 |
| Current Tax Liabilities | 5.25 | 4.00 |
| Deferred Government Grants, Current | | |
| **Total Current Liabilities** | **58.96** | **45.27** |
| Liabilities directly associated with assets in disposal group classified as held for sale | | |
| Regulatory Deferral Account credit balances and related deferred tax liability | | |
| **TOTAL LIABILITIES** | **71.34** | **60.47** |
| | | |
| **TOTAL EQUITY AND LIABILITIES** | **412.36** | **382.76** |

**Date : 30.05.2023**

**Place : Mumbai**

**For GRATEX INDUSTRIES LIMITED**

**Mr. Karan Sharma**
**Managing Director**
**DIN: 00117188**

# GRATEX INDUSTRIES LIMITED

## CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2023

| | | Year Ended March 31, 2023 | Year Ended March 31, 2022 |
|---|---|---|---|
| A. | **CASH FLOW FROM OPERATING ACTIVITIES** | | |
| | Profit before tax | 2,252,992.24 | 1,384,011.10 |
| | **Adjustments for:** | - | |
| | Depreciation and amortisation | 1,250,957.00 | 1,184,524.00 |
| | Other Comprehensive Income | 140,558.00 | 120,357.00 |
| | Interest income | 9,177.00 | (517.00) |
| | Interest and finance charges | 126,248.78 | 196,289.70 |
| | **Operating profit before working capital changes** | **3,779,933.02** | **2,884,664.80** |
| | **Adjustments for:** | | |
| | (Increase) / Decrease in loans and advances | 481,193.19 | 197,779.30 |
| | (Increase) / Decrease in inventories | (1,471,036.00) | (4,618,220.00) |
| | (Increase) / Decrease in trade receivables | (1,056,367.40) | 1,621,363.58 |
| | (Increase) / Decrease in others-Deposits | (20,100.00) | 2,500.00 |
| | (Increase) / Decrease in others Current Assets | (199,654.00) | (42,268.00) |
| | Increase / (Decrease) in trade payables | 1,025,756.60 | 1,384,850.00 |
| | Increase / (Decrease) in provisions | (328,153.00) | 365,144.00 |
| | Increase / (Decrease) in other current liabilities | 869,492.15 | 98,294.00 |
| | Increase / (Decrease) in Deferred Tax | (78,611.00) | 27,006.00 |
| | Increase/(Decrease) in tax liabilities | 125,000.00 | 297,493.00 |
| | Increase/(Decrease) in other non current liabilities | - | (226,758.64) |
| | **Cash generated from operations** | **3,127,453.56** | **1,991,848.04** |
| | Taxes paid (net of refunds) | 521,002.00 | 512,871.00 |
| | **Net cash generated from operating activities** | **2,606,451.56** | **1,478,977.04** |
| B. | **CASH FLOW FROM INVESTING ACTIVITIES** | | |
| | Purchase of tangible/intangible assets | (1,901,606.00) | (1,544,689.42) |
| | Interest received | (9,177.00) | 517.00 |
| | Movement in term deposit with bank (net) | - | - |
| | **Net cash (used in) investing activities** | **(1,910,783.00)** | **(1,544,172.42)** |
| C. | **CASH FLOW FROM FINANCING ACTIVITIES** | | |
| | Borrowing | (674,810.00) | 296,333.00 |
| | Interest paid | (126,248.78) | (196,289.70) |
| | Dividend paid | | |
| | Dividend distribution tax paid | | |
| | **Net cash (used in) financing activities** | **(701,058.78)** | **100,043.30** |
| | **Net increase in cash and cash equivalents (A+B+C)** | (5,390.22) | 34,847.92 |
| | Cash and cash equivalents at the beginning of the year | 65,546.56 | 30,697.64 |
| | **Cash and cash equivalents at the end of the year** | **60,157.34** | **65,546.56** |
| | **Cash and cash equivalents comprise:** | | |
| | Cash on hand | 4,490.00 | 35,445.00 |
| | Balances with banks | 55,667.34 | 30,101.56 |
| | Demand deposits (less than 3 months maturity) | | |
| | **Total** | **60,157.34** | **65,546.56** |

**Note:** The above cash flow statement has been prepared under "Indirect Method" specified in Ind AS 7 on "Cash Flow Statements".

In terms of our report of even date

**For Gratex Industries Limited**

Place: Mumbai
Date : 30.05.2023

**Karan Sharma**
Managing Director
DIN:00117188

**Jayesh R. Shah**
**B.Com, FCA**

**JAYESH R. SHAH & CO.**
**Chartered Accountants**

## INDEPENDENT AUDITOR'S REPORT

TO THE BOARD OF DIRECTORS OF GRATEX INDUSTRIES LIMITED

**Report on the Audit of the Standalone Financial Results**

**Opinion**

We have audited the accompanying standalone quarterly financial results of Gratex Industries Limited ("the Company") for the quarter ended March 31, 2023 and the year to date results for the period from April 01, 2022 to March 31, 2023, 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 standalone 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 Indian Accounting Standard, prescribed under Section 133 of the Companies Act, 2013 ("the Act"), read with relevant rules issued thereunder, and other accounting principles generally accepted in India of the net profit and other comprehensive income and other financial information for the quarter ended March 31, 2022 as well as the year to date results for the period from April 01, 2021 to March 31, 2023.

**Basis for Opinion**

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the *Auditor's Responsibilities for the Audit of the Standalone 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 ("the ICAI") together with the ethical requirements that are relevant to our audit of the Statement 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 ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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

These quarterly financial results as well as year to date standalone financial results have been prepared on the basis of the interim financial statements. The Company's Board of Directors are responsible for the preparation of these 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 Standard 34, 'Interim Financial Reporting' 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 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 standalone financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the standalone 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 Standalone Financial Results**

Our objectives are to obtain reasonable assurance about whether the standalone 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 standalone 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 standalone 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 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 standalone 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 standalone financial results, including the disclosures, and whether the standalone 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**

Attention is drawn to the fact that the figures for the quarter ended March 31, 2023 as reported in these standalone financial results are the balancing figures between audited figures in respect of the year ended on March 31, 2023 and the published year to date figures up to the end of the third quarter of the financial year. Also, the figures up to the end of the third quarter had only been reviewed and were not subjected to audit.

**For Jayesh R Shah & Co.**
**Chartered Accountants**
**Firm Regn. No. 104182W**

M/s. JAYESH R. SHAH & CO. M. NO. 033864 FRN 104182W CHARTERED ACCOUNTANT

Jayesh Shah
Proprietor
M. No. 033864
Place: Mumbai
Date: 30th May, 2023
UDIN: 23033864BGYCSI7434

# Gratex Industries Ltd.

**Regd. Add:** 109, Kakad Udyog Bhavan, L.J. Road, Mahim, Mumbai - 400016. ☎: 022-62992121

**Factory Add:** Gratex House, A-73 MIDC, Koparkhairne, Thane-Belapur Road, Navi Mumbai - 400709. ☎: 022-62992323

website: www.gratex.in | GST: 27AAACG1275A2Z4 | PAN: AAACG1275A | CIN: L21093MH1984PLC032248


Date: 30th May, 2023

**To,**
**Bombay Stock Exchange Limited,**
25th Floor, Phirozee Jeejeeboy Towers,
Dalal Street, Mumbai – 400 001.

**Scrip Code: 526751– GRATEX INDUSTRIES LIMITED**

Respected Sir/ Madam,

**Subject: Declaration pursuant to Regulation 33 (3) (d) of SEBI (Listing obligations and Disclosure Requirements) Regulation, 2015**

Pursuant to provision of Regulation 33 (3) (d) of SEBI (Listing obligations and Disclosure Requirements) Regulation, 2015 as amended by SEBI Circular No. CIR/CFD/CMD/56/2016 dated 27th May, 2016; we hereby declare and confirm that the Audit Report issued by M/s. Jayesh R Shah & Co., Chartered Accountants, on the Audited Financial Results of the company for the financial year ended 31st March, 2023 is with the Unmodified Opinion.

Kindly take the same on record.

Thanking you,
Yours faithfully,

For **Gratex Industries Limited,**

**Karan Baldevkrishan Sharma**
**Managing Director**
**(DIN: 00117188)**