

Date: 26.06.2020

To,

The Corporate Relationship Dept.,
The Bombay Stock Exchange Ltd.,
Ground Floor, Sir Jeejeebhoi Towers,
Dalal Street,
Mumbai -400 001

Sub: Audited Financial Result for the year ended 31-03-2020

Ref: Axtel Industries Ltd. (Scrip code: 523850)

Dear Sir,

We submit audited financial result for the year ended 31-03-2020 approved at the meeting of the Board of Directors of the Company held on 26th June, 2020, along with report of auditor in PDF and declaration as per regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements)(Amendment) Regulation, 2016 as required by you.

Thanking you

Yours Sincerely

For AXTEL INDUSTRIES LIMITED



Ajay Nalin Parikh
Executive Director
DIN: 00453711

AXTEL INDUSTRIES LIMITED

Regd.Office: Vadodara - Halol Highway, Baska, Panchmahal , Gujarat

Tel # (02676)247140,247141,247175,247177 Fax # +91(2676)247125 E-mail : info@axtelindia.com Website:-www.axtelindia.com CIN :L91110GJ1991PLC016185

AUDITED FINANCIAL RESULTS FOR QUARTER/YEAR ENDED 31-03-2020

[Rs In Lacs]

Sr.No.	Particulars	Quarter Ended 31-03-20 [Audited]	Quarter Ended 31-12-19 [Unaudited]	Quarter Ended 31-03-19 [Audited]	Current Year Ended 31-03-20 [Audited]	Previous Year Ended 31-03-19 [Audited]
	Income From Operation					
I	(a) Sales/Income from Operations	2,344.23	2,755.20	3,013.03	9,965.29	11,075.08
II	(b) Other Income	155.11	101.37	103.89	389.73	275.12
III	Total Income I + II	2,499.34	2,856.57	3,116.92	10,355.02	11,350.20
IV	Expenditure					
	a. Cost Of Material consumed	1,735.04	1,372.74	1,247.70	5,541.14	5,528.65
	b. Purchase of Stock in trade	-	-	-	-	-
	c. Change in inventories of finished goods, WIP, stock in trade	(646.30)	(136.35)	211.93	(824.34)	(92.65)
	d. Employee Benefits Expenses	601.52	601.10	516.19	2,306.28	2,036.12
	e. Finance Costs	23.84	23.75	13.15	70.47	48.08
	f. Depreciation	72.48	70.02	71.35	268.14	279.67
	g. Other expense	410.44	326.69	419.70	1,506.85	1,615.03
	Total Expenses (IV)	2,197.02	2,257.95	2,480.02	8,868.54	9,414.90
V	Profit/(Loss) from ordinary activities after Finance costs but before exceptional items (I-IV)	302.32	598.62	636.90	1,486.48	1,935.30
VI	Exceptional items	-	-	(115.78)	-	(115.78)
VII	Profit (+)/Loss(-) before tax (V-VI)	302.32	598.62	521.12	1,486.48	1,819.52
VIII	Tax expense					
	(1) Current tax	69.70	156.76	154.10	401.13	538.06
	(2) Deferred tax	3.56	(3.11)	(4.14)	(3.71)	(14.46)

Sr.No.	Particulars	Quarter Ended 31-03-20 [Audited]	Quarter Ended 31-12-19 [Unaudited]	Quarter Ended 31-03-19 [Audited]	Current Year Ended 31-03-20 [Audited]	Previous Year Ended 31-03-19 [Audited]
IX	Profit(+)/Loss(-) for the period from continuing operations (VII-VIII)	229.06	444.97	371.16	1,089.06	1,295.92
X	Profit(+)/Loss(-) from discontinued operations	-	-	-	-	-
XI	Tax expense of discontinued operations	-	-	-	-	-
XII	Profit(+)/Loss(-) from discontinued operations (after tax) (X-XI)	-	-	-	-	-
XIII	Profit(+)/Loss(-) for the period (IX+XII)	229.06	444.97	371.16	1,089.06	1,295.92
XIV	Other comprehensive Income	0.66	(5.02)	(106.03)	(16.21)	(105.52)
XV	Total Comprehensive Income	229.72	439.95	265.13	1,072.85	1,190.40
XV	Paid up equity share capital(face value Rs.10 per share)	1,615.48	1,615.48	1,615.48	1615.48	1615.48
XVI	Earning per share (for continuing operation):					
	a. Basic -Rs.	1.42	2.75	2.30	6.74	8.02
	b. Diluted -Rs.	1.42	2.75	2.30	6.74	8.02
XVII	Earning per share (for discontinued operation):					
	a. Basic -Rs.	-	-	-	-	-
	b. Diluted -Rs.	-	-	-	-	-
XVIII	Earning per share (for discontinued & continuing operations)					
	a. Basic -Rs.	1.42	2.75	2.30	6.74	8.02
	b. Diluted -Rs.	1.42	2.75	2.30	6.74	8.02
1	The above result as reviewed by the Audit committee, has been approved at the meeting of the Board of Directors of the Company held on 26-06-2020.					
2	Previous period figures have been regrouped wherever considered necessary to confirm to the current period .					
3	The statement has been prepared in accordance with the Companies (Indian Accounting Standards) Rules 2015(Ind AS) prescribed under section 133 of the Companies Act 2013 and other recognised accounting policies to the extent applicable.					

4	The figures for the quarter ended 31-03-2019 and 31-03-2020 are balancing figures between the audited figures in respect of the full financial year and the published year to date figures up to 31-12-2018 and 31-12-2019 subjected to limited review by the auditor of the respective financial year.
5	The manufacturing facilities of the Company at Nupura, Gujarat were closed on 23rd March, 2020 following countrywide lockdown due to COVID19. The Company has obtained the required clearance from the authorities and as per guideline of Government, the plant was restarted partly from 24.04.2020 and fully functional from 01.05.2020. Based on immediate assessment of the impact of COVID19 on the operations of the Company and ongoing discussions with Customers, vendors, and service providers, the Company is positive of serving the customer orders and obtaining regular supply of raw materials, components and services after resumption of the operations. In assessing the recoverability of trade receivables, the Company has considered the subsequent recoveries past trends, credit risk profile of customer based on their industry, macro-economic forecasts and internal and external information available up to the date of issuance of this results. In assessing the recoverability of inventories, the Company has considered the latest selling price, customer orders on hand and margins. Based on the above assessment, the Company is of the view that the carrying amount of trade receivables and inventories are expected to be realizable. The impact of COVID19 may be different from the estimated at the date of approval to the accounts. The Company has lost the sale/production during lockdown period other than that there is no material impact. However, the Company has paid full salary and wages during lockdown period. The Company will continue to closely monitor the further developments.
6	The Company has decide to choose the option permitted U/s 115BAA of the Income Tax Act 1961 and hence has provided for Taxation as per the reduced rate of tax specified therein and will continue to follow this policy as required under the said section 115BAA of the Income Tax Act,1961
7	The Board of Directors has recommended interim dividend @ Rs. <u>2.50 Paise (25%)</u> per Equity share declared in March 2020, as final dividend for the year end 31st March, 2020.

Place : Village Nulpura

Date : 26-06-2020

For AXTEL INDUSTRIES LIMITED


 Ajay Parikh
 Executive Director
 DIN-00453711

AXTEL INDUSTRIES LTD.
Balance Sheet as at 31.03.2020

(Rupees in Lacs)

Sr. No.	Particulars	As at 31.03.2020 [Audited]	As at 31.03.2019 [Audited]
1	ASSETS		
	Non-current assets		
	(a) Property, Plant and Equipment	1,522.98	1,549.91
	(b) Capital work-in- progress	59.22	20.25
	(c) Investment Property	-	-
	(d) Goodwill	-	-
	(e) Other Intangible assets	57.07	34.36
	(f) Intangible assets under development	-	-
	(g) Biological Assets other than bearer plants	-	-
	(h) Financial Assets		
	(i) Investments	220.62	1,489.54
	(ii) Trade receivables	-	-
	(iii) Loans & Advance	412.43	412.42
	(iv) Others	4.24	1.60
	(i) Deferred Tax Assets(net)	38.75	35.04
	(j) Other non-current assets	73.91	73.13
2	Current assets		
	(a) Inventories	3,072.96	2,171.13
	(b) Financial Assets		
	(i) Investments	2,396.98	-
	(ii) Trade receivables	1,187.13	1,942.50
	(iii) Cash and cash equivalents	426.82	549.71
	(iv) Bank balances other than (iii) above	-	-
	(v) Loans & Advances	-	-
	(vi) Others Financial Assets	13.66	3.66
	(c) Current Tax Assets (Net)	447.68	108.77
	(d) Other current assets	351.23	37.34
	Total Assets	10,285.68	8,429.36



(Rupees in Lacs)

Sr. No.	Particulars	As at 31.03.2020 [Audited]	As at 31.03.2019 [Audited]
	EQUITY AND LIABILITIES		
	Equity		
	(a) Equity Share capital	1,615.48	1,615.48
	(b) Other Equity	3,884.50	3,590.68
1	LIABILITIES		
	Non-current liabilities		
	(a) Financial Liabilities		
	(i) Borrowings	64.92	92.23
	(ii) Trade payables	-	-
	(iii) Other financial liabilities (other than those specified in item (b), to be specified)	-	-
	(b) Provisions	403.41	403.41
	(c) Deferred tax liabilities (Net)	-	-
	(d) Other non-current liabilities	0.09	0.09
2	Current liabilities		
	(a) Financial Liabilities		
	(i) Borrowings	709.67	23.64
	(ii) Trade payables	-	-
	(A) Dues to MSME Enterprise	592.15	538.13
	(B) Dues to Other Than MSME Enterprise	1,132.37	849.33
	(iii) Other financial liabilities (other than those specified in item C)	203.18	166.00
	(c) Current Liabilities (Net)	1,559.00	1,045.68
	(d) Provisions	120.91	104.69
	Total Equity and Liabilities	10,285.68	8,429.36

Notes :

1. Previous period figures have been regrouped wherever considered necessary to conform to the current period .
2. The above result as reviewed by the Audit committee, has been approved at the meeting of the Board of Directors of the Company held on 26-06-2020

For AXTEL INDUSTRIES LIMITED

Ajay Parikh

Executive Director

DIN-00453711

Date : 26-06-2020

AXTEL INDUSTRIES LIMITED
CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31st, 2020

(Rs In Lacs)

Particulars	31/03/2020	31/03/2019
Cash flows from operating activities		
Profit before taxation - continuing operations	1,486.48	1,819.52
Adjustments for:		
Depreciation and amortization expense	268.14	279.67
Loss/gain on sale/W-off of Property Plant and Equipments /MF	-7.47	1.31
Loss/Gain on Current Fin-Assets measured at FVTPL	-94.84	2.36
Gain on Non-Current Fin-Assets measured at FVTPL	-	-
Dividends received	-88.64	-65.22
Interest received	-103.92	-12.02
Finance Costs	70.47	48.08
Provision for doubtful debts and advances (Net)	-	115.78
Bad debts Written off (Net of Provision)	-	-
Net Exchange differences	-	-
	43.76	369.96
Operating profit before working capital changes	1,530.23	2,189.48
Changes in Working Capital :		
(Increase)/ decrease in trade and other receivables	89.16	269.37
(Increase)/ decrease in inventories	-901.84	-386.29
Increase/(decrease) in trade payables and other Liabilities	887.56	-619.96
	74.87	-736.88
Cash generated from operations	1,605.11	1,452.60
Income taxes paid/refund (Net)	401.13	538.06
Cash flow before extraordinary item	1,203.97	914.54
Proceeds from extraordinary item	-	-
Net cash from operating activities	1,203.97	914.54
Cash flows from investing activities		
Purchase of property, plant and equipment (including Capital Work in Process)	-302.90	-169.42
Proceeds from sale of property, plant and equipment	-	2.50
Proceeds from Sale of Non - Current Investments	5,117.63	2,200.00
Purchase of Investments	-6,143.38	-2,265.22
Placement / Investment in Bank Deposits		
Encashment/ Redemption of Bank deposits		
Interest received	103.92	12.02
Dividend received	88.64	65.22
Net cash from investing activities	-1,136.09	-154.90
Cash flows from financing activities		
Proceeds from Issuance of Equity Share capital	-	-
Proceeds from long term borrowings	-25.47	-23.64
Proceeds from short term borrowings	1,055.93	-285.70
Repayment of Short term borrowings	-371.73	-
Repayment of finance lease obligation		
Interest and Finance cost paid	-70.47	-48.08
Dividend paid and DDT	-779.02	-292.13
Net cash from financing activities	-190.77	-649.55
Net increase/(decrease) in cash and cash equivalents	-122.89	110.08
Cash and cash equivalents at beginning of reporting period	549.71	439.62
Cash and cash equivalents at end of reporting period	426.82	549.71

Cash & Cash equivalents:

Cash and cash equivalents consist of cash on hand and balances with banks, and investments in money market instruments. Cash and cash equivalents included in the statement of cash flows comprise the following amounts in the balance sheet:

Cash on hand and bank balances	-	426.82	-	549.71
Short term investments				
Cash and cash equivalents as reported		426.82		549.71
Effect on exchange rate changes				
Cash and cash equivalents as restated		426.82		549.71

For AXTEL INDUSTRIES LIMITED

Ajay Parikh
Executive Director
DIN-00453711

DECLARATION

In terms of regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements)(Amendment) Regulation, 2016, we hereby declare that M/s VCA & Associates, Chartered Accountants, Vadodara, the Statutory Auditors of the Company have given the audit report with unmodified opinion on the audited financial results of the Company for the year ended on 31.03.2020.

For AXTEL INDUSTRIES LIMITED



Ajay Nalin Parikh
Executive Director
DIN: 00453711



VCA & Associates

Chartered Accountants

CA. Ashok Thakkar CA. S. H. Shastri CA. Janak Shah
CA. Rutvij Vyas CA. Sanjay Bhatt CA. Hitesh Shah
CA. Hiral Joshi CA Hemal Vaghani

402, CAPRI HOUSE, BEHIND EXPRESS HOTEL
ALKAPURI, VADODARA-390 007
TEL/FAX 0265-232 2040, 234 5599
E-mail : arlvca@gmail.com
Website : www.vca-ca.com

BRANCH-1 503, STERLING CENTRE, R C DUTT ROAD, ALKAPURI, VADODARA-390 007
2 408, 4TH FLOOR, IMPERIAL ARC, WAGHAWADI ROAD, BHAVNAGAR - 364 002
3 301 ENSIGN, NR BANSAL MALL, NR NILAMBER CIRCLE, GOTRI ROAD,
VADODARA-390001

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
AXTEL INDUSTRIES LIMITED

Report on the Financial Statements

Opinion

We have audited the accompanying Financial Results of Axtel Industries Limited ("the Company") for the quarter ended on March 31, 2020 (which is derived as balancing figure of the difference between audited figures in respect in financial year ended on March 31, 2020 and the publish unaudited year to figures up to the third quarter of the current financial year ended on December 31, 2019 which were subject to limited review by us) and the year to date results for the period from April 01, 2019 To March 31, 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, the aforesaid standalone financial results:

- Are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- 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 its net profit and other comprehensive income and other financial information for the quarter ended March 31, 2020 as well as for the year to date results for the period from April 1, 2019 To March 31, 2020.

Basis for opinion

We conducted our audit of the financial statements in accordance with the Standards on Auditing ("SA"s) specified under section 143 (10) of the Companies Act, 2013("Act"). Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the audit of the financial statements 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 ("ICAI") together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the rules made 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 obtained by us is sufficient and appropriate to provide a basis for our opinion on the financial statements.

Management's Responsibilities for the standalone financial results

These quarterly financial results (which is derived as balancing figure of the difference between audited figures in respect of financial year ended on March 31,2020 and the published unaudited year to date figures up to the third quarter of the current financial year ended on December 31,2019 which were subject to limited review) as well as the year to date financial results have been prepared on the basis of the audited annual financial statements for the year ended March 31,2020. The Company's Board of Directors is responsible for the preparation and presentation of these Financial Results that give a true and fair view of the net profit and other comprehensive income and other financial information of the company in accordance with the recognition and measurement principle laid down 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. The respective Boards of Directors of the company are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding 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 financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error which have been used for the purpose of preparation of the financial results by the Directors of the Company, as aforesaid.

In preparing the financial results, the Board of Directors of the Company is 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 management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

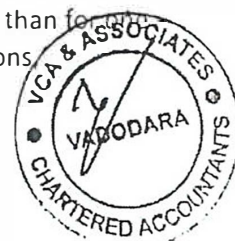
The board of directors are also responsible for overseeing the Company's financial reporting process.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the standalone 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 financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the standalone 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 Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system 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 management.
- Conclude on the appropriateness of management'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 statements 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 annual financial results, including the disclosures, and whether the financial statements 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.

For VCA & Associates
Chartered Accountants
FRN: 114414W

(CA. ASHOK THAKKAR)
Partner

Membership No. : 048169

Place: Vadodara

Date: 26.06.2020

UDIN : 20048169AAAABB5204

