

Date: 30/06/2020

To
The General Manager,
Listing Department,
Bombay Stock Exchange Limited,
1st Floor, New Trading Wing,
Rotunda Building, P.J. Towers,
Dalal Street Fort,
Mumbai-400001

Dear Sir/Ma'am,

Sub: Financial Results for the year ended 31st March, 2020 – Regulation 33(3)(a) of SEBI (LODR) Regulations, 2015
Ref: Company Scrip Code: 530369

With reference to the subject cited, it is hereby informed that the Board of Directors of the Company at their meeting held on Tuesday, 30th June, 2020 at 11.30 A.M. interalia, considered and approved the audited Financial Results for the year ended 31st March, 2020

Copy of Audited Financial Results for the year ended 31st March, 2020, along with copy of Statement of assets and liabilities and Audit Report is enclosed herewith.

Kindly take the same on record and acknowledge the receipt of the same.

Thanking You,
for **Vamshi Rubber Limited**



Mereddy Ramesh Reddy
Chairman
DIN: 00025101



Encl: As above

VAMSHI RUBBER LIMITED

Plot No. 41, Jayabheri Enclave, Gachibowli, Hyderabad-500032, INDIA

Tel: +91 40 29802533/534 Fax: +91 40 29802535, Email: info@vamshirubber.org, URL: www.vamshirubber.org

Vamshi Rubber Limited

Statement of Profit and Loss for the period ended March 31, 2020

(All amounts are in Indian rupees, except share data and where otherwise stated)

Particulars	Notes	For the Year ended March 31, 2020	For the Year ended March 31, 2019
INCOME			
Revenue from Operations	20	546,653,770	835,365,134
Other Income (net)	21	7,374,799	3,758,138
Total income		554,028,569	839,123,272
EXPENSES			
Cost of Materials Consumed	22	350,693,026	585,116,050
Purchase of Stock in Trade		1,687,829	3,848,434
Changes in inventories of finished goods and work-in-progress	23	(16,032,298)	7,273,969
Employee Benefits Expense	24	95,984,587	102,380,434
Finance Costs	25	26,058,368	23,835,877
Depreciation and amortisation Expense	26	11,585,010	12,066,892
Operating & Other expenses	27	80,364,322	100,338,677
Total Expenses		550,340,845	834,860,334
Profit / Loss before exceptional items and tax		3,687,724	4,262,938
Exceptional Item (net)	28	(781,855)	-
Profit/ Loss before tax		4,469,579	4,262,938
Tax expense			
Current tax	7	565,788	633,339
Deferred tax	7	(1,214,448)	(595,229)
Total Tax Expense		(648,660)	38,110
Profit/ Loss for the year		5,118,239	4,224,828
Other comprehensive income			
A Items that will not be reclassified subsequently to profit or loss			
(a) Gain on Equity investments measured at fair value through OCI		-	633,041
(b) Remeasurements of the defined benefit plans		(853,689)	(1,697,929)
(c) Income tax relating to items that will not be reclassified to profit or loss		221,959	441,462
Total other comprehensive income		(631,730)	(623,427)
Total comprehensive income for the year		4,486,509	3,601,401
Earnings per equity share		1.07	0.86
(Equity shares, par value of ` 10 each)			
Basic and diluted (in Rs)			
Corporate information and significant accounting policies	1 and 2		

For VAMSHI RUBBER LTD.



Director

Vamshi Rubber Limited

Cash flow statement for the year ended 31 March, 2020

(All amounts are in Indian rupees, except otherwise stated)

	Year ended 31 March 2020 (Rs. / lakh)	Year ended 31 March 2019 (Rs. / lakh)
A. Cash flow from operating activities		
Profit before tax	4,469,579	4,262,938
Adjustments for:		
Depreciation and amortisation expense	11,585,010	12,066,892
Loss/(Gain) on disposal of property, plant and equipment (net)	(781,855)	-
Operating profit before working capital changes	15,272,734	16,329,830
Adjustments for changes in working capital:		
Adjustments for operating assets:		
Decrease/(Increase) in trade receivables	(22,984,792)	(6,026,423)
Decrease/(Increase) in inventories	(19,654,859)	25,696,347
Decrease/(Increase) in loans	11,666,909	(3,288,417)
Decrease/(Increase) in other financial assets	(251,035)	737,736
Decrease/(Increase) in current assets	(1,779,306)	2,805,885
Decrease/(Increase) in other assets	1,045,640	(474,072)
Adjustments for operating liabilities		
(Decrease)/Increase in trade payables	22,243,147	(10,918,114)
(Decrease)/Increase in other liabilities	(353,933)	1,243,058
(Decrease)/Increase in financial liabilities	(2,346,407)	(13,597,567)
(Decrease)/Increase in provisions	2,145,990	3,358,275
Cash generated from operating activities	5,004,087	15,866,539
Income taxes paid (Net)	67,551	(942,326)
Net cash flow from operating activities	5,071,639	14,924,214
B. Cash flow from investing activities		
Purchase of Property plant and equipments	(15,239,945)	(9,905,625)
Proceeds from sale of Property plant and equipments	-	-
Capital Work in Progress	(3,862,728)	(673,410)
Purchase	(293,563)	(121,686)
Non current investments:	14,611,896	(633,041)
Bank balance not considered as Cash and cash equivalents	(1,726,620)	(3,857,466)
Net cash (used in) investing activities	(6,510,960)	(15,191,228)
C. Cash flow from financing activities		
Tax on dividends paid	-	-
Net cash (used in) financing activities	-	-
Net increase in cash and cash equivalents (A+B+C)	(1,439,322)	(267,014)
Cash and cash equivalents at the beginning of the year	1,522,361	1,789,375
Cash and cash equivalents at the end of the year	83,039	1,522,361

For VAMSHI RUBBER LTD.


Director



VAMSHI RUBBER LIMITED

CIN: L25100TG1993PLC016634

ISO 9001:2015
COMPANY

'Vamshi House', Plot No.41, Jayabheri Enclave, Gachibowli, Hyderabad - 500 032, Ph: +91-40-29802533/34

E-Mail : info@vamshirubber.org, Website : www.vamshirubber.org

STATEMENT OF STANDALONE UN-AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31ST MARCH, 2020

PARTICULARS	(Rs. In Lakhs)				
	Three Months Ended			Year Ended	
	31/03/2020	31/12/2019	31/03/2019	31-03-2019	31-03-2020
	(Audited)	(Un-Audited)	(Audited)	(Audited)	(Audited)
	(Ind AS)	(Ind AS)	(Ind AS)	(Ind AS)	(Ind AS)
1 Income from operations					
(a) Net Sales / Income from operations	1,313.24	1,328.62	1,752.59	8,353.65	5,466.54
(b) Other Income	32.29	10.10	19.85	37.58	73.75
Total Income from operations (net)	1,345.53	1,338.71	1,772.44	8,391.23	5,540.29
2 Expenses					
(a) Employee benefits expense	205.81	251.89	274.67	1,023.80	959.85
(b) Purchases of stock-in-trade	5.99	1.18	11.77	38.48	16.88
(c) Cost of materials consumed	814.20	831.92	1,366.40	5,851.16	3,506.93
(d) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(6.25)	(61.58)	(181.24)	72.74	(160.32)
(e) Finance costs	66.81	63.89	59.86	238.36	260.58
(f) Depreciation and amortisation expense	29.72	29.37	29.23	120.67	115.85
(g) Other Operating Expenses	219.83	215.99	237.75	1,003.39	803.64
Total Expenses	1,336.12	1,332.66	1,798.44	8,348.60	5,503.41
3 Profit / (Loss) before exceptional and extraordinary items and tax (1-2)	9.41	6.05	(26.00)	42.63	36.88
4 Exceptional Items	(7.63)	-	-	-	(7.82)
5 Profit / (Loss) before extraordinary items and tax (3+4)	17.05	6.05	(26.00)	42.63	44.70
6 Extraordinary Items	-	-	-	-	-
7 Profit / (Loss) before tax (5+6)	17.05	6.05	(26.00)	42.63	44.70
8 Tax expense					
- Current Tax	1.40	0.94	(6.74)	6.33	5.66
- Deferred Tax	(18.65)	(0.65)	(25.77)	(5.95)	(12.14)
9 Net Profit / (Loss) for the period (7+8)	34.29	5.76	6.51	42.25	51.18
10 Other Comprehensive Income	6.32	-	5.42	6.23	6.32
11 Total Comprehensive Income for the period	27.97	5.76	1.09	36.01	44.87
12 Paid up Equity Share Capital (Rs. 10/- each)	420.68	420.68	420.68	420.68	420.68
13 Reserves excluding Revaluation Reserves as per balance sheet of previous accounting year	1,102.74	1,102.74	1,102.74	1,102.74	1,114.45
14 Earning Per Share (Face value of Rs. 10/- each)					
(a) Basic (in Rs.)	0.66	0.14	0.03	0.86	1.07
(b) Diluted (in Rs.)	0.66	0.14	0.03	0.86	1.07

Notes

- (1) The above Audited Financial Results were Reviewed by the Audit Committee and Approved by the Board of Directors at their meeting held on 30th June, 2020 and the same has been carried out by the statutory auditors of the Company.
- (2) The Company operates in a single segment: manufacture and sale of tyre retreading materials.
- (3) This statement is as per Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

For and on behalf of Board of Directors
for VAMSHI RUBBER LIMITED

(M. RAMESH REDDY)

Chairman & CFO

DIN : 00025101

Place : Hyderabad
Date : 30.06.2020



INDEPENDENT AUDITOR'S REPORT

To
The Board of Directors of
VAMSHI RUBBER LIMITED

Report on the Audit of the Annual Financial Results

Opinion

We have audited the accompanying annual financial results of **VAMSHI RUBBER LIMITED** (hereinafter referred to as the "Company"), for year ended 31 March 2020 attached herewith, being submitted by the company pursuant to the requirements of Regulation 33 of the SEB (Listing Obligations and Disclosure Requirements) Regulation, 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 aforesaid financial results:

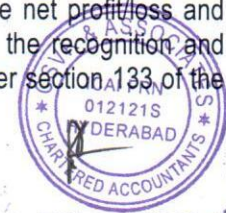
- a) are presented in accordance with requirements of Regulation 33 of the Listing Regulations in this regard; and
- b) gives a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting Standard, and other accounting principles generally accepted in India of the net profit/(Loss) and comprehensive income and other financial information for the year ended March 31, 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 SAs 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 financial statements under the provisions of the Act, and the Rules there under, 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.

Management's and Board of Directors Responsibilities for the Annual Financial Results

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/loss 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 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 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 Management and 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.

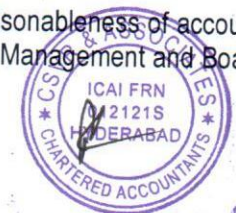
The Board of Directors is responsible for overseeing the company's financial reporting process.

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. Under section 143(3)(i) of the Companies Act, 2013, 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 in the financial results made by the Management and 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 appropriateness of this assumption. 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 Ind AS 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.

Other Matters

The annual financial results include the results for the quarter ended 31 March 2020 being the balancing figure between the audited figures in respect of the fully financial year and the published unaudited year to date figures up to the third quarter of the current financial year which were subject to limited review by us.

Place: Hyderabad
Date : 30.06.2020

for CSVR & ASSOCIATES
CHARTERED ACCOUNTANTS
Firm Regn. No. 012121S

E. Anji Reddy

(CA.APPIREDDY E.)
PARTNER

Membership No.241515

UDIN : 20241515AAAAAC6144

