

Notes

1. The Company has adopted modified retrospective approach as per para C8 (C) (i) of IND-AS 116, Leases to its leases effective from accounting period beginning from 1 April 2019. This has resulted in recognizing a Right of Use assets of Rs. 1,067.39 Crores and Lease Liability of Rs. 1,282.96 Crores as on 1 April 2019 and difference between Right of Use Assets and Lease Liability, net of deferred tax Rs. 146.36 Crores (Deferred Tax Rs. 69.21 Crores) has been adjusted in retained earnings.

In the result for the current period, accounting of operating lease expenses has changed from rent of Rs. 80.77 Crores to depreciation cost for the Right of Use assets Rs. 59.63 Crores and finance cost for interest accrued on outstanding lease liability Rs. 28.81 Crores. To this extent, performance for the current quarter ending on June 30, 2019 is not comparable with previous period results.

The life of immovable fixed assets have been aligned with the lease term considered for Ind As 116 and accordingly the assets have been depreciated considering the lease term or useful life whichever is lower. A charge of Rs. 3.75 Crores on account of accelerated depreciation has been taken in books on account of this alignment in the result of current period.

2. The National Company Law Tribunal, Ahmedabad Bench vide its order dated October 26,2018 has approved the scheme of arrangement for demerger of Branded Apparel undertaking of Arvind Limited to Arvind Fashions Limited with effect from November 30, 2018 (the appointed date). The Scheme became effective from November 30,2018. Pursuant to the Scheme, all the assets, liabilities, income and expenses of the Branded Apparel undertaking has been transferred to the Company from the appointed date. To the extent current quarter ended on June 30, 2019 and quarter ended on March 31, 2019 are not comparable with the year ended March 31, 2019 and quarter ended on June 30, 2018.

Profit and Loss account summary
 (consolidated figures)

 (As per Ind-AS)
 In ₹ Crores

Particulars	Quarter ended		Growth	Quarter ended
	June 30, 2019	June 30, 2018	%	June 30, 2019*
Revenue from Operations	900.9	1,006.8		900.9
Total Revenue	900.9	1,006.8	-10.5%	900.9
Cost of Goods Sold	489.3	493.3		489.3
Employee Benefits Expense	101.3	101.5		101.3
Other expenses	371.3	371.7		290.5
Total Operating Cost of Sales	961.9	966.5	-0.5%	881.1
EBITDA	-60.9	40.3		19.8
EBITDA % (as of Total Revenues)	-6.8%	4.0%		2.2%
Other Income	0.9	1.1		0.9
Interest & Finance Cost (Net)	39.6	26.3		68.4
Depreciation	32.9	37.3		96.3
Profit before tax	-132.5	-22.2		-144.0
(Deferred Tax Asset) & Current Tax, Net	-45.1	-6.9		-48.6
Non-controlling interest	2.7	0.7		2.2
Profit / (Loss) After Tax	-90.1	-15.9		-97.6

* Including IndAS 116 impact

Particulars (Figures in ₹ Crores) ^a	Power Brands		Emerging Brands		Speciality Retail (incl. Unlimited)		Total (Brands + Retail)	
	Q1 FY20	Q1 FY19	Q1 FY20	Q1 FY19	Q1 FY20	Q1 FY19	Q1 FY20	Q1 FY19
Revenue from Operations	518	562	120	120	274	276	912	958
Total Revenues	518	562	120	120	274	276	912	958
Y-o-Y Growth %	-7.8%		0.0%		-0.7%		-4.8%	
EBITDA	23	58	-5	-3	-11	-8	7	47
EBITDA % (as of Total Revenues)	4.4%	10.3%	-4.2%	-2.5%	-4.0%	-2.9%	0.8%	4.9%

Excludes brands planned to be discontinued & IndAS116 impact

Particulars (Figures in ₹ Crores) ^a	Power Brands		Emerging Brands		Speciality Retail		Total (Brands + Retail)	
	Q1 FY20	Q1 FY19	Q1 FY20	Q1 FY19	Q1 FY20	Q1 FY19	Q1 FY20	Q1 FY19
Revenue from Operations	518	562	109	169	274	276	901	1,007
Total Revenues	518	562	109	169	274	276	901	1,007
Y-o-Y Growth %	-7.8%		-35.5%		-0.7%		-10.5%	
EBITDA	23	58	-73	-10	-11	-8	-61	40
EBITDA % (as of Total Revenues)	4.4%	10.3%	-67.0%	-5.9%	-4.0%	-2.9%	-6.8%	4.0%

^a Comparable financials excluding IndAS116 impact