

SORAB S. ENGINEER & CO. (Regd.)
CHARTERED ACCOUNTANTS

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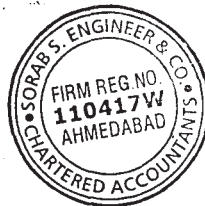
804, SAKAR-IX,
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ASHRAM ROAD;
AHMEDABAD-380 009

Independent Auditor's Review Report on Review of Interim Standalone Financial Results

Review Report to
The Board of Directors
Arvind Fashions Limited

1. We have reviewed the accompanying Statement of Unaudited Standalone Financial Results of **Arvind Fashions Limited** ("the Company") for the quarter ended June 30, 2019 ("the Statement"), being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("the Regulation") as amended, read with SEBI Circular No. CIR/CFD/CMD1/44/2019 dated March 29, 2019 ("the Circular"). Attention is drawn to Note 7 to the Statement which states that the standalone figures for the corresponding quarter ended June 30, 2018 as reported in these unaudited standalone financial results have been approved by the Company's Board of Directors, but have not been subjected to review.
2. This Statement which is the responsibility of the Company's Management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to issue a report on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 'Review of Interim Financial Information Performed by the Independent Auditor of the Entity', issued by the Institute of Chartered Accountants of India. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of Company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.
4. Based on our review conducted as stated in Paragraph 3 above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the aforesaid Indian Accounting Standards and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.

For **Sorab S. Engineer & Co.**
Chartered Accountants
Firm Registration No. 110417W

CA. Chokshi Shreyas B.
Partner
Membership No. 100892



Ahmedabad
August 9, 2019
UDIN: 19100892AAAAAR19021

Head Office : 902, Raheja Centre, Free Press Journal Marg, Nariman Point, Mumbai-400 021.
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ARVIND FASHIONS LIMITED

A MEMBER OF THE LALBHAI GROUP

Corporate Office: Du Parc Trinity, 8th Floor, 17, M.G. Road, Bengaluru - 560 001

Tel : 91-80-4155 0601, Fax : 91-80-4155 0651

Website : <http://www.arvindfashions.com>

Statement of Standalone Unaudited Financial Results for the Quarter Ended June 30, 2019

₹ in Crores except per share data

Particulars	Quarter Ended			Year Ended
	30.06.19 Unaudited	31.03.19 Unaudited (Refer Note 5)	30.06.18 Unaudited (Refer Note 6)	31.03.19 Audited
1 Income				
(a) Revenue from operations	171.76	217.82	216.93	1,009.90
(b) Other Income	2.16	0.60	0.38	1.79
Total Income	173.92	218.42	217.31	1,011.69
2 Expenses				
(a) Cost of Trims and accessories consumed	0.78	1.13	0.22	2.72
(b) Purchases of stock-in-trade	125.72	196.92	161.36	756.30
(c) Changes in inventories of stock-in-trade	(20.47)	(61.87)	(19.89)	(116.21)
(d) Employee benefits expense	18.60	19.47	16.72	66.33
(e) Finance costs	7.58	5.32	2.70	17.98
(f) Depreciation and amortisation expense	2.75	4.90	3.12	15.30
(g) Other expenses	37.66	54.52	40.62	207.04
Total Expenses	172.62	220.39	204.85	949.46
3 Profit/ (Loss) before exceptional items and tax (1-2)	1.30	(1.97)	12.46	62.23
4 Exceptional items	-	-	-	-
5 Profit/ (Loss) Before Tax (3-4)	1.30	(1.97)	12.46	62.23
6 Tax Expense				
Current Tax	0.28	(11.69)	5.16	13.43
Deferred Tax Charge/ (Credit)	0.23	(10.90)	(0.84)	(12.71)
Total Tax Expense	0.51	(22.59)	4.32	0.72
7 Net Profit/(Loss) for the Period (5-6)	0.79	20.62	8.14	61.51
8 Other Comprehensive Income/ (Loss) (Net of Tax)				
(a) Items that will not be classified to profit and loss				
(i) Re-measurement gain/(loss) on defined benefit plans	(0.27)	(1.46)	-	(2.11)
(ii) Income Tax related to the item above	0.10	0.51	-	0.74
(b) Items that will be classified to profit and loss				
(i) Effective portion of gains / (loss) on cash flow hedges	0.05	0.09	-	(0.07)
(ii) Income Tax related to the item above	(0.02)	(0.03)	-	0.02
Total other comprehensive income/(loss) for the period, net of tax (8a +8b) (VIII)	(0.14)	(0.89)	-	(1.42)
9 Total Comprehensive Income/ (Loss) for the Period (7+8)	0.65	19.73	8.14	60.09
10 Paid-up Equity Share Capital (Face Value ₹ 4/- per share)	23.45	23.20	23.17	23.20
11 Other Equity				1,326.65
12 Earning Per Share in ₹ (Face Value ₹ 4)				
(Not Annualised, excluding year end)				
- Basic	0.14	3.57	1.43	10.64
- Diluted	0.13	3.49	1.40	10.40

(See accompanying notes to the Standalone Financial Results)

As per our report of even date
For **Sorab S. Engineer & Co.**
Chartered Accountants
Firm Registration No. 110417W

Chokshi Shreyas B.

CA. Chokshi Shreyas B.
Partner
Membership No. 100892

Ahmedabad
August 9, 2019



For Arvind Fashions Limited



Suresh J.
Managing Director
August 9, 2019

ARVIND

Regd Office : Main Building, Arvind Limited Premises, Naroda Road, Ahmedabad-380 025

CIN: L52399GJ2016PLC085595

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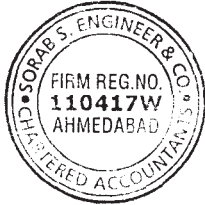
Arvind Fashions Limited

Notes to the Standalone Financial Results:

- 1 The above standalone financial results have been prepared in accordance with Indian Accounting Standards as prescribed under section 133 of the Companies Act 2013 read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and the Companies (Indian Accounting Standards) Amendment Rules, 2016.
- 2 The above standalone financial results for the quarter ended June 30, 2019 which have been subjected to limited review by the Statutory Auditors of the Company, were reviewed and recommended by the Audit Committee and subsequently approved by the Board of Directors at their meeting held on August 9, 2019 in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation 2015, as amended. Their limited review report does not have any qualification/modification.
- 3 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. 2.19 Crores and Lease Liability of Rs. 2.35 Crores as on 1 April 2019 and difference between Right of Use Assets and Lease Liability, net of deferred tax Rs. 0.10 Crores (Deferred Tax Rs. 0.06 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. 0.32 Crores to depreciation cost for the Right of Use assets Rs. 0.26 Crores and finance cost for interest accrued on outstanding lease liability Rs. 0.05 Crores. To this extent, performance for the current quarter ending on June 30, 2019 is not comparable with previous period results.
- 4 The Company is primarily engaged in the business of Branded Apparels (Garments and Accessories) through retail and departmental store facilities, which in the terms of Ind AS 108 on 'Operating Segments', constitutes a single reporting segment.
- 5 The figures for the standalone quarter ended March 31, 2019 are the balancing figures between the audited figures in respect of the full financial year 2018-19 and the unaudited year to date figures upto the third quarter of the financial year 2018-19.
- 6 The standalone figures for the corresponding quarter ended June 30, 2018 as reported in the above standalone financial results have been approved by the Company's Board of Directors, but have not been subjected to review as the Company was listed on stock exchanges only on March 8, 2019.
- 7 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.
- 8 During the quarter, the Company has allotted 6,39,985 (year ended March 31, 2019: 2,98,911) equity shares pursuant to exercise of stock options by employees.
- 9 Previous period figures have been re-grouped/ re-classified wherever necessary, to confirm to current period's classification.

As per our report of even date
For **Sorab S. Engineer & Co.**
Chartered Accountants
Firm Registration No. 110417W

Chokshi Shreyas B.
CA. Chokshi Shreyas B.
Partner
Membership No. 100892
Ahmedabad
August 9, 2019



For Arvind Fashions Limited

Suresh J.
Suresh J.
Managing Director
August 9, 2019



ARVIND

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CIN: L52399GJ2016PLC085595



Independent Auditor's Review Report on Interim Consolidated Financial Results

**Review Report to
The Board of Directors
Arvind Fashions Limited**

1. We have reviewed the accompanying Statement of unaudited Consolidated Financial Results of **Arvind Fashions Limited** ("the Parent") and its subsidiaries (the Parent and its subsidiaries together referred to as "the Group"), for the quarter ended June 30, 2019 (the "Statement"), being submitted by the Parent pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended ("the Regulation"), read with SEBI Circular No. CIR/CFD/CMD1/44/2019 dated March 29, 2019 ("the Circular"). Attention is drawn to Note 3 to the Statement which states that the consolidated figures for the corresponding quarter ended June 30, 2018 as reported in these unaudited consolidated financial results have been approved by the Parent's Board of Directors, but have not been subjected to review.
2. This Statement, which is the responsibility of the Parent's Management and approved by the Parent's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, (Ind AS 34) "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India read with the Circular. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

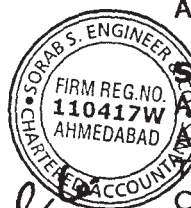
We also performed procedures in accordance with the Circular issued by the Securities and Exchange Board of India under Regulation 33(8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended, to the extent applicable.

4. The Statement includes the results of the following entities:

Parent Company
Arvind Fashions Limited

Subsidiaries

Arvind Lifestyle Brands Limited
Arvind Beauty Brands Retail Private Limited
Tommy Hilfiger Arvind Fashion Private Limited
Calvin Klein Arvind Fashion Private Limited



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SORAB S. ENGINEER & CO. (Regd.)

5. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration referred to in paragraph 6 below, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with recognition and measurement principles laid down in the aforesaid Indian Accounting Standard specified under Section 133 of the Companies Act, 2013, as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Regulation, read with the Circular, including the manner in which it is to be disclosed, or that it contains any material misstatement.
6. The accompanying unaudited consolidated financial results includes interim financial results in respect of two subsidiaries, which have not been reviewed by their auditors, whose interim financial results excluding consolidation eliminations reflect total revenues of Rs. 164.38 Crores and total profit after tax of Rs. 4.42 Crores and total comprehensive income of Rs. 3.15 Crores for the quarter ended June 30, 2019, as considered in the Statement. According to the information and explanations given to us by the Management, these interim financial results are not material to the Group.

Our conclusion on the Statement is not modified in respect of our reliance on the interim financial results certified by the management.

For **Sorab S. Engineer & Co.**

Chartered Accountants

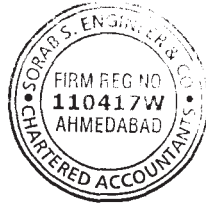
Firm Registration No. 110417W

Chokshi Shreyas B.

CA. Chokshi Shreyas B.

Partner

Membership No. 100892



Ahmedabad

August 9, 2019

UDIN: 19100892AAAAAQ9484

ARVIND FASHIONS LIMITED

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Statement of Consolidated Unaudited Financial Results for the Quarter Ended June 30, 2019

₹ in Crores except per share data

	Particulars	Quarter Ended			Year Ended 31.03.19 Audited
		30.06.19 Unaudited	31.03.19 Unaudited (Refer Note 5)	30.06.18 Unaudited (Refer Note 6)	
1	Income				
	(a) Revenue from operations	900.94	1,168.96	1,006.83	4,643.86
	(b) Other Income	0.88	0.02	1.14	4.13
	Total Income	901.82	1,168.98	1,007.97	4,647.99
2	Expenses				
	(a) Cost of trims and accessories consumed	0.98	1.54	0.56	5.85
	(b) Purchases of stock-in-trade	502.62	707.06	619.60	2,541.19
	(c) Changes in inventories	(14.28)	(162.11)	(126.85)	(258.32)
	(d) Employee benefits expense	101.27	95.72	101.50	407.76
	(e) Finance costs	68.42	35.01	26.30	126.21
	(f) Depreciation and amortisation expense	96.26	44.11	37.32	153.16
	(g) Other expenses	290.51	441.56	371.72	1,659.26
	Total Expenses	1,045.78	1,162.89	1,030.15	4,635.11
3	Profit/(Loss) before exceptional items and tax (1-2)	(143.96)	6.09	(22.18)	12.88
4	Exceptional items	-	-	-	-
5	Profit/(Loss) Before Tax (3-4)	(143.96)	6.09	(22.18)	12.88
6	Tax Expense				
	Current Tax	2.35	(7.36)	5.91	21.16
	Deferred Tax Charge/ (Credit)	(50.95)	(7.85)	(12.80)	(29.76)
	Total Tax Expense	(48.60)	(15.21)	(6.89)	(8.60)
7	Net Profit/(Loss) for the Period (5-6)	(95.36)	21.30	(15.29)	21.48
8	Net Profit/(Loss) for the period attributable to:				
	Equity Holders of the Parent	(97.57)	19.56	(15.94)	16.61
	Non-controlling interest	2.21	1.74	0.65	4.87
9	Other Comprehensive Income/ (Loss) (Net of Tax)				
	(a) Items that will not be classified to profit and loss				
	(i) Re-measurement gain/(loss) on defined benefit plans	(1.12)	(4.67)	-	(6.58)
	(ii) Income Tax related to the item above	0.39	1.79	-	2.45
	(b) Items that will be classified to profit and loss				
	(i) Effective portion of gains / (loss) on cash flow hedges	(1.84)	(2.95)	-	(3.32)
	(ii) Income Tax related to the item above	0.61	0.71	-	0.77
	Other Comprehensive Income/ (Loss) (Net of Tax)				
	(9a + 9b)	(1.96)	(5.12)	-	(6.68)
10	Other Comprehensive Income/(Loss) for the year attributable to:				
	Equity holders of the Parent	(1.32)	(4.11)	-	(5.67)
	Non-controlling interest	(0.64)	(1.01)	-	(1.01)
		(1.96)	(5.12)	-	(6.68)
11	Total Comprehensive Income/ (Loss) for the Period (7+9)	(97.32)	16.18	(15.29)	14.80
12	Total Comprehensive Income attributable to:				
	Equity holders of the Parent	(98.89)	15.45	(15.94)	10.94
	Non-controlling interest	1.57	0.73	0.65	3.86
		(97.32)	16.18	(15.29)	14.80
13	Paid-up Equity Share Capital (Face Value ₹ 4/- per share)	23.45	23.20	23.17	23.20
14	Other Equity				1,106.21
15	Earning Per Share in ₹ (Face Value ₹ 4)				
	(Not Annualised, excluding year end)				
	- Basic	(16.68)	3.38	(2.81)	2.87
	- Diluted	(16.52)	3.31	(2.73)	2.81

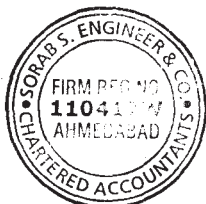
(See accompanying notes to the Consolidated Financial Results)

As per our report of even date
For **Sorab S. Engineer & Co.**
Chartered Accountants
Firm Registration No. 110417

Chokshi Shreyas B.

CA. Chokshi Shreyas B.
Partner
Membership No. 100892

Ahmedabad
August 9, 2019



For Arvind Fashions Limited

Suresh J.

Suresh J.
Managing Director
August 9, 2019



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Arvind Fashions Limited

Notes to the Consolidated Financial Results:

- 1 The above consolidated financial results have been prepared in accordance with Indian Accounting Standards as prescribed under section 133 of the Companies Act 2013 read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and the Companies (Indian Accounting Standards) Amendment Rules, 2016.
- 2 The above consolidated financial results for the quarter ended June 30, 2019 which have been subjected to limited review by the Statutory Auditors of the Company, were reviewed and recommended by the Audit Committee and subsequently approved by the Board of Directors at their meeting held on August 9, 2019 in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation 2015, as amended. Their limited review report does not have any qualification/modification.
- 3 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.

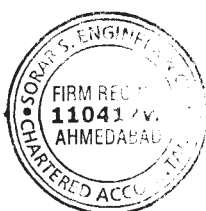
In the result for the current period, accounting of operating lease expenses has changed from rent of Rs. 80.77 Crores to depreciation cost for the Right of Use assets Rs. 59.63 Crores and finance cost for interest accrued on outstanding lease liability Rs. 28.81 Crores. To this extent, performance for 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.
- 4 The Company is primarily engaged in the business of Branded Apparels (Garments and Accessories) through retail and departmental store facilities, which in the terms of Ind AS 108 on 'Operating Segments', constitutes a single reporting segment.
- 5 The figures for the consolidated quarter ended March 31, 2019 are the balancing figures between the audited figures in respect of the full financial year 2018-19 and the unaudited year to date figures upto the third quarter of the financial year 2018-19.
- 6 In accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015, the statutory auditors have carried out a limited review of the consolidated financial results for the quarter ended June 30, 2019. The consolidated figures for the corresponding quarter ended June 30, 2018 as reported in the above consolidated financial results have been approved by the Company's Board of Directors, but have not been subjected to review as the Company was listed on stock exchanges only on March 8, 2019.
- 7 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.
- 8 During the quarter, the Company has allotted 6,39,985 (year ended March 31, 2019: 2,98,911) equity shares pursuant to exercise of stock options by employees.
- 9 Previous period figures have been re-grouped/ re-classified wherever necessary, to confirm to current period's classification.

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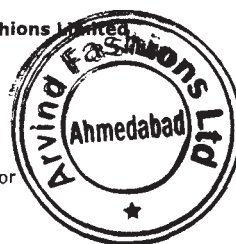
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