

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 and recognised Right of Use assets and Lease Liability as on 1 April 2019 and difference between Right of Use Assets and Lease Liability, net of deferred tax Rs. 145.07 Crores (Deferred Tax Rs. 68.43 Crores) has been adjusted in retained earnings.

In the result for the current quarter ended on September 30th, 2019, accounting of operating lease expenses has changed from rent of Rs. 101.13 Crores (quarter ended June 30, 2019: Rs. 80.77 Crores, half year ended September 30, 2019: Rs. 181.90 Crores) to depreciation cost for the Right of Use assets Rs. 74.94 Crores (quarter ended June 30, 2019: Rs. 59.63 Crores, half year ended September 30, 2019: Rs. 134.57 Crores) and finance cost for interest accrued on outstanding lease liability Rs. 29.34 Crores (quarter ended June 30, 2019: Rs. 28.81 Crores, half year ended September 30, 2019: Rs. 58.15 Crores). To this extent, performance for the current quarter ending on September 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. In the result for the current period, charge of Rs. 2.47 Crores (quarter ended June 30, 2019: Rs. 3.75 Crores, half year ended September 30, 2019: Rs. 6.22 Crores) on account of accelerated depreciation has been taken in books on account of this alignment.

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 and half year ended on September 30, 2019 are not comparable with the quarter and half year ended on September 30, 2018.

Profit and Loss account summary
 (consolidated figures)

 (As per Ind-AS)
 In ₹ Crores

Particulars	Quarter ended		Growth	Quarter ended
	Sep 30, 2019	Sep 30, 2018	%	Sep 30, 2019*
Revenue from Operations	1,119.4	1,209.1		1,119.4
Total Revenue	1,119.4	1,209.1	-7.4%	1,119.4
Cost of Goods Sold	629.6	608.5		629.6
Employee Benefits Expense	85.5	103.0		85.5
Other expenses	393.6	417.6		292.4
Total Operating Cost of Sales	1,108.8	1,129.1	-1.8%	1,007.6
EBITDA	10.7	79.9		111.8
EBITDA % (as of Total Revenues)	1.0%	6.6%		10.0%
Other Income	0.6	1.9		6.5
Interest & Finance Cost (Net)	41.4	30.3		70.7
Depreciation	37.7	37.6		115.1
Profit before tax	-67.8	13.9		-67.5
(Deferred Tax Asset) & Current Tax, Net	-22.2	6.9		-22.2
Non-controlling interest	1.6	1.0		1.6
Profit / (Loss) After Tax	-47.2	6.0		-46.9

* Including IndAS 116 impact

Profit and Loss account summary
 (consolidated figures)

 (As per Ind-AS)
 In ₹ Crores

Particulars	Half year ended		Growth	Half year ended
	Sep 30, 2019	Sep 30, 2018	%	Sep 30, 2019*
Revenue from Operations	2,020.4	2,215.9		2,020.4
Total Revenue	2,020.4	2,215.9	-8.8%	2,020.4
Cost of Goods Sold	1,119.0	1,101.8		1,119.0
Employee Benefits Expense	186.8	204.5		186.8
Other expenses	764.8	789.3		583.0
Total Operating Cost of Sales	2,070.6	2,095.7	-1.2%	1,888.7
EBITDA	-50.2	120.2		131.7
EBITDA % (as of Total Revenues)	-2.5%	5.4%		6.5%
Other Income	1.5	3.1		7.3
Interest & Finance Cost (Net)	81.0	56.6		139.1
Depreciation	70.6	74.9		211.4
Profit before tax	-200.3	-8.2		-211.5
(Deferred Tax Asset) & Current Tax, Net	-67.3	-0.0		-70.8
Non-controlling interest	4.3	1.7		3.8
Profit / (Loss) After Tax	-137.3	-9.9		-144.5

* Including IndAS 116 impact

Particulars (Figures in ₹ Crores) ^a	Power Brands				Emerging Brands				Speciality Retail (incl. Unlimited)				Total (Brands + Retail)			
	Q2 FY20	Q2 FY19	H1 FY20	H1 FY19	Q2 FY20	Q2 FY19	H1 FY20	H1 FY19	Q2 FY20	Q2 FY19	H1 FY20	H1 FY19	Q2 FY20	Q2 FY19	H1 FY20	H1 FY19
Revenue from Operations	734	766	1,252	1,328	132	139	252	259	248	248	522	524	1,114	1,153	2,026	2,111
Total Revenues	734	766	1,252	1,328	132	139	252	259	248	248	522	524	1,114	1,153	2,026	2,111
Y-o-Y Growth %	-4.2%		-5.7%		-5.0%		-2.7%		0.0%		-0.4%		-3.4%		-4.0%	
EBITDA	43	98	66	156	-12	5	-17	2	-20	-21	-31	-29	11	82	18	129
EBITDA % (as of Total Revenues)	5.9%	12.8%	5.3%	11.7%	-9.4%	3.4%	-6.9%	0.7%	-8.0%	-8.5%	-5.9%	-5.5%	1.0%	7.1%	0.9%	6.1%

Excludes brands planned to be discontinued & IndAS116 impact

Particulars (Figures in ₹ Crores) ^a	Power Brands				Emerging Brands				Speciality Retail				Total (Brands + Retail)			
	Q2 FY20	Q2 FY19	H1 FY20	H1 FY19	Q2 FY20	Q2 FY19	H1 FY20	H1 FY19	Q2 FY20	Q2 FY19	H1 FY20	H1 FY19	Q2 FY20	Q2 FY19	H1 FY20	H1 FY19
Revenue from Operations	734	766	1,252	1,328	137	196	246	365	248	248	522	524	1,119	1,210	2,020	2,217
Total Revenues	734	766	1,252	1,328	137	196	246	365	248	248	522	524	1,119	1,210	2,020	2,217
Y-o-Y Growth %	-4.2%		-5.7%		-30.1%		-32.6%		0.0%		-0.4%		-7.5%			
EBITDA	43	98	66	156	-12	3	-85	-7	-20	-21	-31	-29	11	80	-50	120
EBITDA % (as of Total Revenues)	5.8%	12.8%	5.3%	11.7%	-9.1%	1.5%	-34.8%	-1.9%	-7.9%	-8.5%	-5.9%	-5.5%	0.9%	6.6%	-2.5%	5.4%

^a Comparable financials excluding IndAS116 impact