

ARVIND FASHIONS LIMITED
CIN - L52399GJ2016PLC085595
Regd. Office: Naroda Road, Ahmedabad - 380 025
A MEMBER OF LALBHAI GROUP

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STATEMENT OF UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2019

[Rs. in Crores except per share data]

Sr. No.	Particulars	Quarter Ended			Nine Months Ended		Year Ended
		31.12.2019	30.09.2019	31.12.2018	31.12.2019	31.12.2018	31.03.2019
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	Total Income from Operations	1,146.12	1,125.91	1,260.08	3,173.85	3,479.01	4,647.99
2	Net Profit for the period (before Tax, Exceptional and/or Extraordinary Items)	(80.90)	(67.52)	15.02	(292.38)	6.79	12.88
3	Net Profit for the period before tax (after Exceptional and/or Extraordinary Items)	(80.90)	(67.52)	15.02	(292.38)	6.79	12.88
4	Net Profit for the period after tax (after Exceptional and/or Extraordinary items)	(50.53)	(45.35)	8.39	(191.24)	0.17	21.48
5	Total Comprehensive Income for the period [Comprising Profit for the period (after tax) and Other Comprehensive Income (after tax)]	(48.49)	(44.06)	8.10	(189.87)	(1.40)	14.80
6	Paid up Equity Share Capital	23.47	23.47	23.20	23.47	23.20	23.20
7	Reserves as shown in the Audited Balance Sheet	--	--	--	--	--	1,106.21
8	Earnings Per Share (of Rs. 4/- each)						
	Basic : (Rs.)	(8.86)	(8.01)	1.20	(33.53)	(0.51)	2.87
	Diluted : (Rs.)	(8.77)	(7.94)	1.17	(33.22)	(0.50)	2.81

Notes:

- The above is an extract of the detailed format of the Financial Results for the quarter ended December 31, 2019 filed with the Stock Exchanges under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The full format of these Financial Results is available on the Stock Exchanges websites at www.nseindia.com and www.bseindia.com and on the Company's website at www.arvindfashions.com.
- The above consolidated financial results for the quarter ended December 31, 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 February 11, 2020 in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation 2015. Their limited review report does not have any qualification/modification.
- 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 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 December 31, 2019, accounting of operating lease expenses has changed from rent of Rs. 83.90 Crores (quarter ended September 30, 2019: 101.13 Crores, nine months ended December 31, 2019: Rs. 265.80 Crores) to depreciation cost for the Right of Use assets Rs. 69.01 Crores (quarter ended September 30, 2019: Rs. 74.94 Crores, nine months ended December 31, 2019: Rs. 203.58 Crores) and finance cost for interest accrued on outstanding lease liability Rs. 27.02 Crores (quarter ended September 30, 2019: Rs. 29.34 Crores, nine months ended December 31, 2019: Rs. 85.17 Crores). To this extent, performance for the current quarter ending on December 31, 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. 2.68 Crores (quarter ended September 30, 2019: Rs. 2.47 Crores, nine months ended December 31, 2019: Rs. 8.46 Crores) on account of accelerated depreciation has been taken in books on account of this alignment.
- 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.
- 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 and nine months ended December 31, 2019. The consolidated figures for the corresponding quarter ended December 31, 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.
- 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 nine months ended on December 31, 2019 are not comparable with those of previous periods.
- During the quarter, the Company has allotted Nil (quarter ended September 30, 2019: 44,706, year ended March 31, 2019: 2,98,911) equity shares pursuant to exercise of stock options by employees.
- In the board meetings held on November 4, 2019, the respective Board of Directors of (a) Calvin Klein Arvind Fashion Private Limited ("CK") and (b) Tommy Hilfiger Arvind Fashion Private Limited ("TH") (Subsidiary Companies) have approved the scheme of amalgamation between TH and CK pursuant to provisions of Section 230 to 232 of the Companies Act, 2013 whereby it is proposed to amalgamate TH into CK. The Scheme is subject to approval of relevant regulatory authorities.
- Previous period figures have been re-grouped/ re-classified wherever necessary, to conform to current period's classification.
- The Company has intimated the Stock Exchange to publish only Consolidated Financial Results and hence, the standalone financial results have not been published. However, the standalone financial results for the quarter ended December 31, 2019 is available on Company's website at www.arvindfashions.com.
- Standalone Information:

Particulars	Quarter Ended			Nine Months Ended		Year Ended
	31.12.2019	30.09.2019	31.12.2018	31.12.2019	31.12.2018	31.03.2019
Revenue	202.41	281.21	274.20	657.54	793.27	1,011.69
Profit before Tax	(7.84)	(0.78)	21.89	(7.32)	64.22	62.23
Profit after Tax	(4.27)	(1.31)	13.77	(4.79)	40.91	61.51
Other Comprehensive Income / (Loss) (net of tax)	(0.08)	(0.09)	(0.08)	(0.31)	(0.52)	(1.42)
Total Comprehensive Income after tax	(4.35)	(1.40)	13.69	(5.10)	40.39	60.09

Place: Ahmedabad
Date: February 11, 2020

For Arvind Fashions Limited
Sd/-
Suresh Jayaraman
Managing Director & CEO