

SORAB S. ENGINEER & CO. (Regd.)

CHARTERED ACCOUNTANTS

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INDEPENDENT AUDITOR'S REVIEW REPORT ON REVIEW OF INTERIM STANDALONE FINANCIAL RESULTS OF ARVIND FASHIONS LIMITED

TO THE BOARD OF DIRECTORS OF ARVIND FASHIONS LIMITED

1. We have reviewed the accompanying Statement of Standalone Unaudited Financial Results of Arvind Fashions Limited ("the Company") for the quarter and nine month ended December 31, 2020 ("the Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
2. This Statement, which is the responsibility of the Company's Management and approved by the Company's 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 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. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are 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 of unaudited standalone financial results prepared in accordance with applicable 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.
5. We draw your attention to note 4 of the Statement which describes the uncertainties and management's assessment of the financial impact due to COVID-19 pandemic situation, for which a definitive assessment in the subsequent period is highly dependent upon circumstances as they evolve.

Our opinion is not modified in respect of this matter.

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

Chartered Accountants

Firm Registration No. 110417W

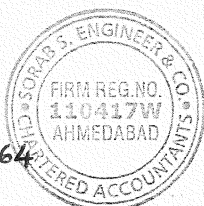
Chokshi Shreyas B.

CA. Chokshi Shreyas B.

Partner

Membership No. 100892

UDIN: 21100892AAAAcY5564



Ahmedabad

February 03, 2021

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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

www.arvindfashions.com

Statement of Unaudited Standalone Financial Results for the Quarter and Nine Months Ended December 31, 2020

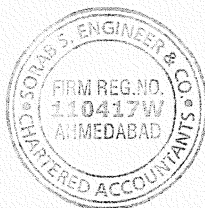
(Rs. in Crores except per share data)

Particulars	Quarter Ended			Nine Months Ended		Year Ended
	31.12.20	30.09.20	31.12.19	31.12.20	31.12.19	31.03.20
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1 Income						
(a) Revenue from operations	151.13	58.40	199.11	239.18	648.83	854.11
(b) Other Income	3.81	4.58	3.30	12.79	8.71	12.44
Total Income	154.94	62.98	202.41	251.97	657.54	866.55
2 Expenses						
(a) Cost of Trims and accessories consumed	-	-	0.05	-	0.66	4.52
(b) Purchases of stock-in-trade	36.66	(76.42)	113.89	(22.97)	458.28	577.52
(c) Changes in inventories of stock-in-trade	50.22	101.50	35.59	146.64	(0.79)	4.69
(d) Employee benefits expense	9.51	9.41	12.40	25.04	45.35	56.10
(e) Finance costs	7.15	9.72	11.44	29.24	27.63	37.32
(f) Depreciation and amortisation expense	3.72	4.77	2.02	12.47	7.63	13.04
(g) Other expenses	23.33	12.44	34.86	52.69	126.10	161.43
Total Expenses	130.59	61.42	210.25	243.11	664.86	854.62
3 Profit/(Loss) before exceptional items and tax (1-2)	24.35	1.56	(7.84)	8.86	(7.32)	11.93
4 Exceptional items (Refer Note 4)	-	(45.73)	-	(45.73)	-	(19.26)
5 Profit/(Loss) Before Tax (3-4)	24.35	(44.17)	(7.84)	(36.87)	(7.32)	(7.33)
6 Tax Expense						
Current Tax	-	-	(0.18)	-	-	-
(Excess)/short provision related to earlier years	-	-	-	-	(0.17)	(0.17)
Deferred Tax Charge/(Credit)	(1.08)	0.04	(3.39)	(0.38)	(2.36)	(2.27)
Total Tax Expense/(Credit)	(1.08)	0.04	(3.57)	(0.38)	(2.53)	(2.44)
7 Net Profit/(Loss) for the period (5-6)	25.43	(44.21)	(4.27)	(36.49)	(4.79)	(4.89)
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	0.04	0.55	(0.10)	0.29	(0.48)	(0.26)
(ii) Income Tax related to the item above	(0.01)	(0.17)	0.04	(0.10)	0.17	0.09
(b) Items that will be classified to profit and loss						
(i) Effective portion of gains / (loss) on cash flow hedges	-	-	(0.03)	-	-	-
(ii) Income Tax related to the item above	-	-	0.01	-	-	-
Other Comprehensive Income/ (Loss) (Net of Tax)	0.03	0.38	(0.08)	0.19	(0.31)	(0.17)
9 Total Comprehensive Income/ (Loss) for the Period (7+8)	25.46	(43.83)	(4.35)	(36.30)	(5.10)	(5.06)
10 Paid-up Equity Share Capital (Face Value ₹ 4/- per share)	39.47	39.46	23.47	39.47	23.47	23.47
11 Other Equity	-	-	-	-	-	1,325.79
12 Earning Per Share in Rs (Not Annualised)						
-Basic	3.22	(5.19)	(0.55)	(4.28)	(0.62)	(0.63)
-Diluted	3.19	(5.17)	(0.55)	(4.28)	(0.62)	(0.63)
(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

CA. Chokshi Shreyas B.
Partner
Membership No. 100892

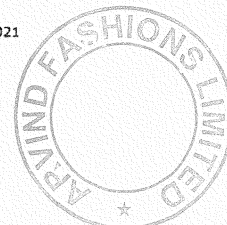
Ahmedabad
February 03, 2021



For **Arvind Fashions Limited**

Shailesh Chaturvedi
Managing Director & CEO
DIN: 03023079

Bengaluru
February 03, 2021



ARVIND

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

CIN: L52399GJ2016PLC085595

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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 as amended from time to time.
- 2 The above standalone financial results for the quarter and nine months ended December 31, 2020 which have been subjected to review by the 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 03, 2021 in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation 2015. The Statutory Auditors have expressed an unqualified audit opinion.
- 3 The Company is primarily engaged in the business of Branded Apparels (Garments and Accessories) which in the terms of Ind AS 108 on 'Operating Segments', constitutes a single reporting segment.
- 4 Due to Covid19, the fashion business has been severely impacted. This has led to lower sales, resulting into inventory build-up and slower collection of receivables. With easing of lockdown restrictions, the company's performance for the current quarter has been progressive and we expect the momentum to continue with an overall improvement in Covid situation.

The Company has taken several steps including raising of equity capital by way of rights issue of Rs. 399.79 Crores, strategic partnership with Flipkart India Private Limited for its youth brands Flying Machine which has resulted in cash flow of Rs. 61.90 Crores, discontinuation of certain brands, sharp reduction in overheads and closure of unviable stores. With objectives of faster releasing cash and have fresh inventory offered to customers, the Group has decided to offer higher discounts to liquidate old inventory rapidly and take back goods sold from customers where collection of funds is getting delayed and sell it through other channels for faster liquidation. In order to achieve these objectives, during the quarter ended December 31, 2020, the Group has made special provision of Rs. Nil consisting of Rs. Nil for Margin on Sales Return and Scheme and Discounts, Rs. Nil for Inventory Dormancy and Rs. Nil for Allowance for Doubtful Debtors. (Quarter ended September 30, 2020 and nine months ended December 31, 2020, Rs. 45.73 Crores, Rs. 7.29 Crores, Rs. 32.44 Crores and Rs. 6.00 Crores respectively; Year ended March 31, 2020: Rs. 19.26 Crores, Rs. 12.52 Crores, Rs. 4.89 Crores and Rs. 1.85 Crores respectively) which are disclosed under Exceptional Items.

The Company believes that this pandemic is not likely to impact the recoverability of the carrying value of its assets further. The Company is closely monitoring the developments and possible effects that may result from the present pandemic on its financial condition, liquidity and operations and working to minimize the impact of this unprecedented situation. As the situation is continuously evolving, the eventual impact may be different from the estimates made as of the date of approval of these Results.

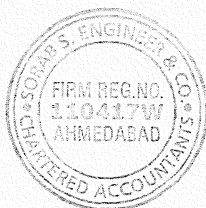
- 5 The Company has transferred by way of sale, the wholesale trading business of "Flying Machine" ("FM") brand as a going concern to Arvind Youth Brands Private Limited (AYBPL), a subsidiary company on a slump sale basis for a lump sum consideration of Rs. 61.90 Crores during the quarter ended September 30, 2020.
- 6 During the quarter, the Company has allotted 27,000 equity shares (quarter ended September 30, 2020: Nil, quarter ended December 31, 2019: Nil, year ended March 31, 2020: 6,84,691) pursuant to exercise of stock options by employees.
- 7 On June 21, 2020, the Board of Directors of the Company had approved the revised size of Rights Issue of 3,99,79,347 shares of face value of Rs. 4 each (the "Rights Issue Shares") at a price of Rs. 100 per Rights Equity Shares (including premium of Rs. 96 per Rights Equity Share) in the ratio of 62:91, i.e. 62 Rights Equity Shares for every 91 existing Equity Shares held by the eligible equity shareholders on the record date, i.e. March 18, 2020. On July 24, 2020, the Company has approved the allotment of 3,99,79,347 equity shares of face value Rs. 4/- each to the eligible equity shareholders as fully paid up. There is no deviation in use of proceeds from the objects stated in the Offer document for Right issue.

Pursuant to IND AS 33, basic and diluted earnings per share for the previous periods have been restated for the bonus element in respect of right issue.

- 8 The Parliament of India has approved the Code of Social Security, 2020 (the Code) which may impact the contribution by the Company towards Provident Fund, Gratuity and ESIC. The Code have been published in the Gazette of India. However effective date has yet not been notified. The Company will assess the impact of the Code and will record related impact in the period it becomes effective.
- 9 Previous period's figures have been regrouped/rearranged wherever necessary, to conform to current period presentation.

For **Sorab S. Engineer & Co.**
Chartered Accountants
Firm Registration No. 110417W
Chokshi Shreyas B.
CA. Chokshi Shreyas B.
Partner
Membership No. 100892

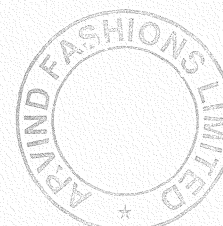
Ahmedabad
February 03, 2021



For **Arvind Fashions Limited**

Shailesh Chaturvedi
Shailesh Chaturvedi
Managing Director & CEO
DIN:03023079

Bengaluru
February 03, 2021



ARVIND

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CIN: L52399GJ2016PLC085595



INDEPENDENT AUDITOR'S REVIEW REPORT ON REVIEW OF INTERIM CONSOLIDATED FINANCIAL RESULTS OF ARVIND FASHIONS LIMITED

TO THE BOARD OF DIRECTORS OF ARVIND FASHIONS LIMITED

1. We have reviewed the accompanying Statement of Consolidated Unaudited 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 and nine months ended December 31, 2020 ("the Statement") being submitted by the Parent pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
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 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013, and other accounting principles generally accepted in India. 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 SEBI 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

Subsidiary Companies

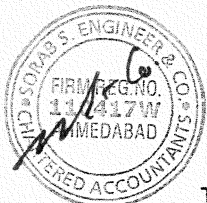
Arvind Lifestyle Brands Limited

Arvind Beauty Brands Retail Private Limited

PVH Arvind Fashion Private Limited (Previously known as Calvin Klein Arvind Fashion Private Limited)

Arvind Youth Brands Private Limited

Value Fashion Retail Limited



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5. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of the review reports of the other auditors referred to in paragraph 7 below, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.
6. We draw your attention to note 4 of the Statement which describes the uncertainties and management's assessment of the financial impact due to COVID-19 pandemic situation, for which a definitive assessment in the subsequent period is highly dependent upon circumstances as they evolve.

Our opinion is not modified in respect of this matter.

7. We did not review the interim financial results of one subsidiary included in the consolidated unaudited financial results, whose interim financial results reflect total revenues of Rs. 420.13 Crores and Rs. 711.49 Crores, total net loss after tax of Rs. 127.54 Crores and Rs. 337.05 Crores and the total comprehensive loss of Rs. 127.28 Crores and Rs. 335.50 Crores, for the quarter and nine months ended December 31, 2020 respectively. This interim financial result has been reviewed by other auditors whose report has been furnished to us by the Management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of this subsidiary, is based solely on the report of the other auditors and the procedures performed by us as stated in paragraph 3 above.

Our conclusion on the Statement is not modified in respect of the above matters.

8. The consolidated unaudited financial results include the interim financial results of one subsidiary which has not been reviewed by their auditors, whose interim financial results reflects total revenue of Rs. 101.97 Crores and Rs. 155.60 Crores, total net profit after tax of Rs. 5.29 Crores and loss of Rs. 0.58 Crores and total comprehensive profit of Rs. 5.28 Crores and loss of Rs. 0.60 Crores for the quarter and nine months ended December 31, 2020 respectively 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.

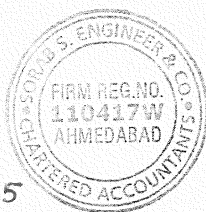
Our conclusion on the Statement is not modified in respect of our reliance on the interim financial information certified by the Management.

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

Chokshi Shreyas B.

CA. Chokshi Shreyas B.
Partner

Membership No. 100892
UDIN: 21100892AAAA CZ 5525



Ahmedabad
February 03, 2021

ARVIND FASHIONS LIMITED

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Statement of Unaudited Consolidated Financial Results for the Quarter and Nine Months Ended December 31, 2020

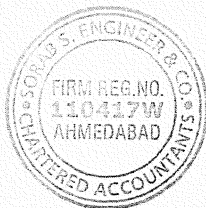
(Rs. in Crores except per share data)

Particulars	Quarter Ended			Nine Months Ended		Year Ended
	31.12.20	30.09.20	31.12.19	31.12.20	31.12.19	31.03.20
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
A Continuing Operations						
1 Income						
(a) Revenue from operations	901.42	436.83	1,051.61	1,432.59	2,940.26	3,613.57
(b) Other Income (Refer Note 6)	9.71	26.98	10.67	102.73	18.01	59.78
Total Income	911.13	463.81	1,062.28	1,535.32	2,958.27	3,673.35
2 Expenses						
(a) Cost of trims and accessories consumed	-	-	0.26	-	1.60	5.15
(b) Purchases of stock-in-trade	413.33	53.44	421.19	478.78	1,656.98	2,071.95
(c) Changes in inventories	114.15	216.59	160.67	388.46	(24.86)	(84.83)
(d) Employee benefits expense	60.13	58.02	76.53	162.24	244.07	313.06
(e) Finance costs	51.22	56.78	73.28	172.77	205.72	273.55
(f) Depreciation and amortisation expense	66.77	75.78	117.16	219.10	322.09	420.66
(g) Other expenses	239.88	154.24	279.97	481.84	812.03	1,050.45
Total Expenses	945.48	614.85	1,129.06	1,903.19	3,217.63	4,049.99
3 Profit/(Loss) before exceptional items and tax (1-2)	(34.35)	(151.04)	(66.78)	(367.87)	(259.36)	(376.64)
4 Exceptional items (Refer Note 4 and 5)	-	(45.20)	-	(45.20)	-	(60.69)
5 Profit/(Loss) Before Tax (3-4)	(34.35)	(196.24)	(66.78)	(413.07)	(259.36)	(437.33)
6 Tax Expense						
Current Tax	-	-	(2.92)	-	-	(0.17)
(Excess)/short provision related to earlier years	-	-	-	-	(0.17)	(0.17)
Deferred Tax Charge/ (Credit)	9.54	(6.75)	(29.72)	14.52	(94.85)	(77.26)
Total Tax Expense/(Credit)	9.54	(6.75)	(32.64)	14.52	(95.02)	(77.43)
7 Net Profit/(Loss) for the period from Continuing Operations (5-6)	(43.89)	(189.49)	(34.14)	(427.59)	(164.34)	(359.90)
8 Discontinuing Operations (Refer Note 10)						
Profit/(Loss) Before Tax for the period from Discontinuing Operations	(21.73)	(28.30)	(14.12)	(68.95)	(33.02)	(59.09)
Tax Expense/(Credit) on Discontinuing Operations	-	-	-	-	(6.29)	(19.80)
9 Net Profit/(Loss) for the period from Discontinuing Operations (8-9)	(21.73)	(28.30)	(14.12)	(68.95)	(26.73)	(39.29)
10 Net Profit/(Loss) for the period from Continuing Operations and Discontinuing Operations (7+9)	(65.62)	(217.79)	(48.26)	(496.54)	(191.07)	(399.19)
Attributable to:						
Equity Holders of the Parent	(68.00)	(211.76)	(50.86)	(476.53)	(196.40)	(400.74)
Non-controlling interest	2.38	(6.03)	2.60	(20.01)	5.33	1.55
11 Other Comprehensive Income/ (Loss) (Net of Tax)	(65.62)	(217.79)	(48.26)	(496.54)	(191.07)	(399.19)
(a) Items that will not be classified to profit and loss						
(i) Re-measurement gain/(loss) on defined benefit plans	0.22	3.06	(0.33)	2.45	(1.55)	1.04
(ii) Income Tax related to the item above	(0.16)	(1.04)	0.06	(0.94)	0.49	(0.19)
(b) Items that will be classified to profit and loss						
(i) Effective portion of gains / (loss) on cash flow hedges	(0.09)	(1.92)	2.99	(4.75)	3.15	5.77
(ii) Income Tax related to the item above	-	-	0.01	-	-	-
Other Comprehensive Income/ (Loss) (Net of Tax)	(0.03)	0.10	2.73	(3.24)	2.09	6.62
Attributable to:						
Equity holders of the Parent	0.13	1.06	1.28	(0.75)	0.58	3.46
Non-controlling interest	(0.16)	(0.96)	1.45	(2.49)	1.51	3.16
12 Total Comprehensive Income/ (Loss) for the Period (11+12)	(65.65)	(217.69)	(45.53)	(499.78)	(188.98)	(392.57)
Attributable to:						
Equity holders of the Parent	(67.87)	(210.70)	(49.58)	(477.28)	(195.82)	(397.28)
Non-controlling interest	2.22	(6.99)	4.05	(22.50)	6.84	4.71
13 Total Comprehensive Income/ (Loss) for the Period (11+12)	(65.65)	(217.69)	(45.53)	(499.78)	(188.98)	(392.57)
14 Paid-up Equity Share Capital (Face Value ₹ 4/- per share)	39.47	39.46	23.47	39.47	23.47	23.47
15 Other Equity						573.83
16 Earning Per Share in Rs (Not Annualised)						
Continuing Operations						
-Basic	(3.01)	(19.60)	(4.76)	(45.67)	(22.03)	(46.92)
-Diluted	(3.15)	(19.51)	(4.71)	(45.65)	(21.83)	(46.59)
Discontinuing Operations						
-Basic	(2.14)	(3.10)	(1.83)	(7.69)	(3.47)	(5.10)
-Diluted	(2.16)	(3.08)	(1.82)	(7.69)	(3.44)	(5.06)
Continuing and Discontinuing Operations						
-Basic	(5.15)	(22.70)	(6.59)	(53.36)	(25.50)	(52.02)
-Diluted	(5.31)	(22.59)	(6.53)	(53.34)	(25.27)	(51.65)

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

CA. Chokshi Shreyas B.
Partner
Membership No. 100892

Ahmedabad
February 03, 2021



For Arvind Fashions Limited

Shailesh Chaturvedi

Shailesh Chaturvedi
Managing Director & CEO
DIN:03023079

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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 as amended from time to time.
- 2 The above consolidated financial results for the quarter and nine month ended December 31, 2020 which have been subjected to review by the Statutory Auditors, were reviewed and recommended by the Audit Committee and subsequently approved by the Board of Directors at their meeting held on February 03, 2021 in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation 2015. The Statutory Auditors have expressed an unqualified audit opinion.
- 3 The Group is primarily engaged in the business of Branded Apparels (Garments and Accessories) which in the terms of Ind AS 108 on 'Operating Segments', constitutes a single reporting segment.
- 4 Due to Covid19, the fashion business has been severely impacted. This has led to lower sales, resulting into inventory build-up and slower collection of receivables. With easing of lockdown restrictions, the company's performance for the current quarter has been progressive and we expect the momentum to continue with an overall improvement in Covid situation.

The Group has taken several steps including raising of equity capital by way of rights issue of Rs. 399.79 Crores, strategic partnership with Flipkart India Private Limited for its youth brands Flying Machine which has resulted in cash flow of Rs. 260 Crores, discontinuation of certain brands, sharp reduction in overheads and closure of unviable stores. With objectives of faster releasing cash and have fresh inventory offered to customers, the Group has decided to offer higher discounts to liquidate old inventory rapidly and take back goods sold from customers where collection of funds is getting delayed and sell it through other channels for faster liquidation. In order to achieve these objectives, during the quarter ended December 31, 2020, the Group has made special provision of Rs. Nil consisting of Rs. Nil for Margin on Sales Return and Scheme and Discounts, Rs. Nil for Inventory Dormancy and Rs. Nil for Allowance for Doubtful Debtors. (Quarter ended September 30, 2020 and nine months ended December 31, 2020, Rs. 157.11 Crores, Rs. 34.74 Crores, Rs. 96.83 Crores and Rs. 25.54 Crores respectively; Year ended March 31, 2020: Rs. 60.69 Crores, Rs. 37.49 Crores, Rs. 13.19 Crores and Rs. 10.01 Crores respectively) which are disclosed under Exceptional Items.

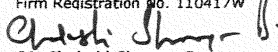
The Company believes that this pandemic is not likely to impact the recoverability of the carrying value of its assets further. The Company is closely monitoring the developments and possible effects that may result from the present pandemic on its financial condition, liquidity and operations and working to minimize the impact of this unprecedented situation. As the situation is continuously evolving, the eventual impact may be different from the estimates made as of the date of approval of these Results.

- 5 The Parent Company and Arvind Lifestyle Brands Limited (ALBL), a wholly owned subsidiary Company have transferred by way of sale, the wholesale trading business and retail trading business of "Flying Machine" ("FM") brand respectively as a going concern to Arvind Youth Brands Private Limited (AYBPL), a subsidiary company on a slump sale basis for a lump sum consideration of Rs. 61.90 Crores and Rs. 151.30 Crores respectively during the quarter ended September 30, 2020.

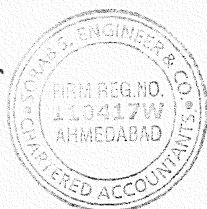
The Flipkart India Private Limited has purchased a significant minority stake in AYBPL through purchase of Compulsorily Convertible Preference Shares for Rs. 260 Crores. Rs. 111.91 crores, being the gain on sale of shares has been disclosed under Exceptional Items during the quarter ended September 30, 2020.

- 6 The Ministry of Corporate Affairs vide notification dated July 24, 2020, issued an amendment to Ind AS 116-Leases, by inserting a practical expedient w.r.t "Covid-19-Related Rent Concessions" effective from the period beginning on or after April 01, 2020. Pursuant to the above amendment, the Group has applied the practical expedient by accounting the unconditional rent concessions of Rs. 6.68 Crores (Rs. 14.31 Crores for the quarter ended September 30, 2020 and Rs. 85.87 Crores for the nine months ended December 31, 2020) The above unconditional rent concessions for the quarter ended December 31, 2020 includes Rs. 0.49 Crores pertaining to periods after December 31, 2020. Unconditional rent concession for the quarter ended September 30, 2020 included Rs. 14.84 Crores pertaining to periods after September 30, 2020.
 - 7 During the quarter, the Company has allotted 27,000 equity shares (quarter ended September 30, 2020: Nil, quarter ended December 31, 2019: Nil, year ended March 31, 2020: 6,84,691) pursuant to exercise of stock options by employees.
 - 8 The National Company Law Tribunal (NCLT), vide its order dated July 14, 2020 has approved the scheme of amalgamation of Tommy Hilfiger Arvind Fashion Private Limited with Calvin Klein Arvind Fashion Private Limited now renamed as PVH Arvind Fashion Private Limited. The scheme has become effective with appointed date i.e. April 01, 2019. As required by applicable accounting standard the consolidated financial results of previous periods have been restated.
 - 9 On June 21, 2020, the Board of Directors of the Company had approved the revised size of Rights Issue of 3,99,79,347 shares of face value of Rs. 4 each (the "Rights Issue Shares") at a price of Rs. 100 per Rights Equity Shares (including premium of Rs. 96 per Rights Equity Share) in the ratio of 62:91, i.e. 62 Rights Equity Shares for every 91 existing Equity Shares held by the eligible equity shareholders on the record date, i.e. March 18, 2020. On July 24, 2020, the Company has approved the allotment of 3,99,79,347 equity shares of face value Rs. 4/- each to the eligible equity shareholders as fully paid up. There is no deviation in use of proceeds from the objects stated in the Offer document for Right issue.
- Pursuant to IND AS 33, basic and diluted earnings per share for the previous periods have been restated for the bonus element in respect of right issue.
- 10 The Management of Arvind Lifestyle Brands Limited (ALBL), a wholly owned subsidiary of the Company has decided to discontinue Brands like GAP, Hanes, New Port and Ruf & Turf. Accordingly, the activities of these brands business that are considered as disposal group are presented as a discontinued operation in accordance with the provisions of Indian Accounting Standard 105 - 'Non-current Assets Held for Sale and Discontinued Operations'. Consequently, Loss before tax and tax expenses relating to these brands business have been disclosed separately as discontinued operations as part of the above results. The previous periods have been re-classified to give effect to the presentation requirements of Ind AS 105: Non-current Assets Held for Sale and Discontinued Operations.
 - 11 The Parliament of India has approved the Code of Social Security, 2020 (the Code) which may impact the contribution by the Company towards Provident Fund, Gratuity and ESIC. The Code have been published in the Gazette of India. However effective date has yet not been notified. the Group will assess the impact of the Code and will record related impact in the period it becomes effective.
 - 12 Previous period's figures have been regrouped/rearranged wherever necessary, to conform to current period presentation.

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


CA. Chokshi Shreyas B.
Partner
Membership No. 100892

Ahmedabad
February 03, 2021



For Arvind Fashions Limited



Shailesh Chaturvedi
Managing Director & CEO
DIN:03023079

Bengaluru
February 03, 2021

