



# V2 Retail Limited

November 2, 2018

To,

<b>National Stock Exchange of India Limited</b> Exchange Plaza, Plot No. C/1, G Block, Bandra Kurla Complex, Bandra (East) Mumbai-400051, NSE Code- V2RETAIL	<b>BSE (Bombay Stock Exchange) Limited</b> 25th floor, "Phiroze Jeejeebhoy Tower", Dalal Street, Fort, Mumbai-400001 BSE Code-532867
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**Subject- Pursuant to Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, Intimation about adoption of the unaudited Standalone Financial Results along with limited review report for the quarter ended September 30, 2018.**

Ref: V2 Retail Limited, (Scrip Code:- V2RETAIL, 532867)

Dear Sir/Ma'am,

Pursuant to the Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 please find attached herewith unaudited Standalone Financial Results along with limited review report for the quarter ended **September 30, 2018**. The same is considered and approved by the board of directors of the company at the board meeting held on Friday, November 2, 2018 at 4:00 PM at the registered office of the company.

This is for your information and record.

Thanking You,

Yours Sincerely,

For V2 Retail Limited

**Mr. RAMCHANDRA AGARWAL**  
Chairman & Managing Director  
DIN00491885



# Walker Chandiook & Co LLP

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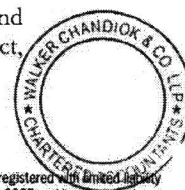
## **Independent Auditor's Review Report on Quarterly Financial Results and Year to Date Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

### **To the Board of Directors of V2 Retail Limited**

1. We have reviewed the accompanying statement of unaudited standalone financial results ('Statement') of V2 Retail Limited ('the Company') for the quarter ended 30 September 2018 and the year to date results for the period 1 April 2018 to 30 September 2018, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. This Statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on the Statement based on our review.
2. We conducted our review in accordance with the Standard on Review Engagement (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.
3. As stated in Note 5 to the financial results, the Company's other equity as at 30 September 2018 includes an amount of Rs. 365.36 lakh in the nature of capital reserve arising out of business restructuring carried out in earlier years, for which the Company's management has not been able to provide necessary reconciliation and information. In the absence of sufficient appropriate audit evidence, we are unable to comment upon the appropriateness and classification of the aforesaid balance, and the consequential impact, if any, on the financial results.

Our audit report of previous year ended 31 March 2018 was also qualified for this matter.

4. As stated in Note 6 to the financial results, the Company's contingent liabilities as at 30 September 2018 include an amount of Rs. 2,542.65 lakh relating to litigations pending with various authorities, for which the Company's management has not been able to provide necessary details and information. In the absence of sufficient appropriate audit evidence, we are unable to comment upon the appropriateness and classification of the aforesaid amounts including management's evaluation of likely outcome of such litigations in accordance with Ind AS 37, "Provisions, Contingent Liabilities and Contingent Assets" and the consequential impact, if any, on the financial results.



**Chartered Accountants**

Offices in Bengaluru, Chandigarh, Chennai, Gurgaon, Hyderabad, Kolkata, Mumbai, New Delhi, Noida and Pune

Walker Chandiook & Co LLP is registered with limited liability with identification number AAC-2085 and its registered office at L-41 Connaught Circus, New Delhi, 110001, India

# Walker ChandioK & Co LLP

Our audit report of previous year ended 31 March 2018 was also qualified for this matter.

5. Based on our review conducted as above, except for the possible effects of the matters described in previous paragraphs 3 and 4 above, nothing has come to our attention that causes us to believe that the accompanying Statement prepared in accordance with applicable Indian Accounting Standards specified under Section 133 of the Companies Act, 2013 and SEBI Circulars CIR/CFD/CMD/15/2015 dated 30 November 2015 and CIR/CFD/FAC/62/2016 dated 5 July 2016, and other recognised accounting practices and policies has not disclosed the information required to be disclosed in accordance with the requirements 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 Walker ChandioK & Co LLP**

Chartered Accountants

Firm Registration No: 001076N/N500013

*Rohit Arora*

**Rohit Arora**

Partner

Membership No. 504779



**Place:** New Delhi

**Date:** 2 November 2018



# V2 Retail Limited

V2 Retail Limited

Statement of unaudited financial results for the quarter and period ended 30 September 2018

(Rs. in Lakh, except for per share data)

Particulars	Quarter ended			Period ended		Year ended
	30 September 2018	30 June 2018	30 September 2017	30 September 2018	30 September 2017	31 March 2018
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
<b>1 Revenue</b>						
(a) Revenue from operations	15,567.31	18,775.41	13,754.72	34,342.72	27,980.67	55,940.36
(b) Other income	514.32	78.74	36.60	593.06	87.55	325.55
<b>Total revenue</b>	<b>16,081.63</b>	<b>18,854.15</b>	<b>13,791.32</b>	<b>34,935.78</b>	<b>28,068.22</b>	<b>56,265.91</b>
<b>2 Expenses</b>						
(a) Purchase of stock-in-trade	15,742.19	17,131.70	10,686.03	32,873.89	21,572.27	42,460.50
(b) Changes in inventories of stock-in-trade	(4,807.55)	(4,652.07)	(1,223.26)	(9,459.62)	(2,337.58)	(4,557.54)
(c) Employee benefits expense	2,025.96	1,739.69	1,132.97	3,765.65	2,183.41	4,846.03
(d) Finance costs	11.29	-	26.44	11.29	52.16	57.49
(e) Depreciation and amortisation expense	350.10	287.95	199.71	638.05	385.95	840.64
(f) Other expenses	3,398.34	2,566.79	2,159.60	5,965.13	4,026.66	8,018.00
<b>Total expenses</b>	<b>16,720.33</b>	<b>17,074.06</b>	<b>12,981.49</b>	<b>33,794.39</b>	<b>25,882.87</b>	<b>51,665.12</b>
<b>3 Profit before tax and exceptional items (1-2)</b>	<b>(638.70)</b>	<b>1,780.09</b>	<b>809.83</b>	<b>1,141.39</b>	<b>2,185.35</b>	<b>4,600.79</b>
<b>4 Exceptional items (refer note 7)</b>	<b>2,530.00</b>	<b>-</b>	<b>-</b>	<b>2,530.00</b>	<b>-</b>	<b>-</b>
<b>5 (Loss)/profit before tax (3-4)</b>	<b>(3,168.70)</b>	<b>1,780.09</b>	<b>809.83</b>	<b>(1,388.61)</b>	<b>2,185.35</b>	<b>4,600.79</b>
<b>6 Tax expense</b>						
(a) Current tax	-	-	-	-	-	-
(b) Deferred tax	(1,315.80)	657.25	310.50	(658.55)	817.53	1,492.59
<b>Total tax (credit)/expense</b>	<b>(1,315.80)</b>	<b>657.25</b>	<b>310.50</b>	<b>(658.55)</b>	<b>817.53</b>	<b>1,492.59</b>
<b>7 (Loss)/profit for the period (5-6)</b>	<b>(1,852.90)</b>	<b>1,122.84</b>	<b>499.33</b>	<b>(730.06)</b>	<b>1,367.82</b>	<b>3,108.20</b>
<b>8 Other comprehensive income</b>						
<b>A</b> (i) Items that will not be reclassified to the statement of profit and loss	(3.16)	(2.76)	(0.02)	(5.92)	(0.13)	(17.20)
(ii) Income tax relating to items that will not be reclassified to the statement of profit and loss	1.10	0.97	0.01	2.07	0.04	6.01
<b>B</b> (i) Items that will be reclassified to the statement of profit and loss	-	-	-	-	-	-
(ii) Income tax relating to items that will be reclassified to the statement of profit and loss	-	-	-	-	-	-
<b>Total other comprehensive income</b>	<b>(2.06)</b>	<b>(1.79)</b>	<b>(0.01)</b>	<b>(3.85)</b>	<b>(0.09)</b>	<b>(11.19)</b>
<b>9 Total comprehensive income for the period [comprising (loss)/profit and other comprehensive income for the period] (7+8)</b>	<b>(1,854.96)</b>	<b>1,121.05</b>	<b>499.32</b>	<b>(733.91)</b>	<b>1,367.73</b>	<b>3,097.01</b>
<b>10 Paid-up equity share capital (face value of Rs. 10 each)</b>	<b>3,407.40</b>	<b>3,407.40</b>	<b>3,092.27</b>	<b>3,407.40</b>	<b>3,092.27</b>	<b>3,392.27</b>
<b>11 Other equity as per balance sheet</b>						<b>24,003.68</b>
<b>12 Earnings per share (of Rs. 10 each) (not annualised):</b>						
(a) Basic	(5.44)	3.26	1.61	(2.14)	4.42	9.62
(b) Diluted	(5.44)	3.26	1.56	(2.14)	4.28	9.62



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Khasra No. 919,921,926,928, Extended Lal Dora Abadi Village Kapashera Teshil Vasant Vihar,  
South West Delhi -110037 Land Mark:- Fun N Food Village Amusement Park • Tel.: 011-41771850  
• E-mail : customercare@vrl.net.in, cs@vrl.net.in • Website: www.v2retail.com • CIN : L74999DL2001PLC147724



# V2 Retail Limited

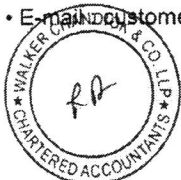
V2 Retail Limited  
Statement of assets and liabilities as at 30 September 2018

Particulars	(Rs. in Lakh)	
	As at 30 September 2018	As at 31 March 2018
	(Unaudited)	(Audited)
<b>ASSETS</b>		
<b>Non-current assets</b>		
a) Property, plant and equipment	8,885.30	6,243.97
b) Capital work-in-progress	173.15	65.69
c) Other intangible assets	36.79	9.30
d) Intangible assets under development	594.88	594.88
e) Financial assets		
i) Loans	448.98	343.74
ii) Other financial assets	80.37	78.50
f) Deferred tax assets (net)	1,135.88	475.26
g) Income tax assets (net)	393.10	392.79
h) Other non-current assets	2,237.52	2,120.88
	<b>13,985.97</b>	<b>10,325.01</b>
<b>Current assets</b>		
a) Inventories	25,478.68	16,019.07
b) Financial assets		
i) Investments	-	8,965.30
ii) Trade receivables	4.04	-
iii) Cash and cash equivalents	706.40	476.89
iv) Other financial assets	540.78	61.52
c) Other current assets	4,948.12	1,844.37
	<b>31,678.02</b>	<b>27,367.15</b>
Assets classified as held for sale	1,243.99	1,243.99
	<b>32,922.01</b>	<b>28,611.14</b>
<b>TOTAL ASSETS</b>	<b>46,907.98</b>	<b>38,936.15</b>
<b>EQUITY AND LIABILITIES</b>		
a) Equity share capital	3,407.40	3,392.27
b) Other equity	23,474.58	24,003.68
<b>Total equity</b>	<b>26,881.98</b>	<b>27,395.95</b>
<b>Non-current liabilities</b>		
a) Financial liabilities	9.25	8.50
b) Provisions	152.12	121.95
c) Other non-current liabilities	427.37	208.21
<b>Total non-current liabilities</b>	<b>588.74</b>	<b>338.66</b>
<b>Current liabilities</b>		
a) Financial liabilities		
i) Borrowings	1,502.98	-
ii) Trade payables		
Due to micro and small enterprises	-	-
Due to others	13,514.01	10,031.94
iii) Other financial liabilities	2,761.56	277.17
b) Provisions	79.54	65.59
c) Other current liabilities	804.17	211.84
<b>Total current liabilities</b>	<b>18,662.26</b>	<b>10,586.54</b>
Liabilities directly associated with assets classified as held for sale	775.00	615.00
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>46,907.98</b>	<b>38,936.15</b>



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# V2 Retail Limited

## Notes:

1. The Audit Committee has reviewed these results and the Board of directors have approved the above results and its release at their respective meeting held on 2 November 2018. The statutory auditors have carried out limited review for the quarter and period ended 30 September 2018 and have issued a modified review report.
2. The above financial results have been prepared in accordance with the recognition and measurement principles of the Indian Accounting Standards (Ind AS) as notified under the Companies (Indian Accounting Standards) Rules, 2015 as specified under section 133 of the Companies Act, 2013.
3. The Company's primary business segment is reflected based on principal business activities carried on by the Company. As per Ind AS 108, Operating Segments, the Company operates in one reportable business segment i.e., retail trade and is primarily operating in India and hence, considered as single geographical segment.
4. During the quarter ended 30 September 2018, the Company has granted Nil employee stock options ("ESOP") as per scheme approved by "Nomination and Remuneration Committee", at an exercise price of Rs. 10 per option. Further, out of 315,371 ESOP outstanding as at the beginning of the quarter, the Company has forfeited 32,880 ESOP during the quarter ended 30 September 2018. Total outstanding ESOP as at the quarter ended 30 September 2018 are 282,491. The vesting period of the ESOP is ranging from 15 months to 36 months. The granted options can be exercised after vesting at anytime before the expiry of 3 months from vesting date. An amount of Rs. 107.27 lakh has been recorded for the quarter ended 30 September 2018 as employee benefits expense, as the proportionate cost of ESOP granted during the quarter ended 30 September 2018.
5. The Company restructured its business in the financial year 2010-11 resulting in creation of Capital Reserve amounting to Rs. 60,523.24 lakh. The aforementioned reserve has been reconciled except for Rs. 365.36 lakh which the Company is in the process of reconciling. However, the management believes that there is no impact of the same on statement of profit and loss.
6. Out of contingent liabilities existing as at 30 September 2018, certain liabilities aggregating to Rs. 2,542.65 lakh are under appeal with different authorities at different levels. Whilst the impact of contingent liabilities on these results can only be ascertained on the settlement of such cases/disputes, management has assessed that based on the merits of such cases, the Company has reasonably good chances on succeeding and accordingly, no provision has been recognised in these financial results.
7. Exceptional items amounting to Rs. 2,530 lakh for the quarter and period ended 30 September 2018, represents one time settlement amount which the Company has agreed to pay the lenders for relinquishing their Right of Recompense (ROR) for the sacrifices made by them in Financial year 2010-2011 under the Corporate Debt Restructuring (CDR) package vide Master Restructuring Agreement (MRA) entered into in November, 2010. The Company has vide letter dated 21 August 2018 to the lenders offered to pay above said amount upto 28 February 2019.

The amount is subject to finalisation of benefit to be received by the Company for fixed deposits amounting to Rs. 275 lakh in the name of Vishal Retail Limited and interest expense payable to Bank of India amounting to Rs. 234 lakh subject to approval of competent authority.

Place: New Delhi

Date: 2 November 2018



For and on behalf of the Board of Directors

Ram Chandra Agarwal  
Chairman & Managing Director

DIN: 00491885



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