



# Vardhman

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## VARDHMAN TEXTILES LIMITED

CHANDIGARH ROAD  
LUDHIANA-141010, PUNJAB  
T: +91-161-2228943-48  
F: +91-161-2601 048  
E: secretarial.lud@vardhman.com

Ref. VTXL:SCY:NOV:2020-21

Dated: 13.11.2020

BSE Limited,  
1<sup>st</sup> Floor, New Trading Ring,  
Rotunda Building, P.J Towers,  
Dalal Street, MUMBAI-400001.  
Scrip Code: 502986

**SUB: STATEMENT OF CASH FLOWS FOR THE HALF YEAR ENDED SEPTEMBER 30, 2020**

Dear Sir,

This is to inform you that pursuant to Regulation 30 & 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Company had submitted Un-Audited Financial Results (both Standalone and Consolidated) for the quarter/ half year ended 30<sup>th</sup> September, 2020, along with summarized statement of cash flows and Limited Review Report, as approved by Board of Directors in its meeting held on 24<sup>th</sup> October, 2020. Further, detailed statement of cash flows was submitted in XBRL format along with the results.

However, in response to your e-mail dated 12<sup>th</sup> November, 2020, please find enclosed herewith detailed statement of cash flows (both Standalone and Consolidated) for the half year ended September 30, 2020.

This is for your information and records please.

Thanking you,

Yours faithfully,  
For VARDHMAN TEXTILES LIMITED

  
(SANJAY GUPTA)  
Company Secretary



YARNS | FABRICS | THREADS | GARMENTS | FIBRES | STEELS

**VARDHMAN TEXTILES LIMITED**

Regd. Office : Chandigarh Road, Ludhiana-141010

Statement of Cash Flows for the half year ended September 30, 2020

(In Rs. Crores)

Particulars	Half Year ended September 30,2020	Half Year ended September 30,2019
<b>A CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit before tax	(11.64)	314.62
Adjustments for:		
Finance costs	54.98	64.36
Fair valuation gain on investment	(23.26)	(20.30)
Capital Subsidy	(0.93)	(0.96)
Interest income	(18.28)	(4.36)
Dividend on investments	(2.52)	(22.55)
Net gain on sale / discarding of property, plant and equipment	(0.45)	(1.08)
(Profit)/Loss on sale of Investments (Net)	(8.47)	(2.30)
Provision no longer required written back (net)	(0.54)	(0.65)
Amortisation of processing charges	0.19	0.11
Assets written off	0.05	0.05
Bad debt written off	-	0.22
Depreciation and amortisation	173.40	151.42
Share options outstanding account	0.92	1.61
Changes in working capital:		
<u>Adjustments for (increase) / decrease in operating assets :-</u>		
Trade receivables	(89.89)	(83.35)
Inventories	874.65	933.55
Loans (Current)	0.54	(1.89)
Loans (Non-current)	0.35	(0.20)
Other assets (Current)	(185.19)	93.09
Others financial assets (Current)	(48.59)	28.48
Others financial assets (Non Current)	4.21	(5.33)
Other assets (Non-current)	(0.88)	6.57
<u>Adjustments for increase / (decrease) in operating liabilities :-</u>		
Trade payables	(48.58)	(3.40)
Provisions (Non Current)	0.40	1.37
Provisions (Current)	2.06	0.36
Others financial liabilities (Current)	(39.87)	6.24
Others financial liabilities (Non-Current)	(0.05)	0.08
Other liabilities (Non-current)	(0.36)	-
Other liabilities (Current)	(5.54)	(7.74)
<b>Cash generated from operations</b>	<b>626.71</b>	<b>1,448.02</b>
Income taxes paid	57.10	(51.50)
<b>Net cash generated by operating activities</b>	<b>683.81</b>	<b>1,396.52</b>
<b>B CASH FLOW FROM INVESTING ACTIVITIES</b>		
Purchase of investments	(953.38)	(730.52)
Proceeds from sale Investments	727.53	382.92
Interest received	18.03	2.63
Payment for purchase of property, plant and equipment, capital work in progress and other intangible assets	(111.98)	(418.39)
Bank balances not considered as cash and cash equivalents	0.10	0.55
Proceeds from disposal of property, plant and equipment	1.33	2.18
Dividend on subsidiaries, associates and other investments	2.52	22.55
<b>Net cash used in investing activities</b>	<b>(315.85)</b>	<b>(738.08)</b>



Particulars	Half Year ended September 30,2020	Half Year ended September 30,2019
<b>C CASH FLOW FROM FINANCING ACTIVITIES*</b>		
Proceeds from equity share capital/share application	-	1.62
Proceeds from borrowings (non-current)	325.00	250.00
Repayment of borrowings (non-current)	(185.47)	(150.57)
Repayment of borrowings (current) (net)	(544.24)	(526.21)
Dividends on equity share capital paid	(0.09)	(0.53)
Finance costs paid	(70.70)	(82.14)
<b>Net cash used in financing activities</b>	<b>(475.50)</b>	<b>(507.83)</b>
<b>Net increase / (decrease) in cash and cash equivalents</b>	<b>(107.54)</b>	<b>150.61</b>
Cash and cash equivalents at the beginning of the year	148.46	37.43
<b>Cash and cash equivalents at the end of the year</b>	<b>40.92</b>	<b>188.04</b>



**VARDHMAN TEXTILES LIMITED**  
**Regd. Office : Chandigarh Road, Ludhiana-141010**

**Consolidated Statement of Cash Flows for the half year ended September 30, 2020**

**(In Rs. Crores)**

	Half Year ended September 30, 2020	Half Year ended September 30, 2019
<b>A CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit before tax	(1.68)	337.90
Adjustments for:		
Share of profit of associates	0.02	(4.45)
Finance costs	55.98	65.84
Fair valuation gain on investment	(26.60)	(28.38)
Subsidy income	(0.93)	(1.22)
Interest income	(21.90)	(3.78)
Dividend on current investments	(0.01)	(6.46)
Net gain on sale / discarding of property, plant and equipment	(0.45)	(1.25)
(Profit)/Loss on sale of Investments (Net)	(10.11)	(3.30)
Provision no longer required written back(Net)	(0.66)	(0.75)
Amortisation of processing charges	0.20	0.11
Asset written off	0.05	0.07
Bad debt written off	0.14	0.22
Allowances for doubtful trade receivables and advances	-	0.13
Depreciation and amortisation expense	180.35	158.57
Share options outstanding account	0.92	1.61
Changes in working capital:		
<u>Adjustments for (increase) / decrease in operating assets</u>		
:-		
Trade receivables	(121.03)	(96.09)
Inventories	939.08	963.10
Loans (Current)	0.39	(1.80)
Loans (Non-current)	0.35	(0.19)
Other assets (Current)	(180.40)	102.58
Other assets (Non-current)	(0.88)	18.09
Others financial assets (Current)	(46.23)	52.81
Others financial assets (Non Current)	20.19	(16.90)
<u>Adjustments for increase / (decrease) in operating liabilities :-</u>		
Trade payables and other liabilities	(79.08)	(10.44)
Provisions (Non Current)	0.53	0.89
Provisions (Current)	2.02	0.86
Others financial liabilities (Current)	(38.79)	5.06
Others financial liabilities (Non-Current)	0.10	0.08
Other liabilities (Non-current)	(0.32)	0.01
Other liabilities (Current)	(0.97)	0.90
<b>Cash generated from operations</b>	<b>670.28</b>	<b>1,533.82</b>
Income taxes paid	54.79	(56.65)
<b>Net cash generated by operating activities</b>	<b>725.07</b>	<b>1,477.17</b>
<b>B CASH FLOW FROM INVESTING ACTIVITIES</b>		
Purchase of investments	(1,119.22)	(839.86)
Proceeds from sale of investments	859.65	471.90
Interest received	18.12	1.74
Payment for purchase of property, plant and equipment, capital work in progress and other intangible assets	(112.16)	(418.28)
Bank balances not considered as cash and cash equivalents	(47.72)	0.54
Proceeds from disposal of property, plant and equipment	0.42	2.34
Dividend on associates, other investments	0.01	6.46
<b>Net cash used in investing activities</b>	<b>(400.90)</b>	<b>(775.16)</b>



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Regd. Office : Chandigarh Road, Ludhiana-141010

Consolidated Statement of Cash Flows for the half year ended September 30, 2020

(In Rs. Crores)

<b>C CASH FLOW FROM FINANCING ACTIVITIES</b>		
Proceeds/ (Repayment) from Equity Share capital	-	4.80
Proceeds from borrowings (non-current)	325.00	250.00
Repayment from borrowings (non-current)	(190.60)	(156.17)
Repayment of borrowings (current)	(549.69)	(535.16)
Dividends on equity share capital paid	(0.09)	(0.55)
Finance costs paid	(71.71)	(81.97)
<b>Net cash generated/(used) in financing activities</b>	<b>(487.09)</b>	<b>(519.05)</b>
<b>Net increase / (decrease) in cash and cash equivalents</b>	<b>(162.92)</b>	<b>182.96</b>
Cash and cash equivalents at the beginning of the year	214.85	40.05
<b>Cash and cash equivalents at the end of the year</b>	<b>51.93</b>	<b>223.01</b>

