

November 7, 2019



To,

The Listing Department,  
**BSE Limited**  
PhirozeJeejeebhoy Towers,  
Dalal Street,  
Mumbai - 400 001.

**Scrip Code : 532613**

To,

The Listing Department  
**National Stock Exchange of India Limited**  
Exchange Plaza, Plot No. C/1, G Block,  
Bandra-Kurla Complex  
Bandra (East), Mumbai-400 051.

**Trading Symbol : VIPCLOTHING**

**Sub: Outcome of Board Meeting held on 07<sup>th</sup> November, 2019.**

Dear Sir/Madam,

This has reference to our letter dated 25<sup>th</sup> October, 2019; we hereby inform you that the Board of Directors of the Company at their meeting held today, from 2.00 p.m. to 5.45 p.m., inter alia, took on record and duly approved the unaudited financial results of the Company for the 2<sup>nd</sup> quarter and half year ended on 30<sup>th</sup> September, 2019 along with the Limited Review Report, which is enclosed herewith as **Annexure - I**.

This is for your information and record.

Thanking you

Yours faithfully,  
For **VIP Clothing Limited**

**Chief Financial Officer & Company Secretary**  
Encl : As above.



**VIP Clothing Ltd.**  
(Formerly known as Maxwell Industries Ltd.)

Registered Office: C-6, Street No. 22, MIDC,  
Andheri (E), Mumbai - 400 093, India.  
CIN : L18101MH1991PLC059804

T: +91 (22) 28257624 /27/33  
F: +91 (22) 28371023  
Export Div. T: +91 (22) 28256788  
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E : info@viporg.com  
W: www.vipclothing.in



# SHARP & TANNAN

Chartered Accountants

Firm's Registration No. 109982W

To,  
The Board of Directors,  
VIP Clothing Limited,  
C-6, Road No.22, MIDC,  
Andheri (East), Mumbai 400 093.

**Independent Auditor's Review Report on standalone unaudited financial results of VIP Clothing Limited for the quarter and six months period ended 30<sup>th</sup> September, 2019 pursuant to Regulation 33 the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.**

1. We have reviewed the accompanying Statement of Standalone Unaudited Financial Results (the 'Statement') of VIP Clothing Limited (the 'Company') for the quarter and six months period ended 30<sup>th</sup> September 2019, being submitted by the Company pursuant to the requirements Regulation 33 of the Securities and Exchange Board of India (Listing Obligation and Disclosure Requirements) Regulation, 2015, as amended ('SEBI Regulation 2015').
2. The preparation of this statement in accordance with the recognition and measurement principles as laid down in Indian Accounting Standard (Ind AS 34), "Interim Financial Reporting" prescribed under section 133 of the Companies Act, 2013 read together with relevant rules and other accounting principles generally accepted in India is the responsibility of the Company's management and has been approved by the Board of Directors of the Company on 7<sup>th</sup> November, 2019. 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 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 responsible for financial and accounting matters, and analytical procedures applied to financial data and thus provide 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 above, 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 applicable accounting standards (Ind AS) as specified under Section 133 of the Companies Act, 2013 and other recognized accounting practices and policies generally accepted in India has not disclosed the information required to be disclosed in terms of SEBI Regulation 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.

For Sharp & Tannan  
Chartered Accountants  
Firm's Registration No.109982W  
By the hand of



Tirtharaj Khot

Partner

Membership No(F)037457  
UDIN: 19037457AAAABD3187

Place: Mumbai  
Date : 7<sup>th</sup> November, 2019

**VIP CLOTHING LIMITED**

Registered Office : C-6, Road No.22, MIDC, Andheri (East), Mumbai- 400 093

CIN NO : L18101MH1991PLC059804 Website : www.vipclothing.in E-mail : investor.relations@viporg.com Telephone : 2825 7624/25

Fax : +91(22) 28371023/24

**Statement of Unaudited Financial Results for the Half Yearly and Quarter ended September 30, 2019**

(₹ in lakhs)

Sr. no.	Particulars	Quarter Ended			Half Year Ended		Year Ended
		30.09.2019	30.06.2019	30.09.2018	30.09.2019	30.09.2018	31.03.2019
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
<b>I</b>	<b>Revenue From Operations</b>						
	a) Net Sales/Income from Operation	4,901.11	5,659.98	4,621.08	10,561.09	11,651.28	20,442.95
	b) Other Operating Income	67.13	79.84	48.32	146.97	116.41	303.40
<b>II</b>	<b>Other Income</b>	145.49	63.93	115.55	209.42	137.70	196.97
<b>III</b>	<b>Total Income from Operation (I+II)</b>	<b>5,113.73</b>	<b>5,803.75</b>	<b>4,784.95</b>	<b>10,917.48</b>	<b>11,905.39</b>	<b>20,943.32</b>
<b>IV</b>	<b>Expenses</b>						
	Cost of materials consumed	3,538.42	2,641.43	3,328.85	6,179.85	7,173.73	12,141.43
	Changes in inventories of finished goods						
	Stock-in -Trade and work-in-progress	(113.25)	867.60	(660.79)	754.35	(167.80)	(25.36)
	Employee benefits expense	541.82	480.18	617.70	1,022.00	1,123.20	2,109.59
	Finance costs	244.72	233.09	219.14	477.81	430.36	880.70
	Depreciation and amortization expense	82.49	81.12	83.47	163.61	167.84	331.01
	Advertisement and Publicity expenses	3.95	72.64	0.55	76.59	471.88	500.78
	Other expenses	1,594.08	1,376.74	1,557.15	2,970.82	3,061.01	5,656.24
	<b>Total expenses (IV)</b>	<b>5,892.23</b>	<b>5,752.80</b>	<b>5,146.07</b>	<b>11,645.03</b>	<b>12,260.22</b>	<b>21,594.39</b>
<b>V</b>	<b>Profit/(loss) before exceptional items and tax (I-IV)</b>	<b>(778.50)</b>	<b>50.95</b>	<b>(361.12)</b>	<b>(727.55)</b>	<b>(354.83)</b>	<b>(651.07)</b>
<b>VI</b>	<b>Exceptional Items</b>	-	-	-	-	-	-
<b>VII</b>	<b>Profit/(loss) before tax (V-VI)</b>	<b>(778.50)</b>	<b>50.95</b>	<b>(361.12)</b>	<b>(727.55)</b>	<b>(354.83)</b>	<b>(651.07)</b>
<b>VIII</b>	<b>Tax expense:</b>	<b>(1,726.27)</b>	<b>(11.70)</b>	<b>(12.92)</b>	<b>(1,737.97)</b>	<b>(15.49)</b>	<b>(31.73)</b>
	(1) Tax expenses	-	-	-	-	-	-
	(2) Deferred tax	(1,726.27)	(11.70)	(12.92)	(1,737.97)	(15.49)	(31.73)
<b>IX</b>	<b>Profit (Loss) for the period from continuing operations (VII-VIII)</b>	<b>947.77</b>	<b>62.65</b>	<b>(348.20)</b>	<b>1,010.42</b>	<b>(339.34)</b>	<b>(619.34)</b>
<b>X</b>	<b>Profit/(loss) from discontinued operations</b>	-	-	-	-	-	-
<b>XI</b>	<b>Tax expense of discontinued operations</b>	-	-	-	-	-	-
<b>XII</b>	<b>Profit/(loss) from Discontinued operations (after tax) (X-XI)</b>	-	-	-	-	-	-
<b>XIII</b>	<b>Profit/(loss) for the period (IX+XII)</b>	<b>947.77</b>	<b>62.65</b>	<b>(348.20)</b>	<b>1,010.42</b>	<b>(339.34)</b>	<b>(619.34)</b>
<b>XIV</b>	<b>Other Comprehensive Income</b>	<b>(11.92)</b>	<b>(3.78)</b>	<b>(1.06)</b>	<b>(15.70)</b>	<b>(4.87)</b>	<b>(21.63)</b>
<b>A</b>	<b>Items that will not be reclassified to profit or loss</b>						
	Re-measurement gains/(losses) on defined benefit plans (net of tax)	(11.92)	(3.78)	(1.06)	(15.70)	(4.87)	(21.63)
<b>B</b>	<b>Items that will be reclassified to profit or loss (net of tax)</b>	-	-	-	-	-	-
<b>XV</b>	<b>Total Comprehensive Income for the period (XIII+XIV)(Comprising Profit (Loss) and Other Comprehensive Income for the period)</b>	<b>935.85</b>	<b>58.87</b>	<b>(349.26)</b>	<b>994.72</b>	<b>(344.21)</b>	<b>(640.97)</b>
<b>XVI</b>	<b>Paid up Equity Share Capital - Face value of Rs.2/- each</b>	<b>1,651.93</b>	<b>1,651.93</b>	<b>1,651.93</b>	<b>1,651.93</b>	<b>1,651.93</b>	<b>1,651.93</b>
<b>XVII</b>	<b>Earnings per equity share (for continuing operation):</b>						
	(1) Basic	1.15	0.08	(0.42)	1.22	(0.41)	(0.75)
	(2) Diluted	1.15	0.08	(0.42)	1.22	(0.41)	(0.75)
<b>XVIII</b>	<b>Earnings per equity share (for discontinued operation):</b>						
	(1) Basic	-	-	-	-	-	-
	(2) Diluted	-	-	-	-	-	-
<b>XIX</b>	<b>Earnings per equity share (for continuing &amp; discontinued operation):</b>						
	(1) Basic	1.15	0.08	(0.42)	1.22	(0.41)	(0.75)
	(2) Diluted	1.15	0.08	(0.42)	1.22	(0.41)	(0.75)

Notes:

- The above Unaudited Financial Results were reviewed by the Audit Committee and were approved by the Board of Directors at their meeting held on November 7, 2019, pursuant to regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015.
- The Company has computed the tax expenses of the current financial year based on the option permitted under section 115BAA of the Income Tax Act, 1961 as introduced by the Taxation Laws (Amendment) Ordinance, 2019. Accordingly, the Company has recognized provisions for income tax for the six months ended September 30, 2019 and re-measured its deferred tax liability as per the revised rate prescribed. The full impact of change has been recognized in the Statement of Profit and Loss for the quarter ended on September 30, 2019.
- The Company has adopted Ind AS 116 "Leases" which is mandatory for the reporting period beginning on or after 1st April, 2019. Application of Ind AS 116 does not have material impact on the financial results of the Company.
- As a prudent practice the Company management has written off the obsolete inventories during the quarter ended on September 30, 2019.
- Figures for the quarter ended September 30, 2019 are balancing figure between the unaudited figures in respect of the quarter ended June 30, 2019 and the unaudited figures of half year ended September 30, 2019.
- Company has only one reporting segment that is Hosiery and others.
- Previous year figures have been regrouped/rearranged, wherever necessary.

For VIP CLOTHING LIMITED

  
Chairman & Managing Director  
Sunil J. Pathare

Mumbai  
Dated: November 7, 2019



## VIP CLOTHING LIMITED

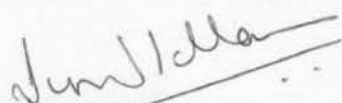
CIN : L18101MH1991PLC059804

Statement of Asset and Liabilities as at September 30, 2019

(₹ in lakhs)

Sr No	Particulars	As at 30.09.2019	As at 31.03.2019
	<b>ASSETS</b>		
<b>1</b>	<b>Non-current assets</b>		
	(a) Property, Plant and Equipment	3,743.86	3,864.95
	(b) Intangible assets	12,438.08	12,460.65
	(c) Financial Assets		
	(i) Investments	0.25	1.15
	(ii) Others (Specify nature)	97.29	100.11
	(d) Other non-current assets	36.37	36.58
<b>2</b>	<b>Current assets</b>		
	(a) Inventories	9,895.42	11,169.53
	(b) Financial Assets		
	(i) Trade receivables	6,797.35	6,044.17
	(ii) Cash and cash equivalents	25.17	1.60
	(iii) Bank balances other than (ii) above	595.05	570.55
	(iv) Loans	34.17	28.74
	(v) Others	0.76	0.76
	(c) Current Tax Assets (Net)	14.51	13.40
	(d) Other current assets	1,513.73	1,420.67
	<b>Total Assets</b>	<b>35,192.01</b>	<b>35,712.86</b>
	<b>EQUITY AND LIABILITIES</b>		
<b>I</b>	<b>Equity</b>		
	(a) Equity Share capital	1,651.93	1,651.93
	(b) Other Equity	18,135.06	17,140.34
<b>II</b>	<b>Liabilities</b>		
<b>1</b>	<b>Non-current liabilities</b>		
	(a) Financial Liabilities		
	(i) Borrowings	18.35	21.73
	(ii) Other financial liabilities (other than those specified in (b) below)	604.38	582.38
	(b) Provisions	106.23	116.84
	(c) Deferred tax liabilities (Net)	3,075.42	5,360.73
<b>2</b>	<b>Current liabilities</b>		
	(a) Financial Liabilities		
	(i) Borrowings	8,852.75	8,246.10
	(ii) Trade payables	2,098.61	2,075.29
	(iii) Other financial liabilities (other than those specified in (c) below)	270.37	256.44
	(b) Provisions	360.27	219.81
	(c) Other current liabilities	18.64	41.27
	<b>Total Equity and Liabilities</b>	<b>35,192.01</b>	<b>35,712.86</b>

For VIP CLOTHING LIMITED



Chairman & Managing Director  
Sunil J. Pathare

Mumbai

Dated: November 7, 2019

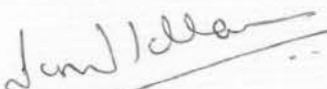


Particulars	Half year ended 30.09.2019	Half year ended 30.09.2018
<b><u>A. Cash Flow from Operating Activities</u></b>		
Profit before tax from		
Continuing operations before exceptional items	(727.56)	(354.84)
Discontinued operations	-	-
Profit before tax including discontinued operations	<b>(727.56)</b>	<b>(354.84)</b>
Adjustment for:		
Depreciation and Amortization	163.61	167.84
(Profit)/Loss on sale of Assets (Net)	0.34	(0.53)
Re-measurement of defined benefit plans	(20.99)	(7.45)
Interest Received	(24.71)	(19.63)
Rental Income	(0.13)	(0.21)
Financial Cost	477.81	430.37
Proceed from sale of investment	0.90	-
Share Based payment expenses	-	117.01
Provision no longer required	(542.06)	-
	<b>54.77</b>	<b>687.40</b>
<b>Operating Profit before Working Capital Changes</b>	<b>(672.79)</b>	<b>332.56</b>
<b><u>Changes in Working Capital</u></b>		
Adjustments for (increase) / decrease in operating assets and liabilities, net of effects from purchase of controlled entities and sale of subsidiary:		
(Increase) / Decrease in inventories	1,274.12	133.74
(Increase) / Decrease in trade receivables	(753.19)	37.06
(Increase) / Decrease in employee benefit obligations	(5.43)	(12.48)
(Increase) / Decrease in other financial assets	8.23	8.47
(Increase) / Decrease in other current assets	(90.03)	(158.99)
Increase / (Decrease) in trade payables	23.32	(370.44)
Increase / (Decrease) in provisions	129.84	201.81
Increase / (Decrease) in security deposit from customer	19.80	40.05
Increase / (Decrease) in retention money	2.21	(3.65)
Increase / (Decrease) in other financial liabilities	13.11	39.73
Increase / (Decrease) in other current liabilities	(22.64)	(9.06)
(Increase)/Decrease in Working Capital	<b>599.34</b>	<b>(93.76)</b>
Cash Generated From Operations	<b>(73.45)</b>	<b>238.80</b>
Add/(Less):		
Direct Tax Refunds	-	-
Direct Taxes Paid	(1.11)	(3.44)
	<b>(1.11)</b>	<b>(3.44)</b>
<b><u>Cash Flow from Extraordinary items</u></b>		
Add:		
Profit on Slum Sale	-	-
	-	-
<b>Net Cash Flow from / (used in) Operating Activities</b>	<b>(74.56)</b>	<b>235.36</b>
<b>(A)</b>		



Particulars	Half year ended 30.09.2019	Half year ended 30.09.2018
<b><u>B. Cash Flow From Investing Activities</u></b>		
Purchase of property, plant and equipment	(20.43)	(38.55)
Capital Work in Progress	-	-
Proceed from sale of property, plant and equipment	0.14	1.14
Proceed from Fixed Deposits	(31.91)	(42.39)
Interest Income	24.71	19.63
Rental Income	0.13	0.21
Dividend Income	-	-
<b>Net Cash Flow from / (used in) Investing Activities (B)</b>	<b>(27.36)</b>	<b>(59.96)</b>
<b><u>C. Cash Flow From Financing Activities</u></b>		
Proceeds from borrowings (Net)	603.29	260.13
Financial cost	(477.81)	(430.37)
<b>Net Cash Flow from / (used in) Financing Activities (C)</b>	<b>125.48</b>	<b>(170.24)</b>
Net Increase / (Decrease) in Cash & Cash Equivalents (A+B+C)	23.57	5.16
Cash and Cash Equivalents at the beginning of the year	1.60	0.68
<b>Cash and Cash Equivalents at the end of the year</b>	<b>25.17</b>	<b>5.84</b>
* Comprises:		
(a) Cash on Hand	3.37	4.03
(b) Balances with Banks		
(i) In Current Accounts	21.80	1.81
<b>Net Increase in Cash &amp; Cash Equivalents</b>	<b>25.17</b>	<b>5.84</b>

For VIP CLOTHING LIMITED

  
Chairman & Managing Director  
Sunil J. Pathare

Mumbai  
Dated: November 7, 2019

