

# VIP Clothing Limited

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

Website : [www.vipclothing.in](http://www.vipclothing.in) Email ID : [investor.relations@viporg.com](mailto:investor.relations@viporg.com)

Tel : 91-2825 7624, 2825 7627 Fax : 91-22-2837 1023

CIN : L18101MH1991PLC059804

November 01, 2021

To,

The Listing Department,  
**BSE Limited**  
Phiroze Jeejeebhoy 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 : VIPCLOTHNG**

## **Sub: Outcome of Board Meeting held on November 01, 2021.**

Dear Sir/Madam,

This has reference to our letter dated 18<sup>th</sup> October, 2021, we hereby inform you that the Board of Directors of the Company at their meeting held today, i.e. 01<sup>st</sup> November, 2021 which commenced at 05.00 p.m. and concluded at 06.15 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, 2021 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**

Archana  
Ramesh  
Mungunti

 Digitally signed by Archana Ramesh Mungunti  
DN: cn=Archana Ramesh Mungunti,  
2.5.4.20=8d511688634144a5039888ad50a89eda,  
email=Archana.Ramesh.Mungunti@vipclothing.in,  
serialNumber=421301, st=Maharashtra,  
serialNumber=37ae70adcf52a796bc5418a30118,  
c=IN, o=VIP Clothing Limited,  
cn=Archana Ramesh Mungunti  
Date: 2021.11.01 18:22:33 +05'30'

**ARCHANA MUNGUNTI**  
Company Secretary  
Membership No.: A31071

## 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 QUARTER AND SIX MONTHS ENDED SEPTEMBER 30, 2021

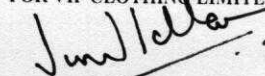
(₹ in lakhs)

Sr. No.	Particulars	Quarter ended			Half year ended		Year ended
		30.09.2021 Unaudited	30.06.2021 Unaudited	30.09.2020 Unaudited	30.09.2021 Unaudited	30.09.2020 Unaudited	31.03.2021 Audited
	<b>Income</b>						
I	Revenue from operations						
	(a) Net sales/income from operation	5,942.29	2,319.04	4,127.21	8,261.33	5,849.26	14,098.75
	(b) Other operating income	43.61	20.77	90.39	64.38	132.90	206.48
II	Other income	91.93	64.34	81.87	156.27	94.33	206.61
III	<b>Total income (I+II)</b>	<b>6,077.83</b>	<b>2,404.15</b>	<b>4,299.47</b>	<b>8,481.98</b>	<b>6,076.49</b>	<b>14,511.84</b>
	<b>Expenses</b>						
IV	(a) Cost of materials consumed	3,457.94	1,889.90	1,463.31	5,347.84	1,887.20	6,611.36
	(b) Changes in inventories of finished goods, stock-in-trade and work-in-progress	12.84	(582.91)	1,117.79	(570.07)	1,801.51	1,671.10
	(c) Employee benefits expense	436.28	425.20	426.04	861.48	862.88	1,710.64
	(d) Finance costs	219.77	223.53	261.98	443.30	539.72	1,090.38
	(e) Depreciation and amortization expense	97.75	93.32	98.65	191.07	199.14	393.40
	(f) Knitting and processing charges	704.82	360.26	401.64	1,065.08	514.79	1,668.80
	(g) Freight expenses	160.09	83.01	127.63	243.10	158.42	473.40
	(h) Other expenses	639.05	427.34	458.38	1,066.39	715.60	1,872.08
	<b>Total expenses (IV)</b>	<b>5,728.54</b>	<b>2,919.65</b>	<b>4,355.42</b>	<b>8,648.19</b>	<b>6,679.26</b>	<b>15,491.16</b>
V	<b>Profit/(loss) before exceptional items and tax (III- IV)</b>	<b>349.29</b>	<b>(515.50)</b>	<b>(55.95)</b>	<b>(166.21)</b>	<b>(602.77)</b>	<b>(979.32)</b>
VI	Exceptional items	-	-	-	-	-	-
VII	<b>Profit/(loss) before tax (V-VI)</b>	<b>349.29</b>	<b>(515.50)</b>	<b>(55.95)</b>	<b>(166.21)</b>	<b>(602.77)</b>	<b>(979.32)</b>
VIII	<b>Tax expense:</b>						
	(a) Current tax	-	-	-	-	-	-
	(b) Deferred tax charge / (benefit)	133.00	(109.63)	(25.26)	23.37	(58.58)	(874.77)
	<b>Total tax expense (VIII)</b>	<b>133.00</b>	<b>(109.63)</b>	<b>(25.26)</b>	<b>23.37</b>	<b>(58.58)</b>	<b>(874.77)</b>
IX	<b>Profit/(loss) for the period / year from continuing operations (VII-VIII)</b>	<b>216.29</b>	<b>(405.87)</b>	<b>(30.69)</b>	<b>(189.58)</b>	<b>(544.19)</b>	<b>(104.55)</b>
X	Profit/(loss) from discontinued operations	-	-	-	-	-	-
XI	Tax expense of discontinued operations	-	-	-	-	-	-
XII	<b>Profit/(loss) from discontinued operations (after tax) (X-XI)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
XIII	<b>Profit/(loss) for the period/year (IX+XII)</b>	<b>216.29</b>	<b>(405.87)</b>	<b>(30.69)</b>	<b>(189.58)</b>	<b>(544.19)</b>	<b>(104.55)</b>
XIV	<b>Other comprehensive income</b>						
	(a) Items that will not be reclassified subsequently to profit or loss: Re-measurement gains/(losses) on defined benefit plans (net of tax)	12.19	8.26	(5.21)	20.45	3.28	2.32
	(b) Items that will be reclassified subsequently to profit or loss: Fair value of cash flow hedges through other comprehensive income (net of tax)	(81.40)	10.88	-	(70.52)	-	(52.00)
	<b>Total other comprehensive income for the period/year</b>	<b>(69.21)</b>	<b>19.14</b>	<b>(5.21)</b>	<b>(50.07)</b>	<b>3.28</b>	<b>(49.68)</b>
XV	<b>Total comprehensive income for the period/year (XIII+XIV)</b>	<b>147.08</b>	<b>(386.73)</b>	<b>(35.90)</b>	<b>(239.65)</b>	<b>(540.91)</b>	<b>(154.23)</b>
XVI	Paid up equity share capital - (face value of Rs. 2/- each)	1,651.93	1,651.93	1,651.93	1,651.93	1,651.93	1,651.93
XVII	Other equity						11,853.29
XVIII	1. Earnings per equity share (for continuing operations):						
	(a) Basic	0.26	(0.49)	(0.04)	(0.23)	(0.66)	(0.13)
	(b) Diluted	0.26	(0.49)	(0.04)	(0.23)	(0.66)	(0.13)
	2. Earnings per equity share (for discontinued operations):						
	(a) Basic	-	-	-	-	-	-
	(b) Diluted	-	-	-	-	-	-
	3. Earnings per equity share (for continuing & discontinued operations):						
	(a) Basic	0.26	(0.49)	(0.04)	(0.23)	(0.66)	(0.13)
	(b) Diluted	0.26	(0.49)	(0.04)	(0.23)	(0.66)	(0.13)

## Notes:

- The above unaudited financial results for the quarter and six months ended September 30, 2021 were reviewed by the Audit Committee and were approved by the Board of Directors at their meeting held on November 1, 2021 pursuant to regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015 and have been subjected to a limited review by the Statutory Auditors of the Company.
- Due to COVID-19 pandemic Government had declared lockdown, the Company has resumed operations gradually but partially from May 23, 2020. The Company has taken into consideration all possible impact on its financial performance and position using various internal and industry assessments including but not limited to assessments of sufficient liquidity, recoverability of dues, impact on revenue from operations etc. and has concluded that presently there is no material impact which is required to be recognised in the financial results. Accordingly, no adjustment have been made to the financial results. The Company continues to take measures to reduce impact of COVID-19 on its operations and financial position.
- The Company has only one reporting segment that is Hosiery and others.
- The Code on Social Security 2020 has been notified in the Official Gazette on September 29, 2020. The effective date from which the changes are applicable is yet to be notified and the rules are yet to be framed. Impact if any, of the change will be assessed and accounted in the period in which said Code and Rules become effective.
- Figures for the corresponding previous periods are re-arranged, wherever necessary, to conform to the figures of the current period.

FOR VIP CLOTHING LIMITED



Chairman &amp; Managing Director

Sunil J. Pathare

(DIN No.: 00192182)

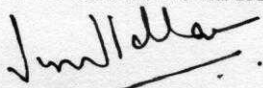
Mumbai

Dated: November 1, 2021



Sr. No.	Particulars	As at September 30, 2021 (Unaudited)	As at March 31, 2021 (Audited)
<b>I</b>	<b>ASSETS</b>		
<b>1</b>	<b>Non-current assets</b>		
	(a) Property, plant and equipment	3,305.85	3,427.46
	(b) Right of use assets	333.86	323.18
	(c) Other intangible assets	6,938.13	6,938.40
	(d) Financial assets		
	(i) Investments	0.25	0.25
	(ii) Loans	9.25	6.98
	(iii) Other financial assets	95.57	97.78
	(e) Other non-current assets	20.75	6.79
	<b>Total non-current assets</b>	<b>10,703.66</b>	<b>10,800.84</b>
<b>2</b>	<b>Current assets</b>		
	(a) Inventories	8,102.50	7,668.41
	(b) Financial assets		
	(i) Trade receivables	6,381.64	6,036.28
	(ii) Cash and cash equivalents	171.88	423.91
	(iii) Bank balances other than (ii) above	374.04	349.62
	(iv) Loans	9.70	7.34
	(v) Other financial assets	6.10	9.83
	(c) Current tax assets (net)	37.52	34.09
	(d) Other current assets	1,985.05	1,684.15
	<b>Total current assets</b>	<b>17,068.43</b>	<b>16,213.63</b>
	<b>Total assets</b>	<b>27,772.09</b>	<b>27,014.47</b>
<b>II</b>	<b>EQUITY AND LIABILITIES</b>		
<b>1</b>	<b>Equity</b>		
	(a) Equity share capital	1,651.93	1,651.93
	(b) Other equity	11,665.64	11,853.29
	<b>Total equity</b>	<b>13,317.57</b>	<b>13,505.22</b>
<b>2</b>	<b>Liabilities</b>		
	<b>Non-current liabilities</b>		
	(a) Financial liabilities		
	(i) Borrowings	1,164.61	312.58
	(ii) Lease liabilities	190.94	207.00
	(iii) Other financial liabilities	558.01	636.50
	(b) Provisions	99.89	98.10
	(c) Deferred tax liabilities (net)	841.14	817.77
	<b>Total non-current liabilities</b>	<b>2,854.59</b>	<b>2,071.95</b>
<b>3</b>	<b>Current liabilities</b>		
	(a) Financial liabilities		
	(i) Borrowings	8,205.92	8,556.26
	(ii) Trade payables		
	Total outstanding dues of micro enterprises and small enterprises	104.96	9.72
	Total outstanding dues of creditors other than micro enterprises and small enterprises	2,649.14	2,228.66
	(iii) Lease liabilities	202.64	177.29
	(iv) Other financial liabilities	395.38	397.17
	(b) Provisions	6.87	24.60
	(c) Other current liabilities	35.02	43.60
	<b>Total current liabilities</b>	<b>11,599.93</b>	<b>11,437.30</b>
	<b>Total liabilities</b>	<b>14,454.52</b>	<b>13,509.25</b>
	<b>Total equity and liabilities</b>	<b>27,772.09</b>	<b>27,014.47</b>

FOR VIP CLOTHING LIMITED



Chairman & Managing Director

Sunil J. Pathare

(DIN No.: 00192182)

Mumbai

Dated: November 1, 2021



	Period ended September 30, 2021 (Unaudited)	Period ended September 30, 2020 (Unaudited)
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>		
<b>Loss before tax from:-</b>		
Continuing operations before exceptional items	(166.21)	(602.77)
Discontinued operations	-	-
<b>Loss before tax including discontinued operations</b>	<b>(166.21)</b>	<b>(602.77)</b>
Adjustment for:		
Depreciation and amortization	191.07	199.14
Profit on sale of property, plant and equipment	(0.02)	-
Re-measurement of defined benefit plans	20.45	4.38
Interest income	(9.92)	(11.24)
Rent income	(15.87)	(0.10)
Financial cost	469.26	539.72
Cash flow hedge reserve (net) (OCI)	(18.52)	-
	<b>636.45</b>	<b>731.90</b>
<b>Operating profit before working capital changes</b>	<b>470.24</b>	<b>129.13</b>
<b>Changes in working capital:</b>		
(Increase) / decrease in inventories	(434.09)	2,005.82
(Increase) / decrease in trade receivables	(345.36)	(1,077.92)
(Increase) / decrease in loans	(4.62)	1.23
(Increase) / decrease in other financial assets	4.64	6.04
(Increase) / decrease in other current assets	(314.86)	51.03
Increase / (decrease) in trade payables	515.71	(397.12)
Increase / (decrease) in provisions	(15.93)	(83.68)
Increase / (decrease) in other financial liabilities	(80.27)	337.76
Increase / (decrease) in other current liabilities	(8.56)	(20.70)
<b>(Increase) / decrease in working capital</b>	<b>(683.34)</b>	<b>822.46</b>
<b>Cash generated from / (used in) operations</b>	<b>(213.10)</b>	<b>951.59</b>
Direct taxes paid (net)	(3.43)	(1.87)
Cash flow from extraordinary items	-	-
<b>Net cash generated from / (used in) operating activities (A)</b>	<b>(216.53)</b>	<b>949.72</b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment	-	(17.40)
Proceed from sale of property, plant and equipment	0.06	-
Investment in fixed deposits	(23.15)	(13.89)
Rent income	15.87	0.10
Interest received	9.92	11.23
<b>Net cash generated from / (used in) investing activities (B)</b>	<b>2.70</b>	<b>(19.96)</b>
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>		
Proceeds from / (repayment of) borrowings (net)	501.69	(402.99)
Lease rentals paid against lease liability	(96.59)	4.72
Finance cost paid	(443.30)	(539.72)
<b>Net cash used in financing activities (C)</b>	<b>(38.20)</b>	<b>(937.99)</b>
<b>Net decrease in cash &amp; cash equivalents [A+B+C]</b>	<b>(252.03)</b>	<b>(8.23)</b>
Cash and cash equivalents at the beginning of the period	423.91	181.50
<b>Cash and cash equivalents at the end of the period</b>	<b>171.88</b>	<b>173.27</b>
<b>Cash and cash equivalents comprise of:-</b>		
(a) Cash on hand	1.89	1.53
(b) Balances with banks		
(i) In current accounts	169.99	171.74
<b>Cash &amp; cash equivalents at the end of the period</b>	<b>171.88</b>	<b>173.27</b>

FOR VIP CLOTHING LIMITED



Chairman &amp; Managing Director

Sunil J. Pathare

(DIN No. : 00192182)

Mumbai

Dated: November 1, 2021



**Independent Auditor's Review Report on unaudited quarterly and year to date financial results of the Company pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

**The Board of Directors  
VIP Clothing Limited**

1. We have reviewed the accompanying statement of unaudited financial results of VIP Clothing Limited ('the Company') for the quarter ended September 30, 2021 and the year to-date results for the period April 1, 2021 to September 30, 2021 ('the Statement') attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended ('the Regulation'). This statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to express a conclusion on the Statement based on our review.
2. This Statement has been prepared by the Company's Management in accordance with the recognition and measurement principles laid down in Ind AS 34 'Interim Financial Reporting', prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other recognized accounting principles generally accepted in India.
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 financial results are free of material misstatements. A review 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.
4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement of unaudited financial results prepared in accordance with the recognition and measurement principles laid down in Ind AS 34, prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other recognized accounting principles generally accepted in India has not disclosed the information required to be disclosed in terms of the Regulation including the manner in which it is to be disclosed, or that it contains any material misstatement.
5. The unaudited financial results of the Company for the quarter and six months ended September 30, 2020, included in the Statement, were reviewed by predecessor auditor whose report dated November 12, 2020 expressed an unmodified conclusion on those unaudited financial results.



# MSKA & Associates

Chartered Accountants

The unaudited financial results for the quarter ended June 30, 2021 included in the Statement, were reviewed by the predecessor auditor whose report dated August 10, 2021 expressed an unmodified conclusion on those unaudited financial results.

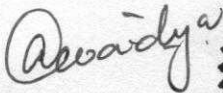
The financial information for the year ended March 31, 2021, included in the Statement, were audited by the predecessor auditor whose report dated June 30, 2021 expressed an unmodified opinion on those audited financial information.

Our conclusion is not modified in respect of these matters.

6. We draw attention to Note 2 to the Statement which states that management has made an assessment of the impact of COVID-19 on the Company's operations, financial performance and position as at September 30, 2021 and for the period from April 1, 2021 to September 30, 2021 and has concluded that there is no material impact which is required to be recognised in the unaudited financial results. Accordingly, no adjustments have been made to the unaudited financial results.

Our conclusion is not modified in respect of this matter.

For MSKA & Associates  
Chartered Accountants  
ICAI Firm Registration No.105047W



Amrish Vaidya  
Partner  
Membership No.: 101739  
UDIN: 21101739AAAAIK8546

Place: Mumbai  
Date: November 1, 2021