

**Date:** 08.02.2022

**To,**  
**The Manager (Listing)**  
**The Bombay Stock Exchange Ltd.**  
**PhirozeJeejeebhoy Towers,**  
**Dalal Street,**  
**Mumbai – 400 001**

**The Manager (Listing)**  
**The National Stock Exchange of India**  
**Ltd**  
**“Exchange Plaza”**  
**Bandra-Kurla Complex**  
**Mumbai – 400 051**

**Company Code: 514274 (BSE)      Company Code: AARVEEDEN (NSE)**

**Reg.:** Submission of outcome of Board Meeting of Aarvee Denims and Exports Ltd. held on 08<sup>th</sup> February 2022 at 05:30 P.M. and concluded at 07:00 P.M.

Dear Sir/Madam,

With reference to captioned subject and as per the provisions of Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, outcome of Board Meeting is as under:

1. The Board, based on the recommendation of Audit Committee has approved the unaudited financial results (standalone) for the third quarter and nine months ended 31st December 2022.

Further, pursuant to Regulation 33 of the Listing Regulations, 2015, we enclosed herewith copy of the following.

- a) Copy of Standalone Unaudited Quarterly Financial Results of the Company for the third quarter and nine months ended 31st December 2021 prepared in accordance with Ind AS and taken on record and approved by the Audit Committee and the Board of Directors of the Company at their meeting held on 08th February, 2022;
- b) Copy of Limited Review Report on the above referred Unaudited Quarterly Financial Results of the Company for the third quarter and nine months ended 31st December 2022 issued by M/s. Shah & Shah Associates, Chartered Accountants.
- c) The progress report related to the sale of remaining 5(Five) windmills with an aggregate capacity of 7 MW out of the total 14 (fourteen) windmills installed by the company at various locations in Gujarat. Further, requisite consents/permissions from the related authorities were also reviewed by the Board. Company is in process of receiving required permissions for windmills to conclude the intended transactions

Kindly acknowledge the receipt of the above.

Thanking you,  
Yours faithfully

**For, Aarvee Denims and Exports Ltd.**



**Rahul Makwana**  
**Company Secretary**  
**Encl: As above**

# AARVEE DENIMS AND EXPORTS LTD.

Regd. Office. 191, Shahwadi, Narol Sarkhej Highway, Narol, Ahmedabad-382 405. Phone No: 079-30417000, Fax No: 079-30417070,  
Email ID: info@aarvee-denims.com, Website: www.aarvee-denims.com, CIN No: L17110GJ1988PLC010504

## STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND SIX MONTH PERIOD ENDED DECEMBER 31, 2021

Particulars		Standalone					
		QUARTER ENDED			NINE MONTH ENDED		YEAR ENDED
		DEC 31, 2021	SEPT 30, 2021	DEC 31, 2020	DEC 31, 2021	DEC 31, 2020	MARCH, 2021
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
		(Rs. in Lakh)					
<b>I Continuing Operations:</b>							
<b>Income:</b>							
Revenue from operations		11,413.92	11,149.80	8,456.86	29,906.31	12,757.54	26,253.86
Other operating revenue		276.13	613.42	84.07	1,005.10	126.00	242.30
Other income		242.21	190.59	49.59	372.92	590.98	577.14
<b>II Total revenue</b>		<b>11,932.26</b>	<b>11,953.81</b>	<b>8,590.52</b>	<b>31,284.33</b>	<b>13,474.52</b>	<b>27,073.30</b>
<b>III Expenses:</b>							
Cost of materials consumed		7,802.56	7,884.31	4,833.13	20,958.11	5,654.56	13,441.95
Changes in inventories of finished goods and work in progress		(14.79)	309.66	424.53	(841.31)	2,769.38	6,409.28
Employee benefits expense		846.44	861.37	679.41	2,490.21	1,001.35	1,928.51
Finance costs		1,024.43	1,117.54	1,352.17	3,292.91	3,872.18	5,094.50
Depreciation and amortization expense		640.65	664.34	847.86	1,964.89	2,100.07	2,846.29
Other expenses		3,249.85	3,363.19	2,425.82	9,261.08	3,691.11	6,687.56
<b>IV Total expenses</b>		<b>13,549.14</b>	<b>14,200.41</b>	<b>10,562.92</b>	<b>37,125.89</b>	<b>19,088.65</b>	<b>36,408.09</b>
<b>V Profit / (Loss) before Tax (II- IV)</b>		<b>(1,616.88)</b>	<b>(2,246.60)</b>	<b>(1,972.40)</b>	<b>(5,841.56)</b>	<b>(5,614.13)</b>	<b>(9,334.79)</b>
<b>VI Tax expense: (refer note 9 below)</b>							
Current tax		-	-	-	-	-	-
Deferred tax		(361.53)	(676.84)	(967.48)	(2,262.86)	(1,035.61)	(2,318.18)
<b>VII Profit / (loss) for the period from continuing operations (V-VI)</b>		<b>(1,255.35)</b>	<b>(1,569.76)</b>	<b>(1,004.92)</b>	<b>(3,578.70)</b>	<b>(4,578.52)</b>	<b>(7,016.61)</b>
<b>VIII Discontinued operations (refer note 6 below)</b>							
Revenue from operations		(66.01)	323.61	853.49	834.08	1,260.89	1,658.89
Other operating revenue		-	-	-	-	-	-
Other income		-	-	-	419.00	-	-
<b>Total Revenue:</b>		<b>(66.01)</b>	<b>323.61</b>	<b>853.49</b>	<b>1,253.08</b>	<b>1,260.89</b>	<b>1,658.89</b>
<b>Total expense:</b>		<b>150.36</b>	<b>(160.16)</b>	<b>197.04</b>	<b>270.98</b>	<b>623.14</b>	<b>632.07</b>
<b>Profit / (Loss) before Tax</b>		<b>(216.37)</b>	<b>483.77</b>	<b>656.45</b>	<b>982.10</b>	<b>637.75</b>	<b>1,026.82</b>
<b>Tax expense: (refer note 9 below)</b>							
Current tax		-	-	-	-	-	-
Deferred tax		(68.79)	149.66	219.06	328.01	287.19	429.32
<b>IX Profit/(Loss) for the period from discontinued operations</b>		<b>(147.58)</b>	<b>334.11</b>	<b>437.39</b>	<b>654.09</b>	<b>350.56</b>	<b>597.50</b>
<b>X Profit/(Loss) for the period from continuing and discontinued operations (VII + IX)</b>		<b>(1,402.93)</b>	<b>(1,235.65)</b>	<b>(567.53)</b>	<b>(2,924.61)</b>	<b>(4,227.96)</b>	<b>(6,419.11)</b>
<b>XI Other comprehensive income from continuing operations (Net of tax)</b>		-	-	-	-	-	83.80
<b>XII Other comprehensive income from discontinued operations</b>		-	-	-	-	-	-
<b>XIII Total other comprehensive income from continuing and discontinued operations</b>		-	-	-	-	-	83.80
<b>XIV Total comprehensive income (X + XIII)</b>		<b>(1,402.93)</b>	<b>(1,235.65)</b>	<b>(567.53)</b>	<b>(2,924.61)</b>	<b>(4,227.96)</b>	<b>(6,335.31)</b>
<b>Net profit attributable to:</b>							
a) Owners of the company		(1,402.93)	(1,235.65)	(567.53)	(2,924.61)	(4,227.96)	(6,419.11)
b) Non - Controlling interest		-	-	-	-	-	-
<b>Other comprehensive income attributable to:</b>							
a) Owners of the company		-	-	-	-	-	83.80
b) Non - Controlling interest		-	-	-	-	-	-
<b>Total comprehensive income attributable to:</b>		-	-	-	-	-	83.80
a) Owners of the company		(1,402.93)	(1,235.65)	(567.53)	(2,924.61)	(4,227.96)	(6,335.31)
b) Non - Controlling interest		-	-	-	-	-	-
<b>Paid-up equity share capital ( Face value of Rs.10 )</b>		<b>2,345.98</b>	<b>2,345.98</b>	<b>2,345.98</b>	<b>2,345.98</b>	<b>2,345.98</b>	<b>2,345.98</b>
<b>Other Equity ( excluding revaluation reserve )</b>		-	-	-	-	-	14,417.31
Earnings per equity share for continuing operations of face value of Rs. 10 each							
Basic & Diluted (in Rs.)		(5.35)	(6.69)	(4.28)	(15.25)	(19.52)	(29.91)
Earnings per equity share for discontinued operations of face value of Rs. 10 each							
Basic & Diluted (in Rs.)		(0.63)	1.42	1.86	2.79	1.49	2.55
Earnings per equity share for continuing and discontinued operations of face value of Rs. 10 each							
Basic & Diluted (in Rs.)		(5.98)	(5.27)	(2.42)	(12.47)	(18.02)	(27.36)



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**AARVEE DENIMS AND EXPORTS LTD.**  
**SEGMENTWISE REVENUE, RESULTS AND ASSETS & LIABILITIES**

(Rs. in Lakh)

Sr No	PARTICULARS	Standalone					
		QUARTER ENDED			NINE MONTH ENDED		
		DEC 31,2021 (Unaudited)	SEPT 30, 2021 (Unaudited)	DEC 31,2020 (Unaudited)	DEC 31,2021 (Unaudited)	DEC 31,2020 (Unaudited)	MARCH, 2021 (Audited)
<b>1</b>	<b>Segment Revenue</b>						
	a) Textiles	11,690.05	11,763.22	8,540.93	30,911.41	12,883.54	26,496.16
	b) Power Generation -Wind farm *	(66.01)	323.61	853.49	834.08	1,260.89	1,658.89
	Total Segmental Revenue	11,624.04	12,086.83	9,394.42	31,745.49	14,144.43	28,155.05
	Less: Inter Segmental Elimination	-	-	-	-	-	-
	Net Sales/Income from operations	<b>11,624.04</b>	<b>12,086.83</b>	<b>9,394.42</b>	<b>31,745.49</b>	<b>14,144.43</b>	<b>28,155.05</b>
<b>2</b>	<b>Segment Profit / (Loss) before Tax &amp; Interest</b>						
	a) Textiles	(599.89)	(1,136.69)	(629.37)	(2,571.66)	(1,816.62)	(4,320.42)
	b) Power Generation -Wind farm *	(216.37)	483.77	656.45	982.10	637.75	1,026.83
	Less/(Add) : Inter Segment Elimination	-	-	-	-	-	-
	Total Segments Result	(816.26)	(652.92)	27.08	(1,589.55)	(1,178.87)	(3,293.59)
	Less: Interest related to Textiles	1,024.43	1,117.54	1,352.17	3,292.91	3,872.19	5,094.50
	Less/(Plus) : Net Unallocable expense / (income)	(7.43)	(7.63)	(9.14)	(23.00)	(74.68)	(80.12)
	Total Profit /(Loss) before Tax	<b>(1,833.27)</b>	<b>(1,762.83)</b>	<b>(1,315.95)</b>	<b>(4,859.46)</b>	<b>(4,976.38)</b>	<b>(8,307.97)</b>
<b>3</b>	<b>Segment Assets :</b>						
	a) Textiles	61,725.58	59,036.47	68,604.80	61,725.58	68,604.80	65,159.25
	b) Wind farm *	1,415.15	7,795.89	4,764.61	1,415.15	4,764.61	5,904.03
	Total Assets	<b>63,140.73</b>	<b>66,832.36</b>	<b>73,369.41</b>	<b>63,140.73</b>	<b>73,369.41</b>	<b>71,063.28</b>
<b>4</b>	<b>Segment Liabilities :</b>						
	a) Textiles	49,144.84	50,857.81	54,034.21	49,144.84	54,034.21	51,856.86
	b) Wind farm *	157.21	732.95	464.58	157.21	464.58	2,443.13
	Total Liabilities	<b>49,302.05</b>	<b>51,590.76</b>	<b>54,498.79</b>	<b>49,302.05</b>	<b>54,498.79</b>	<b>54,299.99</b>

\* Power generation - Wind farm business is treated as discontinued operations - refer note 6 below.

For, AARVEE DENIMS AND EXPORTS LTD.

*Vinod P. Arora*  
VINOD P. ARORA  
CHAIRMAN & MANAGING DIRECTOR  
(DIN: 00007065)

Place : Ahmedabad  
Date : February 8, 2022



**AARVEE DENIMS & EXPORTS LIMITED**

**NOTE TO UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE SECOND QUARTER AND NINE MONTHS PERIOD ENDED**

**DECEMBER 31, 2021:**

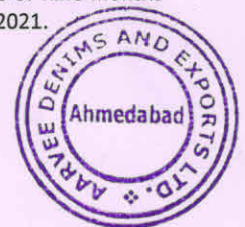
- 1) The unaudited Standalone Financial Results have been reviewed by the Audit Committee and approved by the Board of Directors of the company at their meeting held on February 7, 2022. These unaudited standalone financial results have been subjected to limited review by the statutory auditors of the company. The statutory auditors have expressed an unmodified conclusion.
- 2) The above unaudited Standalone Financial Results have been prepared in accordance with the guidelines issued by the Securities and Exchange Board of India ("SEBI") and the Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Companies Act, 2013.
- 3) The outbreak of COVID-19 pandemic globally and in India is causing significant disturbance and slowdown of economic activity. COVID-19 has caused interruption in production, supply chain disruption, unavailability of personnel, etc. The management of the Company has exercised due care in concluding significant accounting judgments and estimates in preparation of the financial results. In assessing the recoverability of Trade receivables, the Company has considered subsequent recoveries, past trends, credit risk profiles of the customers and internal and external information available up to the date of issuance of these financial results. In assessing the recoverability of inventories, the Company has considered the latest selling prices, customer orders on hand and margins. Based on the above assessment, the Company is of the view that the carrying amounts of Trade receivables and inventories are expected to be realizable to the extent shown in the financial results. The impact of COVID-19 is highly uncertain and may be different from the estimates as at the date of approval of these financial results and the Company will continue to closely monitor any material changes to future economic conditions.

The Company's management has made initial assessment of likely adverse impact on business and financial risks and believes that the impact is likely to be short term in nature. The management does not see any medium to long term risks in the Company's ability to continue as a going concern and meeting its liabilities as and when they fall due.

- 4) The financial results for the third quarter and nine months period ended December 31, 2021 has been affected due to Covid 19 pandemic. The management expects that better profitability will be made in subsequent quarter for the financial year 2021-22 from business operations and therefore no adjustments are required to be made in carrying value of the inventories as at December 31, 2021 which is being carried forward from March 31, 2021. The auditors have relied upon and accepted the assumptions and explanations provided by the management.
- 5) The company is continuing with the balance of MAT credit aggregating to Rs.1357.45 lacs recognized up to March 31, 2021. Based on the future projections of profitability and tax liabilities computed in accordance with the provisions of Income Tax Act, 1961, the management of the company believes that there shall be sufficient future taxable profit and the company shall be required to pay normal taxes within the period specified u/s. 115JAA of the Income Tax Act and entire amount of MAT credit shall be setoff/ utilised. Therefore, in accordance with the Guidance Note on Minimum Alternate Tax under the Income Tax Act, 1961 issued by the Institute of Chartered Accountants of India, such MAT credit has been continued to be recognised as asset.
- 6) During the quarter under review, the company has decided to dispose of remaining wind mills by way of sales. In the opinion of the Chief Operating Decision Maker "CODM", the aforesaid transactions are considered as highly probable and meet the criteria prescribed in Ind AS 105 "Non-current Assets Held for Sale and Discontinued Operations" to be considered as discontinued operations and therefore, wind farm business has been disclosed separately as discontinued operations in the afforded financial results.
- 7) The previous periods/year's figures have been regrouped and rearranged where necessary, to make them comparable to current period/year figures.
- 8) The period end various stocks have been physically verified, valued and certified by the management and no material discrepancies were observed between book stock and physical stock. Auditors have relied upon and accepted the same.
- 9) In absence of taxable loss, no provision has been made for current tax. Further, deferred tax is recognized on unabsorbed depreciation and business loss. The company believes that there is a virtual certainty of sufficient future taxable profit and the company shall be required to pay normal tax in future which will be adjusted against deferred tax asset. The auditors have relied upon and accepted the assumptions and explanations provided by the management.
- 10) The figures for quarter ended December 31, 2021 are balancing figures between the unaudited figures of nine months ended December 31, 2021 and the reviewed year to date figures up to six months ended September 30, 2021.



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**AARVEE DENIMS & EXPORTS LIMITED**

**NOTE TO UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE SECOND QUARTER AND NINE MONTHS PERIOD ENDED DECEMBER 31, 2021:**

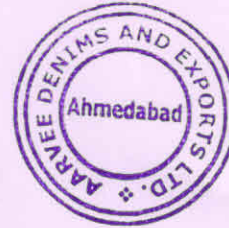
- 11) The code on Social Security 2020 ('Code') relating to employee benefits during the employment and post-employment benefits received Presidential accent in September 2020. The Code has been published in official gazette in India. The effective date from which the Code is applicable is yet to be notified. The Company will assess the impact of the Code when it comes to effects and will record any related impact in the period of the Code become effective.
- 12) As per requirements of Regulation 33 of the Securities and Exchange Board of India, the Company is required to publish financial results. Investors can view the unaudited standalone financial results of the company for the quarter June 30, 2020 on the company's website [www.aarveedenims.com](http://www.aarveedenims.com) or on [www.bseindia.com](http://www.bseindia.com) and [www.nseindia.com](http://www.nseindia.com) of the website of Bombay Stock Exchange ('BSE') and National Stock Exchange ('NSE') respectively.

**For, AARVEE DENIMS AND EXPORTS LTD.**

**Place: Ahmedabad  
Date: 08.02.2022**

  
**VINOD P. ARORA  
CHAIRMAN & MANAGING DIRECTOR**

**(DIN: 00007065)**



**Independent Auditor's Review Report on quarterly and year to date Unaudited Standalone Financial Results of M/s. Aarvee Denims & Exports Limited pursuant to Regulation 33 of SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015**

To The Board of Directors of

**AARVEE DENIMS & EXPORTS LIMITED**

1. We have reviewed the accompanying statement of unaudited standalone financial results of **AARVEE DENIMS & EXPORTS LIMITED** (the "Company") for the quarter and nine months period ended December 31, 2021 being submitted by the Company pursuant to the requirements 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 has been approved by the 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", as 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 issue a report on the statement based on our review.
3. We conducted our review 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 statement is free from 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. Emphasis of Matters**

Attention is invited to note no: 3 of the notes on unaudited standalone financial results as regards the management's evaluation of COVID-19 impact on the future performance of the Company.

Attention is invited to note no: 4 of the notes on unaudited standalone financial results with regard to management expectation in respects of future prospects of business operations for the remaining quarters of the financial year 2021-22 which does not require any adjustments in carrying value of inventories as at December 31, 2021.

Attention is invited to note no: 5 of the notes on unaudited standalone financial results regarding continuing recognition of MAT Credit as at December 31, 2021.

The auditors have relied upon and accepted the assumptions and explanations provided by the management in these regards and our opinion are not modified in respect of these matters.

5. 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 recognition and measurement principles laid down in the applicable Indian Accounting Standards prescribed under Section 133 of the Companies Act, 2013, read with relevant rules issued there under 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, read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.

Place: Ahmedabad

Date: February 8, 2022

UDIN: 22047236 AAW PDx1217



For **SHAH & SHAH ASSOCIATES**

Chartered Accountants

FRN:113742W

**SUNIL K. DAVE**  
**PARTNER**

Mem. Number: 047236