

ARVIND FASHIONS LIMITED

A MEMBER OF THE LALBHAI GROUP

Corporate Office: Du Parc Trinity, 8th Floor, 17, M.G. Road, Bengaluru - 560 001

Tel : 91-80-4155 0601, Fax : 91-80-4155 0651

Website : <http://www.arvind-fashions.com>

To,
BSE Limited,
Phiroze Jeejeebhoy Towers,
Dalal Street
Mumbai - 400 001

Kind attention: Mr. Rishabh Sharma/Mr. Pranay Adhikari

Dear Sir/Madam,

Sub: Clarification on Price Movement

This is with reference to your letter no. L/SURV/ONL/PV/YN/ 2018-2019 / 506 and mail dated March 25, 2019, regarding clarification on Spurt in Price.

Arvind Limited demerged its fashion and engineering businesses into two independent listed companies by way of a scheme of arrangement that was approved by the NCLT. Shareholders of Arvind Limited received 1 share of Arvind Fashions Limited for every 5 shares held in Arvind Limited and 1 share of The Anup Engineering Limited for every 27 shares held in Arvind Limited.

Arvind Limited traded as a combined entity till November 27, 2018, and started trading on an ex basis from November 28, 2018. The Anup Engineering Limited listed on March 01, 2019, while Arvind Fashions Limited listed on March 08, 2019.

Arvind Fashions Limited listed on the stock exchanges after a price discovery session, in accordance with SEBI Circular No CIR/MRD/DP/01/2012 and CIR/MRD/DP/02/2012 dated January 20, 2012. In our understanding, the exchanges took the price of Arvind Limited as the base price and seem to have imposed price limits during the session, which led to the session ending without a proper discovery of price. There were buyers for lacs of shares of the company at a price of Rs 591 and a total of only 660 shares traded across both the exchanges at the end of the price discovery session on March 08, 2019. This has led to a peculiar situation where the stock listed way below the fair value of Rs. 1,329.40/- per share as per valuation report submitted and also available on the website of the company and with the stock exchanges.

In this regard we had sent mails to both the stock exchanges on March 08, 2019, to consider this matter and suggest a solution. However we have not received any communications from the Stock Exchanges, on our request for a solution, hence the Company share price has significantly increased by continuously hitting the upper circuit on both the Exchanges from the day it got listed on the exchanges.

Apart from the aforesaid explanation on price discovery of the Company, there is no information /announcement (including impending announcement) which in our opinion may have a bearing on the price behaviour in the scrip.

Yours faithfully,
For, Arvind Fashions Limited

Vijay Kumar B S
Company Secretary



Enclosures: Mails Sent to Exchanges.

Arvind

Regd Office : Main Building, Arvind Limited Premises, Naroda Road, Ahmedabad-380 025

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