



PRICE "LESS" FASHION

Ref: No: CS/S/L-453/2020-21

10th November, 2020

To:
The Listing Department
**NATIONAL STOCK EXCHANGE OF
INDIA LIMITED**
"Exchange Plaza"
Bandra-Kurla Complex
Bandra (E), Mumbai-400 051
Scrip Code: VMART
Fax: 022-26598120
Email: cmlist@nse.co.in

To:
The Corporate Relationship Department
THE BSE LTD
Phiroze Jeejeebhoy Towers,
Dalal Street, Mumbai-400 001
Scrip code: 534976
Fax: 022-22723121
Email: corp.relations@bseindia.com

Sub: Outcome of the Meeting of the Board of Directors of the Company held on 10th November, 2020

Dear Sir/Madam,

Pursuant to Regulation 30 & 33 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, we furnish herewith the Unaudited Financial Results of the Company along with the Limited Review Report issued by the Statutory Auditors for the second quarter and half year ended on 30th September, 2020 as considered, approved and taken on record by the Board of the Directors in its meeting held today 10th November, 2020.

The Board Meeting commenced at 12:15 p.m. and concluded at 05:25 p.m.

We request you to kindly take the above information on record.

Thanking you,
Yours truly,
For V-Mart Retail Limited

Megha Tandon
Company Secretary

Enclosed:

1. Unaudited Financial Results;
2. Limited Review Report

V-MART RETAIL LTD.
CIN-L51909DL2002PLC163727

Corporate Office : Plot No. 862, Udyog Vihar, Industrial Area Phase V, Gurugram - 122 016 (Haryana)
Tel. : 0124-4640030, Fax No. : 0124-4640046 • Email : info@vmart.co.in • Website : www.vmart.co.in
Registered Office : 610-611, Guru Ram Dass Nagar, Main Market, Opp. SBI Bank, Laxmi Nagar, New Delhi- 110092



Independent Auditor's Review Report on the Quarterly and Year to Date Unaudited Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended**Review Report to
The Board of Directors
V-Mart Retail Limited**

1. We have reviewed the accompanying statement of unaudited financial results of V-Mart Retail Limited (the "Company") for the quarter ended September 30, 2020 and year to date from April 1, 2019 to September 30, 2020 (the "Statement") attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").
2. This Statement, which is the responsibility of the Company's Management and approved by the Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, (Ind AS 34) "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India. 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 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 of material misstatement. A review of interim financial information 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, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standards ('Ind AS') specified under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.
5. **Emphasis of matter**
We draw attention to note no. 7 to the financial results, which describes the uncertainties and impact of COVID-19 pandemic on the Company's operations and results as assessed by the management. Our conclusion is not modified in respect of this matter.

For S.R. BATLIBOI & Co. LLP

Chartered Accountants

ICAI Firm registration number: 301003E/E300005


per Vikas Mehra
Partner

Membership No.: 094421

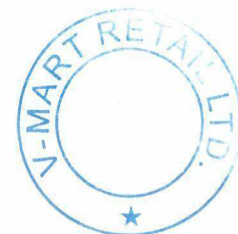
UDIN: 20094421AAAAFJ6920



Place: New Delhi

Date: November 10, 2020

Particulars	Quarter ended			Six months ended		Year ended
	September 30, 2020 (Unaudited)	June 30, 2020 (Unaudited)	September 30, 2019 (Unaudited)	September 30, 2020 (Unaudited)	September 30, 2019 (Unaudited)	March 31, 2020 (Audited)
Income:						
I. Revenue from operations	17,550.59	7,806.21	31,415.86	25,356.80	76,720.50	166,202.33
II. Other income (refer note 8)	1,501.45	139.42	117.72	1,640.87	326.04	447.96
III. Total Income (I + II)	19,052.04	7,945.63	31,533.58	26,997.67	77,046.54	166,650.29
IV. Expenses:						
Purchase of stock-in-trade	6,078.56	492.64	44,640.35	6,571.20	76,357.18	127,520.03
Changes in inventories of stock-in-trade	6,423.89	4,908.91	(23,017.45)	11,332.80	(23,311.80)	(14,893.83)
Employee benefits expense	3,001.52	1,887.40	3,900.02	4,888.92	7,630.33	15,362.51
Finance costs	1,467.05	1,461.15	1,311.46	2,928.20	2,511.41	5,478.39
Depreciation and amortization expense	2,573.83	2,630.12	2,225.85	5,203.95	4,425.35	9,392.28
Other expenses	2,080.75	1,101.40	4,761.07	3,182.15	9,133.43	16,837.89
Total expenses (IV)	21,625.60	12,481.62	33,821.30	34,107.22	76,745.90	159,697.27
V. (Loss)/ profit before tax (III- IV)	(2,573.56)	(4,535.99)	(2,287.72)	(7,109.55)	300.64	6,953.02
VI. Tax expense:						
- Current tax	-	-	(702.53)	-	511.72	2,436.35
- Deferred tax (credit) / charge	(677.17)	(1,172.27)	218.95	(1,849.44)	(167.00)	(417.86)
Total tax expense (VI)	(677.17)	(1,172.27)	(483.58)	(1,849.44)	344.72	2,018.49
VII. (Loss)/ profit for the period (V - VI)	(1,896.39)	(3,363.72)	(1,804.14)	(5,260.11)	(44.08)	4,934.53
VIII. Other comprehensive income						
Items that will not be reclassified to statement of profit or loss						
(i) Remeasurement of net defined benefit obligations	(6.47)	(6.75)	(24.48)	(13.22)	(33.14)	(1.52)
(ii) Income tax on above	1.63	1.70	5.31	3.33	8.34	0.38
Total other comprehensive income	(4.84)	(5.05)	(19.17)	(9.89)	(24.80)	(1.14)
IX. Total comprehensive (loss) / income for the period (VII + VIII)	(1,901.23)	(3,368.77)	(1,823.31)	(5,270.00)	(68.88)	4,933.39
X. Paid - up equity share capital (face value of Rs.10 each)	1,817.36	1,816.59	1,815.36	1,817.36	1,815.36	1,815.55
XI. (Loss) / earnings per share (of Rs.10 each) (not annualised)						
(a) Basic (Rs.)	(10.44)	(18.52)	(9.94)	(28.96)	(0.24)	27.18
(b) Diluted (Rs.)	(10.44)	(18.52)	(9.94)	(28.96)	(0.24)	27.17



V-Mart Retail Limited

Regd. Office : 610-611, Guru Ram Dass Nagar, Main Market, Opp. SBI Bank, Laxmi Nagar, New Delhi – 110092

Notes to un-audited financials results for the quarter and six months ended September 30, 2020

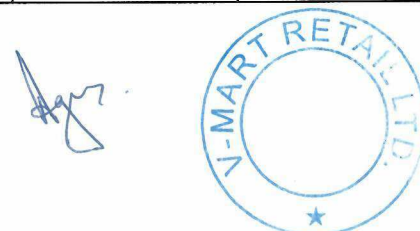
1 Statement of Assets and Liabilities:

(Amount in Rs. lakhs)

Particulars	As at September 30, 2020	As at March 31, 2020
	(Unaudited)	(Audited)
I ASSETS		
Non-current assets		
Property, plant and equipment	15,818.11	17,127.15
Right-of-use assets	45,846.10	49,211.06
Capital work-in-progress	354.55	246.69
Intangible assets	332.83	365.87
Financial assets		
Investments	351.99	331.54
Loans	1,236.38	1,188.50
Other financial assets	138.61	125.22
Deferred tax assets (net)	3,454.00	1,601.23
Other non-current assets	326.56	408.62
	67,859.13	70,605.88
Current assets		
Inventories	36,459.44	47,792.24
Financial assets		
Investments	43.64	457.47
Loans	5.80	3.44
Cash and cash equivalents	401.63	489.59
Other bank balances	7.45	9.26
Other current assets	2,586.42	3,006.90
	39,504.38	51,758.90
Total Assets	107,363.51	122,364.78
II EQUITY AND LIABILITIES		
EQUITY		
Equity share capital	1,817.36	1,815.55
Other equity	38,932.60	44,077.64
	40,749.96	45,893.19
LIABILITIES		
Non-current liabilities		
Financial liabilities		
Lease liability	45,256.63	43,783.81
Employee benefit obligations	672.53	612.26
	45,929.16	44,396.07
Current liabilities		
Financial liabilities		
Borrowings	4,747.29	104.65
Lease liability	3,704.26	7,782.64
Trade payables		
a) total outstanding dues of micro enterprises and small enterprises	1,164.71	5,043.66
b) total outstanding dues of creditors other than micro enterprises and small enterprises	7,583.22	14,635.31
Other financial liabilities	1,668.92	2,608.14
Employee benefit obligations	327.14	254.92
Liabilities for current tax (net)	965.91	967.05
Other current liabilities	522.94	679.15
	20,684.39	32,075.52
Total Equity and Liabilities	107,363.51	122,364.78

S.R. Batliboi & Co. LLP, New Delhi

for Identification



2 Cash Flow Statement for the six months period ended September 30, 2020

(Amount in Rs. lakhs)

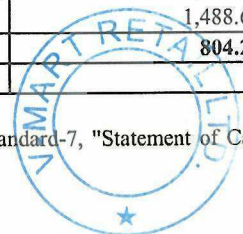
	For the Six months ended September 30, 2020	For the Six months ended September 30, 2019
	(Unaudited)	(Unaudited)
A. Operating activities		
Profit before Income tax	(7,109.55)	300.64
Adjustments to reconcile profit before tax to net cash flows:		
Depreciation and amortization expense	5,203.95	4,349.51
Loss on sale / write-off of fixed assets	38.90	47.84
Employee stock option expense	41.69	158.28
Provision against doubtful advances	108.77	22.31
Balances written off	5.05	2.78
Finance costs	2,928.20	2,511.41
Rent Concession on lease rentals	(1,933.59)	-
Expense on fair valuation of security deposits	-	43.74
Interest income	(65.94)	(47.01)
Profit on sale of investments (net)	(1.64)	(181.49)
Income on investment designated at FVTPL	(21.86)	(16.26)
Liabilities written back	(10.43)	(63.06)
Operating profit before working capital changes	(816.45)	7,128.69
Changes in working capital :		
Decrease / (Increase) in financial assets	(53.44)	(311.91)
(Increase) in other assets	308.84	(2,549.51)
(Increase) in inventories	11,332.80	(23,311.80)
Increase / (decrease) in trade payables	(10,920.61)	13,134.46
(Decrease) / increase in other financial liabilities	(535.12)	2,769.77
Increase in other liabilities	(156.26)	314.53
Increase in provisions	119.27	153.53
Cash flow from operations	(720.97)	(2,672.24)
Taxes paid (net of refunds)	(1.14)	(1,793.50)
Net cash flow from operating activities	(722.11)	(4,465.74)
B. Investing activities		
Purchase of property, plant and equipment, including intangible assets, capital work in progress and capital advances	(1,022.32)	(2,974.40)
Purchase of investments	(2,050.00)	(18,333.98)
Proceeds from sale of investments	2,466.91	24,241.66
Proceeds from sale of fixed assets	17.00	3.57
Interest received	6.91	6.15
Movement in pledged fixed deposits (including earmarked balances with bank net of liabilities)	(14.29)	276.35
Net cash from / (used in) investing activities	(595.79)	3,219.35
C. Financing activities		
Proceeds from issue of equity shares including securities premium	85.08	116.56
Repayment of long term borrowings	(2.60)	(14.52)
Proceeds from short term borrowings (net)	4,642.64	940.00
Equity dividend paid	-	(308.61)
Corporate dividend tax paid	-	(63.44)
Lease payments	(631.83)	-
Finance charges paid	(2,928.34)	(108.05)
Net cash (used in) financing activities	1,164.95	561.94
D. Net decrease in cash and cash equivalents (A+B+C)	(152.95)	(684.45)
E. Cash and cash equivalents at the beginning of the year	480.83	1,488.69
F. Cash and cash equivalents at the end of the year (D+E)	327.88	804.24

Note

The above cash flow statement has been prepared under the "Indirect Method" as set out in Indian Accounting Standard-7, "Statement of Cash Flows".

S.R. Batliboi & Co. LLP, New Delhi

for identification



- 3 The financial results are prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, (Ind AS) 34 "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 read with Rule 3 of Companies (Indian Accounting Standards) Rules, 2015, as amended, read with the Circular.
- 4 The above financial results have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on November 10, 2020. The statutory auditors of the Company have conducted "Limited Review" of these financial results pursuant to regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
- 5 In line with the provision of Ind AS 108 - operating segments, the Company is engaged in retail trade through chain of stores, which constitute single reportable business segment. The Company is operating only in India and there is no other significant geographical segment.
- 6 During the quarter, as per the Employee Stock Option Scheme 2012 ("Scheme")
 - a) The Company has allotted 7,667 equity shares of face value of Rs. 10 each to the eligible employees of the Company on account of exercise of vested stock options; and
 - b) An amount of Rs. 0.42 lakhs has been recorded as employee benefit expense for the quarter, as the proportionate cost of employee Stock option granted.
- 7 COVID-19, pandemic has a significant impact on the business operations and financial results of the Company for the quarter and period ended September 30, 2020. With easing lockdown and opening of economic activities, the Company believes that the Company's operations will increase and expects the momentum to continue with an overall improvement in COVID-19 situation. The Company believes that the pandemic is not likely to impact the recoverability and carrying value of its assets comprising property, plant and equipment, intangible assets, right of use assets, investments, etc. Further, it has re-assessed the provision for inventory markdown and shrinkage, which is inline with the present situation and current indicators of future economic conditions.

The Company is closely monitoring the developments and the possible effects that may result from the present pandemic on its financial condition, liquidity and operations and is working to minimize the impact of this unprecedented situation. As the situation is continuously evolving, the underlying assumptions and estimates used to prepare the Company's financial results, may differ from that considered as at the date of approval of these financial results.

- 8 The Company has elected to apply the practical expedient of not assessing the rent concessions as a lease modification, as per MCA notification dated July 24, 2020 on Ind AS 116 for rent concessions which are granted due to COVID-19 pandemic. Accordingly, it has accounted Rs. 1,674.03 lakhs (Rs.212.47 lakhs netted from rent expenses and Rs.1,461.56 lakhs recognised under head other income) during the quarter ended September 30, 2020 and Rs.1,933.59 lakhs (Rs.434.39 lakhs netted from rent expenses and Rs.1,499.20 lakhs recognised under head other income) for the period ended September 30, 2020 with respect to unconditional rent concessions confirmed in writing by the landlord.
- 9 The Code on Social Security 2020 (Code), which received the Presidential Assent on 28 September 2020, subsumes nine laws relating to social security, retirement and employee benefits, including the Employees Provident Fund and Miscellaneous Provisions Act, 1952 and the Payment of Gratuity Act, 1972. The effective date of the Code is yet to be notified and related rules are yet to be framed. The impact of the changes, if any, will be assessed and recognised post notification of the relevant provision.

For and on behalf of the Board of Directors of

V-Mart Retail Limited


Lalit Agarwal
Managing Director

Place: Gurugram
Date: November 10, 2020



S.R. Batlibol & Co. LLP, New Delhi

for Identification