

**UNAUDITED FINANCIAL RESULTS FOR THE PERIOD ENDING ON SEPTEMBER 30<sup>TH</sup> 2011**

| S.No.     | Particulars  | Rs. in Lacs                       |                                   |                                  |                                  |                            |
|-----------|--|-----------------------------------|-----------------------------------|----------------------------------|----------------------------------|----------------------------|
|           |  | Quarter ended 30th September 2011 | Quarter ended 30th September 2010 | Year to date 30th September 2011 | Year to date 30th September 2010 | Year ended 31st March 2011 |
|           |  | Unaudited                         | Unaudited                         | Unaudited                        | Unaudited                        | Audited                    |
| <b>1</b>  | <b>Income</b>  |                                   |                                   |                                  |                                  |                            |
| a.        | Net Sales/Income from Operations   | 1,011.09                          | 26,942.23                         | 1,184.82                         | 60,405.78                        | 106,464.63                 |
| b.        | Other Operating Income   | -                                 | -                                 | -                                | -                                | -                          |
| c.        | <b>Total</b>   | <b>1,011.09</b>                   | <b>26,942.23</b>                  | <b>1,184.82</b>                  | <b>60,405.78</b>                 | <b>106,464.63</b>          |
| <b>2</b>  | <b>Expenditure</b>   |                                   |                                   |                                  |                                  |                            |
| a.        | (Increase)/decrease in stock in trade and work in progress                     | (153.98)                          | (548.44)                          | (1,251.42)                       | (2,930.92)                       | -                          |
| b.        | Consumption of raw materials   | -                                 | 21,447.03                         | -                                | 49,566.16                        | 83,315.06                  |
| c.        | Purchase of traded goods   | 861.11                            | -                                 | 2,084.80                         | -                                | -                          |
| d.        | Employees cost   | 136.19                            | 2,242.86                          | 194.34                           | 4,448.17                         | 7,949.94                   |
| e.        | Depreciation   | 103.34                            | 906.56                            | 115.63                           | 1,802.75                         | 3,431.74                   |
| f.        | Other expenditure  | 371.24                            | 5,490.46                          | 587.45                           | 11,236.39                        | 20,737.37                  |
| g.        | <b>Total</b>   | <b>1,317.90</b>                   | <b>29,538.47</b>                  | <b>1,730.80</b>                  | <b>64,122.55</b>                 | <b>115,434.11</b>          |
| <b>3</b>  | Profit from Operations before Other Income, Interest & Exceptional Items (1-2) | (306.81)                          | (2,596.24)                        | (545.98)                         | (3,716.77)                       | (8,969.48)                 |
| <b>4</b>  | Other Income   | 47.58                             | 335.96                            | 98.69                            | 613.17                           | 1,040.52                   |
| <b>5</b>  | Profit before Interest & Exceptional Items (3+4)                               | (259.23)                          | (2,260.28)                        | (447.29)                         | (3,103.60)                       | (7,928.96)                 |
| <b>6</b>  | Interest   | 169.50                            | 2,305.55                          | 459.36                           | 4,397.74                         | 10,706.30                  |
| <b>7</b>  | Profit after Interest but before Exceptional Items (5-6)                       | (428.73)                          | (4,565.83)                        | (906.65)                         | (7,501.34)                       | (18,635.26)                |
| <b>8</b>  | Exceptional Items  | 39.88                             | -                                 | (118.62)                         | -                                | 232.32                     |
| <b>9</b>  | Profit (+)/ Loss (-) from Ordinary Activities before tax (7+8)                 | (388.85)                          | (4,565.83)                        | (1,025.27)                       | (7,501.34)                       | (18,402.94)                |
| <b>10</b> | Tax expense  | (1,849.34)                        | 1,494.41                          | (1,690.59)                       | 2,482.37                         | 2,192.99                   |
| <b>11</b> | Net Profit (+)/Loss(-) from Ordinary Activities after tax (9+10)               | (2,238.19)                        | (3,071.42)                        | (2,715.86)                       | (5,018.97)                       | (16,209.95)                |
| <b>12</b> | Extraordinary Item   | -                                 | -                                 | -                                | -                                | (9,692.78)                 |

**V2 RETAIL LIMITED**  
NEW DELHI

|    |   |  |            |            |            |            |            |
|----|---|--|------------|------------|------------|------------|------------|
| 13 | Net Profit (+)/Loss(-) for the period (11-12)   |  | (2,298.19) | (3,071.42) | (2,715.85) | (5,018.97) | (6,517.17) |
| 14 | Paid-up equity share capital  |  | 2,239.89   | 2,239.89   | 2,239.89   | 2,239.89   | 2,239.89   |
|    | (Equity Shares of Rs. 10/- each)  |  | 10/-       | 10/-       | 10/-       | 10/-       | 10/-       |
| 15 | Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year |  |            |            |            |            | 17,134.96  |
| 16 | Earnings Per Share (EPS)  |  |            |            |            |            |            |
|    | a.  | Basic EPS before Extraordinary items for the period, for the year to date and for the previous year (not to be annualized)   | (9.99)     | (13.71)    | (12.12)    | (22.41)    | (72.37)    |
|    | a(i).   | Diluted EPS before Extraordinary items for the period, for the year to date and for the previous year (not to be annualized) | (9.99)     | (13.71)    | (12.12)    | (22.41)    | (72.37)    |
|    | b.  | Basic EPS after Extraordinary items for the period, for the year to date and for the previous year (not to be annualized)    | (9.99)     | (13.71)    | (12.12)    | (22.41)    | (29.10)    |
|    | b(i).   | Diluted EPS after Extraordinary items for the period, for the year to date and for the previous year (not to be annualized)  | (9.99)     | (13.71)    | (12.12)    | (22.41)    | (29.10)    |
| 17 | Public shareholding   |  |            |            |            |            |            |
|    | a.  | Number of shares   | 9585998    | 9585998    | 9585998    | 9585998    | 9585998    |
|    | b.  | Percentage of shareholding   | 42.80%     | 42.80%     | 42.80%     | 42.80%     | 42.80%     |
| 18 | Promoters and Promoter Group Shareholding **  |  |            |            |            |            |            |
|    | a.  | Pledged / Encumbered   |            |            |            |            |            |
|    | -   | Number of shares   | 953770     | 953770     | 953770     | 953770     | 953770     |
|    | -   | Percentage of shares (as a % of the total shareholding of promoter and promoter group)                                       | 7.44%      | 7.44%      | 7.44%      | 7.44%      | 7.44%      |
|    | -   | Percentage of shares (as a % of the total share capital of the company)  | 4.26%      | 4.26%      | 4.26%      | 4.26%      | 4.26%      |
|    | b.  | Unencumbered   |            |            |            |            |            |
|    | -   | Number of shares   | 11859101   | 11859101   | 11859101   | 11859101   | 11859101   |
|    | -   | Percentage of shares (as a % of the total shareholding of the Promoter and Promoter group)                                   | 92.56%     | 92.55%     | 92.56%     | 92.55%     | 92.56%     |
|    | -   | Percentage of shares (as a % of the total share capital of the company)  | 52.94%     | 52.94%     | 52.94%     | 52.94%     | 52.94%     |



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**Notes:-**

1. The above Unaudited Quarterly Financial Results have been reviewed and taken note by the Board of Directors in the meeting held on December 1<sup>st</sup> 2011.
2. The Statement of Assets & Liabilities as on September 30<sup>th</sup> 2011.

Rs. in Laacs

| Particulars  | As at              |                |
|--|--------------------|----------------|
|  | September 30, 2011 | March 31, 2011 |
| <b>Shareholders' Funds</b>                               |                    |                |
| Share Capital  | 2,239.89           | 2,239.89       |
| Share Warrants   | -                  | 97.75          |
| Reserves & Surplus                                       | 77,752.54          | 77,658.20      |
| Secured Loan   | 4,075.74           | 5,884.64       |
| Unsecured Loan   | 1,453.71           | 546.57         |
| <b>Fixed Assets</b>                                      | 4,680.11           | 4,041.03       |
| <b>Investments</b>                                       | 434.06             | 38.06          |
| <b>Deferred Tax Assets (Net)</b>                         | 26,768.45          | 28,459.04      |
| <b><u>Current Assets, Loans &amp; Advances</u></b>       |                    |                |
| Sundry Debtors   | -                  | 8.36           |
| Inventories  | 1,251.42           | -              |
| Cash & Bank Balances                                     | 824.92             | 4,387.13       |
| Loans & Advances   | 816.86             | 497.43         |
| <b><u>Less: Current Liabilities &amp; Provisions</u></b> |                    |                |
| Current Liabilities                                      | 951.60             | 144.61         |
| Provisions   | 225.39             | 66.58          |
| <b>Net Current Assets</b>                                | 1,716.21           | 4,681.73       |
| <b>Profit &amp; Loss Account</b>                         | 51,923.04          | 49,207.19      |

3. The Company has opted to publish Standalone Results in Financial Year 2011-12 instead of Consolidated Results.
4. The performance of subsidiaries is as given below:

| Name of the Subsidiary     | %age of Holding | Turnover | Profit / (Loss) for the Period |
|----------------------------|-----------------|----------|--------------------------------|
| VRL Fashion Limited        | 100%            | NIL      | NIL                            |
| VRL Foods Limited          | 100%            | NIL      | NIL                            |
| VRL Movers Limited         | 50%             | NIL      | NIL                            |
| VRL Consumer Goods Limited | 100%            | NIL      | NIL                            |



|                               |     |     |     |
|-------------------------------|-----|-----|-----|
| VRL Infrastructure Limited    | 50% | NIL | NIL |
| VRL Knowledge Process Limited | 50% | NIL | NIL |
| VRL Retail Ventures Limited   | 50% | NIL | NIL |

5. The Company has only one business and geographical segment viz retail sales of garments, textile & accessories in India. In view of this no further disclosure is required to be made as per Accounting Standard-17 on Segment Reporting.
6. The weighted average number of Equity Shares outstanding during the period has been considered for calculating the Earning per Share in terms of Accounting Standard-20.
7. The amount of raw material under Para 2(b) of financial results for the Quarter Ending September 30<sup>th</sup> 2010 and for the year to date 30<sup>th</sup> September 2010 includes the amount of traded goods.
8. The amount of Secured Loans shown in Statement of Assets & Liabilities is inclusive of unpaid interest.
9. Details of number of Investor Complaints/Queries for the Quarter ended 30<sup>th</sup> September 2011; Pending at the beginning NIL, Received during the quarter NIL, Resolved during the quarter NIL, Pending at closing NIL.
10. Exceptional items includes prior period items amounting Rs. 42.17 lacs for the quarter ended 30<sup>th</sup> September 2011, Nil for the quarter ended 30<sup>th</sup> September 2010, Rs. 232.32 for the year to date 31st March 2011.
11. The Company has made a reversal in Deferred Tax Assets during the period ending September 30<sup>th</sup> 2011 to the tune of Rs. 1690.58 lacs, out of which a sum of Rs. 1229.05 is on account of change in rate of Income Tax from 33.99% to 32.445%.
12. The Company has made a reversal of Rs. 92.86 lacs in Finance Cost. The said reversal is on account of waiver in penal interest by Banker.
13. The Company came out with preferential allotment of 39,10,000 Convertible Share Warrants to its promoters during the Financial year 2009-10 at an issue price of Rs. 60/- calculated under SEBI (DIP) Guidelines, 2000 on preferential basis duly approved by Shareholders and Board of Directors of the Company. These Warrants were issued on 30<sup>th</sup> October, 2009 and were convertible into equity shares on or before 18 months from the date of issue. The promoters failed to pay balance amount of share warrants consequently the paid amount which were duly bifurcated into Share Warrants Money and Share Premium stands forfeited April 29<sup>th</sup> 2011.
14. M/s Surana Singh Rathi & Co., Statutory Auditors of the Company shown its desire to discontinue its services as Statutory Auditors of the Company consequently M/s AKGVG & Associates, Chartered Accountants has been appointed as Statutory Auditors of the Company. The appointment of Statutory Auditor is in pursuance to the provisions of Section 224 of the Companies Act, 1956 and any other law for the time being in force.
15. The Company has opened 4 new stores during the period under the brand name of "V2 Retail" measuring total area 38,500 Sq. Ft.
16. Previous quarter / year figures have been regrouped / reclassified where ever necessary.

Dated: 1<sup>st</sup> December 2011  
Place: New Delhi



For V2 Retail Limited

*Ram Chandra Agarwal*

Ram Chandra Agarwal  
Chairman & Managing Director