



February 3, 2018

To,

<b>National Stock Exchange of India Limited</b> Exchange Plaza, Plot No. C/1, G Block, Bandra Kurla Complex, Bandra (East) Mumbai-400051, NSE Code- V2RETAIL	<b>BSE (Bombay Stock Exchange) Limited</b> 25th floor, "Phiroze Jeejeebhoy Tower", Dalal Street, Fort, Mumbai-400001 BSE Code-532867
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**Subject- Pursuant to Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 Intimation about adoption of the unaudited Financial Results along with limited review report for the quarter ended December 31, 2017.**

Ref: V2 Retail Limited, (Scrip Code: 532867)

Dear Sir/Ma'am,

Pursuant to the Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 please find attached herewith unaudited Financial Results along with limited review report for the quarter ended December 31, 2017. The same is considered and approved by the board of directors of the company at the board meeting held on Saturday February 3, 2018 at 4:00 PM at the registered office of the company.

This is for your information and record.

Thanking You,  
Yours Sincerely,

For V2 Retail Limited

**Mr. RAMCHANDRA AGARWAL**  
Chairman & Managing Director  
DIN00491885



# Walker Chandiook & Co LLP

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## **Independent Auditor's Review Report on Quarterly Financial Results and Year to Date Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

### **To the Board of Directors of V2 Retail Limited**

1. We have reviewed the accompanying statement of unaudited financial results ("Statement") of V2 Retail Limited ("the Company") for the quarter ended 31 December 2017 and the year to date results for the period 01 April 2017 to 31 December 2017, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. This Statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on the Statement based on our review.
2. We conducted our review 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 the Statement is free of 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.
3. As stated in Note 6 to the accompanying Statement, the Company's other equity as at 31 December 2017 includes an amount of Rs. 365.36 lakhs in the nature of capital reserve arising out of business restructuring carried out in earlier years, for which the Company's Management has not been able to provide necessary reconciliation and information. In the absence of sufficient appropriate audit evidence, we are unable to comment upon the appropriateness and classification of the aforesaid balance, and the consequential impact, if any, on the accompanying Statement.
4. As stated in Note 7 to the accompanying Statement, the Company's contingent liabilities as at 31 December 2017 include an amount of Rs. 6,728.73 lakhs relating to litigations pending with various authorities, for which the Company's Management has not been able to provide necessary details and information. In the absence of sufficient appropriate audit evidence, we are unable to comment upon the appropriateness and classification of the aforesaid amounts including management's evaluation of likely outcome of such litigations in accordance with Ind AS 37, "Provisions, Contingent Liabilities and Contingent Assets" and the consequential impact, if any, on the accompanying Statement.



# Walker ChandioK & Co LLP

5. Based on our review conducted as above, except for the possible effects of the matters described in previous paragraphs, nothing has come to our attention that causes us to believe that the accompanying Statement prepared in accordance with applicable Indian Accounting Standards specified under Section 133 of the Companies Act, 2013 and SEBI Circulars CIR/CFD/CMD/15/2015 dated 30 November 2015 and CIR/CFD/FAC/62/2016 dated 5 July 2016, and other recognised accounting practices and policies has not disclosed the information required to be disclosed in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, including the manner in which it is to be disclosed, or that it contains any material misstatement.
6. The financial results for the quarter ended 31 December 2016 and the year to date results for the period 01 April 2016 to 31 December 2016 included in this Statement, are based on the previously issued financial results prepared in accordance with applicable accounting standards, as notified under the Companies (Accounting Standards) Rules, 2006 read with Rule 7 of the Companies (Accounts) Rules, 2014 in respect of Section 133 of the Companies Act, 2013 and other recognised accounting practices and policies reviewed by M/s AKGVG & Associates, Chartered Accountants who issued a modified review report dated 25 January 2017 on such financial results in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as adjusted for the differences in the accounting principles adopted by the Company on transition to the Ind AS, which have been reviewed by us. Our review report is not modified in respect of this matter.

*Walker ChandioK & Co LLP*

~~For Walker ChandioK & Co LLP~~

Chartered Accountants

Firm Registration No: 001076N/N500013

*Sumit Mahajan*

per Sumit Mahajan

Partner

Membership No. 504822



Place: New Delhi

Date: 3 February 2018



# V2 Retail Limited

V2 Retail Limited

Statement of unaudited financial results for the quarter and nine months ended 31 December 2017

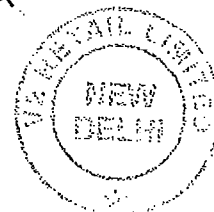
(Rs. In Lakhs, except for per share data)

Particulars	Quarter ended			Nine months ended	
	31 December 2017 (Unaudited)	30 September 2017 (Unaudited)	31 December 2016 (Unaudited)	31 December 2017 (Unaudited)	31 December 2016 (Unaudited)
<b>1 Income</b>					
(a) Revenue from operations	15,235.27	13,754.72	15,281.32	43,215.94	36,422.02
(b) Other income	92.61	36.60	53.82	180.16	191.73
<b>Total income</b>	<b>15,327.88</b>	<b>13,791.32</b>	<b>15,335.14</b>	<b>43,396.10</b>	<b>36,613.75</b>
<b>2 Expenses</b>					
(a) Purchase of stock-in-trade	7,520.39	10,686.03	8,557.44	29,092.66	25,268.49
(b) Changes in inventories of stock-in-trade	2,329.92	(1,223.26)	1,902.93	(7.66)	314.70
(c) Employee benefits expense	1,238.31	1,132.97	889.62	3,421.72	2,426.95
(d) Finance costs	5.33	26.44	151.56	57.49	814.32
(e) Depreciation and amortisation expense	216.42	199.71	167.62	602.37	445.58
(f) Other expenses	1,877.83	2,159.60	2,114.12	5,904.49	4,692.73
<b>Total expenses</b>	<b>13,188.20</b>	<b>12,981.49</b>	<b>13,783.29</b>	<b>39,071.07</b>	<b>33,962.77</b>
<b>3 Profit before tax and exceptional items (1-2)</b>	<b>2,139.68</b>	<b>809.83</b>	<b>1,551.85</b>	<b>4,325.03</b>	<b>2,650.98</b>
<b>4 Exceptional items (refer note 8)</b>	-	-	2,331.44	-	2,331.44
<b>5 Profit before tax (3-4)</b>	<b>2,139.68</b>	<b>809.83</b>	<b>3,883.29</b>	<b>4,325.03</b>	<b>4,982.42</b>
<b>6 Tax expense</b>					
(a) Current tax	-	-	-	-	-
(b) Deferred tax	772.80	310.50	479.28	1,590.33	981.35
<b>Total tax expense</b>	<b>772.80</b>	<b>310.50</b>	<b>479.28</b>	<b>1,590.33</b>	<b>981.35</b>
<b>7 Profit for the period (5-6)</b>	<b>1,366.88</b>	<b>499.33</b>	<b>3,404.01</b>	<b>2,734.70</b>	<b>4,001.07</b>
<b>8 Other comprehensive income</b>					
<b>A</b>					
(i) Items that will not be reclassified to the statement of profit and loss	(0.06)	(0.02)	0.03	(0.19)	0.10
(ii) Income tax relating to items that will not be reclassified to the statement of profit and loss	0.03	0.01	(0.02)	0.07	(0.04)
<b>B</b>					
(i) Items that will be reclassified to the statement of profit and loss	-	-	-	-	-
(ii) Income tax relating to items that will be reclassified to the statement of profit and loss	-	-	-	-	-
<b>Total other comprehensive income</b>	<b>(0.03)</b>	<b>(0.01)</b>	<b>0.01</b>	<b>(0.12)</b>	<b>0.06</b>
<b>9 Total comprehensive income for the period (comprising profit and other comprehensive income for the period) (7+8)</b>	<b>1,366.85</b>	<b>499.32</b>	<b>3,404.02</b>	<b>2,734.58</b>	<b>4,001.13</b>
<b>10 Paid-up equity share capital (face value of Rs. 10 each)</b>	<b>3,392.27</b>	<b>3,092.27</b>	<b>2,888.76</b>	<b>3,392.27</b>	<b>2,888.76</b>
<b>11 Earnings per share (of Rs. 10 each) (not annualised):</b>					
(a) Basic	4.30	1.61	11.86	8.61	13.94
(b) Diluted	4.29	1.56	10.73	8.59	12.61

**SIGNED FOR  
IDENTIFICATION  
PURPOSES**



*Approved*



Khasra No. 919,921,926,928, Extended Lal Dora Abadi Village Kapashera Teshil Vasant Vihar,  
South West Delhi -110037 Land Mark:- Fun N Food Village Amusement Park • Tel.: 011-41771850

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**V2 Retail Limited**

**Notes to the statement of unaudited financial results for the quarter and nine months ended 31 December 2017**

1. The results for the quarter and nine months ended 31 December 2017 have been prepared in compliance with the recognitions and measurement principles of the Indian Accounting Standards ('Ind AS') notified by the Ministry of Corporate Affairs. Consequently, the results for the quarter and nine months period ended 31 December 2016 have been restated to comply with Ind AS to make them comparable.
2. The Audit Committee has reviewed these results and the Board of directors have approved the above results and its release at their respective meeting held on 3 February 2018. The statutory auditors of the Company have also carried out the limited review of the above results.
3. The Company's business segment falls within a single business segment in terms of the Indian Accounting Standard 108 'Operating Segments' and hence no additional disclosures are required in this regard.
4. During the nine months period ended, the Company has granted 30,187 employee stock options ("ESOP") as per scheme approved by "Nomination and Remuneration Committee", at an exercise price of Rs. 10 per option. Further, out of 248,379 ESOP outstanding as at the beginning of the period, the Company has forfeited 42,908 ESOP. Total outstanding ESOP at the end of the current period is 235,658. The vesting period of the ESOP is ranging from 15 months to 36 months. The granted options can be exercised after vesting at any time before the expiry of 3 months from vesting date. An amount of Rs. 270.42 lakhs has been recorded as employee benefits expense, as the proportionate cost of ESOP granted.
5. Reconciliation between financial results as previously reported under the erstwhile Indian GAAP and Ind AS for the quarter and nine months ended 31 December 2016:

Particulars	(Rs. in lakhs)	
	For the quarter ended 31 December 2016 (unaudited)	For the nine months ended 31 December 2016 (unaudited)
Net profit after tax as per erstwhile Indian GAAP		
(i) Impact of adjusting straight linnig of operating leases	3,337.78	3,900.99
(ii) Impact of financial assets at amortised cost	89.99	109.67
(iii) Impact of reversal of depreciation on properties held for sale	(3.07)	(7.06)
(iv) Others	14.39	50.59
(v) Deferred tax on the above mentioned adjustments	(0.03)	(0.10)
<b>Total comprehensive income (before other comprehensive income) as per Ind AS</b>	<b>(35.07)</b>	<b>(53.03)</b>
Other comprehensive income (net of tax)	3,403.99	4,001.06
<b>Total comprehensive income as per Ind AS</b>	<b>0.03</b>	<b>0.07</b>
	<b>3,404.02</b>	<b>4,001.13</b>

6. The Company restructured its business in the financial year 2010-11 resulting in creation of Capital Reserve amounting to Rs. 60,523.24 lakhs. The aforementioned reserve has been reconciled except for Rs. 365.36 lakhs which the Company is in the process of reconciling. However, there is no impact of the same on financial results.
7. The Company has contingent liabilities amounting to Rs. 6,728.73 lakhs. All contingent liabilities except bank guarantees are under appeal with different authorities at different levels. Whilst the impact of contingent liabilities on the these results can only be ascertained on the settlement of such cases/disputes, management has assessed that based on the merits of such cases, the Company has reasonably good chances on succeeding and accordingly, no provision has been recognised in these financial results.
8. Exceptional items for the quarter and nine months ended 31 December 2016 includes:
  - (a) An amount of Rs 818.75 lakhs towards profit on sale of property; and
  - (b) Rs. 1,512.69 lakhs interest written back towards one time settlement of an interest bearing loan @12% p.a. instead of the earlier agreed rate of 16% p.a.

**SIGNED FOR  
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PURPOSES**



For V2 Retail Limited

*Ram Chandra Agarwal*

Ram Chandra Agarwal  
Chairman & Managing Director  
DIN: 00491885

Date: 3 February 2018  
Place: New Delhi