

Notes

1. The Company has adopted modified retrospective approach as per para C8 (C) (i) of IND-AS 116, Leases to its leases effective from accounting period beginning from April 01, 2019 and recognised Right of Use assets and Lease Liability as on April 01, 2019 and difference between Right of Use Assets and Lease Liability, net of deferred tax Rs. 145.07 Crores (Deferred Tax Rs. 68.43 Crores) has been adjusted in retained earnings. In the result for the current quarter ended on December 31, 2019, accounting of operating lease expenses has changed from rent of Rs. 83.90 Crores (quarter ended September 30, 2019: 101.13 Crores, nine months ended December 31, 2019: Rs. 265.80 Crores) to depreciation cost for the Right of Use assets Rs. 69.01 Crores (quarter ended September 30, 2019: Rs. 74.94 Crores, nine months ended December 31, 2019: Rs. 203.58 Crores) and finance cost for interest accrued on outstanding lease liability Rs. 27.02 Crores (quarter ended September 30, 2019: Rs. 29.34 Crores, nine months ended December 31, 2019: Rs. 85.17 Crores). To this extent, performance for the current quarter ending on December 31, 2019 is not comparable with previous period results. The life of immovable fixed assets have been aligned with the lease term considered for Ind As 116 and accordingly the assets have been depreciated considering the lease term or useful life whichever is lower. In the result for the current period, charge of Rs. 2.68 Crores (quarter ended September 30, 2019: Rs. 2.47 Crores, nine months ended December 31, 2019: Rs. 8.46 Crores) on account of accelerated depreciation has been taken in books on account of this alignment.

2. The National Company Law Tribunal, Ahmedabad Bench vide its order dated October 26, 2018 has approved the scheme of arrangement for demerger of Branded Apparel undertaking of Arvind Limited to Arvind Fashions Limited with effect from November 30, 2018 (the appointed date). The Scheme became effective from November 30, 2018. Pursuant to the Scheme, all the assets, liabilities, income and expenses of the Branded Apparel undertaking has been transferred to the Company from the appointed date. To the extent current quarter and nine months ended on December 31, 2019 are not comparable with those of previous periods.

3. In the board meetings held on November 4, 2019, the respective Board of Directors of (a) Calvin Klein Arvind Fashion Private Limited ("CK") and (b) Tommy Hilfiger Arvind Fashion Private Limited ("TH") (Subsidiary Companies) have approved the scheme of amalgamation between TH and CK pursuant to provisions of Section 230 to 232 of the Companies Act, 2013 whereby it is proposed to amalgamate TH into CK. The Scheme is subject to approval of relevant regulatory authorities.

Profit and Loss account summary
 (consolidated figures)

 (As per Ind-AS)
 In ₹ Crores

| Particulars | Quarter ended | | Growth | Quarter ended |
|---|-----------------|-----------------|--------------|------------------|
| | Dec 31, 2019 | Dec 31, 2018 | % | Dec 31, 2019* |
| Revenue from Operations | 1,135.5 | 1,259.0 | | 1,135.5 |
| Total Revenue | 1,135.5 | 1,259.0 | -9.8% | 1,135.5 |
| Cost of Goods Sold | 630.0 | 640.4 | | 630.0 |
| Employee Benefits Expense | 85.8 | 107.5 | | 85.8 |
| Other expenses | 394.2 | 428.4 | | 310.3 |
| Total Operating Cost of Sales | 1,110.0 | 1,176.3 | -5.6% | 1,026.1 |
| EBITDA | 25.4 | 82.7 | | 109.3 |
| EBITDA % (as of Total Revenues) | 2.2% | 6.6% | | 9.6% |
| Other Income | 1.6 | 1.3 | | 10.7 |
| Interest & Finance Cost (Net) | 50.9 | 34.6 | | 78.0 |
| Depreciation | 51.1 | 34.4 | | 122.9 |
| Profit before tax | -75.0 | 15.0 | | -80.9 |
| (Deferred Tax Asset) & Current Tax, Net | -27.0 | 6.6 | | -30.4 |
| Non-controlling interest | 1.5 | 1.4 | | 1.5 |
| Profit / (Loss) After Tax | -49.5 | 7.0 | | -52.0 |

* Including IndAS 116 impact

Profit and Loss account summary
 (consolidated figures)

 (As per Ind-AS)
 In ₹ Crores

| Particulars | Nine Months ended | | Growth | Nine Months ended |
|---|-------------------|-----------------|--------------|-------------------|
| | Dec 31, 2019 | Dec 31, 2018 | % | Dec 31, 2019* |
| Revenue from Operations | 3,155.8 | 3,474.9 | | 3,155.8 |
| Total Revenue | 3,155.8 | 3,474.9 | -9.2% | 3,155.8 |
| Cost of Goods Sold | 1,749.0 | 1,742.2 | | 1,749.0 |
| Employee Benefits Expense | 272.6 | 312.0 | | 272.6 |
| Other expenses | 1,159.0 | 1,217.7 | | 893.3 |
| Total Operating Cost of Sales | 3,180.7 | 3,272.0 | -2.8% | 2,914.9 |
| EBITDA | -24.8 | 202.9 | | 241.0 |
| EBITDA % (as of Total Revenues) | -0.8% | 5.8% | | 7.6% |
| Other Income | 3.1 | 4.3 | | 18.0 |
| Interest & Finance Cost (Net) | 131.9 | 91.2 | | 217.1 |
| Depreciation | 121.7 | 109.3 | | 334.3 |
| Profit before tax | -275.3 | 6.8 | | -292.4 |
| (Deferred Tax Asset) & Current Tax, Net | -94.3 | 6.6 | | -101.1 |
| Non-controlling interest | 5.8 | 3.1 | | 5.2 |
| Profit / (Loss) After Tax | -186.8 | -3.0 | | -196.5 |

* Including IndAS 116 impact

| Particulars (Figures in ₹ Crores) ^a | Power Brands | | | | Emerging Brands | | | | Speciality Retail (incl. Unlimited) | | | | Total (Brands + Retail) | | | |
|--|--------------|---------|----------|----------|-----------------|---------|----------|----------|--|---------|----------|----------|-------------------------|---------|----------|----------|
| | Q3 FY20 | Q3 FY19 | YTD FY20 | YTD FY19 | Q3 FY20 | Q3 FY19 | YTD FY20 | YTD FY19 | Q3 FY20 | Q3 FY19 | YTD FY20 | YTD FY19 | Q3 FY20 | Q3 FY19 | YTD FY20 | YTD FY19 |
| Total Revenues | 655 | 723 | 1,907 | 2,051 | 119 | 134 | 371 | 393 | 349 | 355 | 871 | 879 | 1,124 | 1,213 | 3,150 | 3,324 |
| Y-o-Y Growth % | -9.4% | | -7.0% | | -11.2% | | -5.6% | | -1.7% | | -0.9% | | -7.3% | | -5.2% | |
| EBITDA | 41 | 81 | 108 | 237 | -16 | 0 | -33 | 1 | -0 | 5 | -31 | -24 | 25 | 87 | 43 | 215 |
| EBITDA % (as of Total Revenues) | 6.3% | 11.2% | 5.6% | 11.5% | -13.4% | 0.1% | -8.9% | 0.4% | -0.1% | 1.5% | -3.6% | -2.7% | 2.2% | 7.1% | 1.4% | 6.5% |

Excludes brands planned to be discontinued & IndAS116 impact

| Particulars (Figures in ₹ Crores) ^a | Power Brands | | | | Emerging Brands | | | | Speciality Retail | | | | Total (Brands + Retail) | | | |
|--|--------------|---------|----------|----------|-----------------|---------|----------|----------|-------------------|---------|----------|----------|-------------------------|---------|----------|----------|
| | Q3 FY20 | Q3 FY19 | YTD FY20 | YTD FY19 | Q3 FY20 | Q3 FY19 | YTD FY20 | YTD FY19 | Q3 FY20 | Q3 FY19 | YTD FY20 | YTD FY19 | Q3 FY20 | Q3 FY19 | YTD FY20 | YTD FY19 |
| Revenue from Operations | 655 | 723 | 1,907 | 2,051 | 131 | 180 | 377 | 545 | 349 | 355 | 871 | 879 | 1,136 | 1,259 | 3,156 | 3,476 |
| Total Revenues | 655 | 723 | 1,907 | 2,051 | 131 | 180 | 377 | 545 | 349 | 355 | 871 | 879 | 1,136 | 1,259 | 3,156 | 3,476 |
| Y-o-Y Growth % | -9.4% | | -7.0% | | -27.6% | | -30.9% | | -1.7% | | -0.9% | | -9.8% | | | |
| EBITDA | 41 | 81 | 107 | 237 | -16 | -4 | -102 | -11 | -0 | 5 | -31 | -24 | 25 | 82 | -26 | 203 |
| EBITDA % (as of Total Revenues) | 6.3% | 11.2% | 5.6% | 11.5% | -12.5% | -2.2% | -27.0% | -2.0% | -0.1% | 1.5% | -3.6% | -2.7% | 2.2% | 6.5% | -0.8% | 5.8% |

^a Comparable financials excluding IndAS116 impact