



VARUN BEVERAGES LIMITED



Corporate Off : Plot No.31, Institutional Area, Sec.-44, Gurgaon, Haryana-122002 (India)
Ph.: +91-124-4643100-500 • Fax: +91-124-4643303/04 E-mail : info@rjcorp.in • Visit us at : www.varunpepsi.com
CIN No. : L74899DL1995PLC069839

August 1, 2022

To,

National Stock Exchange of India Ltd. Exchange Plaza, Block G, C/1, Bandra Kurla Complex, Bandra (E), Mumbai – 400 051 Email: cmlist@nse.co.in Symbol: VBL	BSE Limited Phiroze Jeejeebhoy Towers Dalal Street, Mumbai – 400 001 Email: corp.relations@bseindia.com Security Code: 540180
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Subject: Regulation 30: Outcome of the Board Meeting

Dear Sir/Madam,

The Board of Directors at their meeting held today (started at 11:00 A.M. and concluded at 12:10 P.M.) *inter-alia* considered and approved the following:

- (i) The Unaudited Financial Results of the Company (Standalone and Consolidated) for the Quarter and Half Year ended June 30, 2022 (Copy of the same along-with Limited Review Report issued by M/s. Walker Chandiook & Co. LLP, Chartered Accountants and M/s. O P Bagla & Co. LLP, Chartered Accountants, Joint Statutory Auditors of the Company, with unmodified opinion are attached and the same are being uploaded on website of the Company).
- (ii) The payment of interim dividend of Rs. 2.50 (Two Rupees and Fifty Paise only) per Equity Share for the Financial Year 2022 on the total issued, subscribed and paid-up 64,95,49,620 Equity Shares of the nominal value of Rs. 10/- each.
- (iii) Pursuant to Regulation 42 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, fixed **Friday, August 12, 2022** as the "**RECORD DATE**" for ascertaining the eligibility of the Equity Shareholders for payment of interim dividend.
The interim dividend will be paid on and from Tuesday, August 16, 2022 to those shareholders whose name appears in the Register of Members of the Company or in the list of beneficial owners maintained by the Depositories as on Friday, August, 12, 2022.
- (iv) Appointment of "KFin Technologies Limited" in place of "Link Intime India Private Limited" as Registrar and Share Transfer Agent ("RTA") of the Company w.e.f. August 1, 2022 for better services. Till such time the process of change of RTA is completed, Link Intime India Private Limited will continue as RTA of the Company.

Further, please note that the Company is following 1st January to 31st December as its financial year in terms of Section 2 (41) of the Companies Act, 2013 as approved by the Company Law Board.

You are requested to take the above on record.

Yours faithfully,
For Varun Beverages Limited


Ravi Batra
Chief Risk Officer & Group Company Secretary



Encl.: As above



VARUN BEVERAGES LIMITED

Corporate identification number: L74899DL1995PLC069839

Registered office: F-2/7, Okhla Industrial Area, Phase-I, New Delhi-110020

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Statement of consolidated assets and liabilities

	₹ in million	
	As at 30 June 2022 (Unaudited)	As at 31 December 2021 (Audited)
Assets		
Non-current assets		
(a) Property, plant and equipment	54,571.11	51,551.72
(b) Right of use assets (ROU)	6,683.81	5,727.99
(c) Capital work-in-progress	1,456.38	4,966.08
(d) Goodwill	242.30	242.30
(e) Other intangible assets	5,555.96	5,585.74
(f) Financial assets		
(i) Investments	0.01	0.01
(ii) Others	458.21	420.63
(g) Deferred tax assets (Net)	-	24.07
(h) Other non-current assets	2,141.94	1,839.23
Total non-current assets (A)	71,109.72	70,357.77
Current assets		
(a) Inventories	17,952.28	14,480.87
(b) Financial assets		
(i) Trade receivables	3,221.93	2,212.49
(ii) Cash and cash equivalents	1,646.80	1,507.50
(iii) Bank balances other than (ii) above	1,368.66	1,858.72
(iv) Others	3,125.21	2,371.40
(c) Current tax assets (Net)	27.37	11.08
(d) Other current assets	3,251.64	3,019.07
Total current assets (B)	30,593.89	25,461.13
Total assets (A+B)	101,703.61	95,818.90
Equity and liabilities		
Equity		
(a) Equity share capital	6,495.50	4,330.33
(b) Other equity	41,653.06	36,468.75
Equity attributable to owners of the Company	48,148.56	40,799.08
(c) Non-controlling interest	1,482.36	1,167.89
Total equity (C)	49,630.92	41,966.97
Liabilities		
Non-current liabilities		
(a) Financial liabilities		
(i) Borrowings	8,973.68	18,133.27
(ii) Lease liabilities	606.46	312.63
(b) Provisions	2,058.80	2,085.43
(c) Deferred tax liabilities (Net)	3,394.98	3,111.41
(d) Other non-current liabilities	6.34	6.73
Total non-current liabilities (D)	15,040.26	23,649.47
Current liabilities		
(a) Financial liabilities		
(i) Borrowings	14,596.86	15,285.68
(ii) Lease liabilities	135.00	136.02
(iii) Trade payables		
(a) Total outstanding dues of micro enterprises and small enterprises	568.43	342.85
(b) Total outstanding dues of creditors other than micro enterprises and small enterprises	9,284.09	6,774.68
(iv) Other financial liabilities	3,776.67	3,929.66
(b) Other current liabilities	6,040.91	3,096.76
(c) Provisions	279.51	497.40
(d) Current tax liabilities (Net)	2,350.96	139.41
Total current liabilities (E)	37,032.43	30,202.46
Total liabilities (F=D+E)	52,072.69	53,851.93
Total equity and liabilities (C+F)	101,703.61	95,818.90

See accompanying notes





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Statement of consolidated financial results for the quarter and half year ended on 30 June 2022

₹ in million, except per share data

Particulars	Three months	Three months	Three months	Six months	Six months	Year ended on
	ended on	ended on	ended on	ended on	ended on	Year ended on
	30 June 2022	31 March 2022	30 June 2021	30 June 2022	30 June 2021	31 December 2021
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1. Income						
(a) Revenue from operations	50,175.75	28,674.77	24,830.44	78,850.52	47,529.21	89,582.91
(b) Other income	104.77	85.08	244.08	189.85	301.37	679.25
Total income	50,280.52	28,759.85	25,074.52	79,040.37	47,830.58	90,262.16
2. Expenses						
(a) Cost of materials consumed	23,127.61	14,543.93	9,967.60	37,671.54	20,897.54	39,689.13
(b) Excise duty	627.60	400.05	331.99	1,027.65	621.84	1,350.61
(c) Purchases of stock-in-trade	494.73	593.95	287.02	1,088.68	865.91	1,654.69
(d) Changes in inventories of finished goods, stock-in-trade and work-in-progress	896.05	(1,436.06)	1,128.75	(540.01)	(478.46)	(997.22)
(e) Employee benefits expense	3,104.37	2,750.63	2,432.48	5,855.00	4,816.83	10,076.99
(f) Finance costs	463.98	469.55	467.77	933.53	1,047.18	1,847.00
(g) Depreciation and amortisation expense	1,530.73	1,313.19	1,287.76	2,843.92	2,634.97	5,312.62
(h) Other expenses	9,419.22	6,512.30	4,974.60	15,931.52	11,281.33	21,262.26
Total expenses	39,664.29	25,147.54	20,877.97	64,811.83	41,687.14	80,196.08
3. Profit before tax (1-2)	10,616.23	3,612.31	4,196.55	14,228.54	6,143.44	10,066.08
4. Tax expense:						
(a) Current tax	2,474.76	625.13	629.62	3,099.89	949.68	1,341.98
(b) Adjustment of tax relating to earlier periods/year	111.63	5.65	2.49	117.28	2.05	350.06
(c) Deferred tax	9.73	270.59	376.41	280.32	636.09	913.52
Total tax expense	2,596.12	901.37	1,008.52	3,497.49	1,587.82	2,605.56
5. Net profit after tax (3-4)	8,020.11	2,710.94	3,188.03	10,731.05	4,555.62	7,460.52
6. Other comprehensive income						
A Items that will not be reclassified to profit or loss	32.70	74.53	(2.65)	107.23	89.89	85.99
B Income tax relating to items that will not be reclassified to profit or loss	(8.50)	(18.52)	0.69	(27.02)	(22.68)	(18.93)
C Items that will be reclassified to profit or loss	(1,756.58)	(1,390.73)	103.07	(3,147.31)	(65.54)	(365.92)
Total other comprehensive (loss)/income	(1,732.38)	(1,334.72)	101.11	(3,067.10)	1.67	(298.86)
7. Total comprehensive income for the period/year (including non-controlling interest) (5+6)	6,287.73	1,376.22	3,289.14	7,663.95	4,557.29	7,161.66
8. Net profit attributable to:						
A Owners	7,874.38	2,542.07	3,081.65	10,416.45	4,374.20	6,940.52
B Non-controlling interest	145.73	168.87	106.38	314.60	181.42	520.00
9. Other comprehensive income attributable to:						
A Owners	(1,732.23)	(1,334.73)	101.18	(3,066.96)	1.61	(298.87)
B Non-controlling interest	(0.15)	0.01	(0.07)	(0.14)	0.06	0.01
10. Total comprehensive income attributable to:						
A Owners	6,142.15	1,207.34	3,182.83	7,349.49	4,375.81	6,641.65
B Non-controlling interest	145.58	168.88	106.31	314.46	181.48	520.01
11. Paid-up equity share capital (face value of ₹ 10 each)	6,495.50	4,330.33	4,330.33	6,495.50	4,330.33	4,330.33
12. Other equity				41,653.06	35,285.49	36,468.75
13. Earnings per share (of ₹ 10/- each) (not annualised for quarters and half years) (Refer Note 6)						
(a) Basic	12.12	3.91	4.74	16.04	6.73	10.69
(b) Diluted	12.12	3.91	4.74	16.04	6.73	10.69
See accompanying notes						



Varun Beverages Limited
Consolidated Cash Flow Statement

(Indirect Method)	(₹ in million)	
Particulars	Six months period ended on 30 June 2022 (Unaudited)	Six months period ended on 30 June 2021 (Unaudited)
A. Operating activities		
Profit before tax	14,228.54	6,143.44
Adjustments to reconcile profit before tax to net cash flows:		
Depreciation and amortisation expense	2,843.92	2,634.97
Interest expense at amortised cost	926.80	1,048.33
Interest income at amortised cost	(88.68)	(41.38)
Profit on sale of current investments	(2.48)	(0.07)
Excess provisions written back	(8.89)	(17.09)
Loss on disposal/written off of property, plant and equipment (Net)	562.39	355.14
Bad debts and advances written off	17.27	-
Allowance for expected credit loss	49.17	38.67
Unrealised foreign exchange fluctuation	201.26	(395.36)
Operating profit before working capital changes	18,729.30	9,766.65
Working capital adjustments		
Increase in inventories	(4,234.34)	(3,458.89)
Increase in trade receivables	(1,395.81)	(859.14)
(Increase)/decrease in current and non-current financial assets and other current and non-current assets	(1,309.32)	836.74
Increase in current financial liabilities and other current and non-current liabilities and provisions	6,685.38	3,340.97
Total cash from operations	18,475.21	9,626.33
Income tax paid	(897.73)	(271.47)
Net cash flows from operating activities (A)	17,577.48	9,354.86
B. Investing activities		
Purchase of property, plant and equipment and intangible assets (including adjustment on account of capital work-in-progress, capital advance paid and capital creditors)	(6,621.33)	(3,473.06)
Proceeds from disposal of property, plant and equipment and intangible assets	331.98	87.13
Change in advance received for capital assets	-	(200.59)
Interest received	87.78	39.60
Net Proceeds from sale of current investments	2.48	0.07
Decrease in other bank balances	208.91	318.17
Net cash used in investing activities (B)	(5,990.18)	(3,228.68)
C. Financing activities		
Proceeds from long term borrowings	4,479.75	2,847.07
Repayment of long term borrowings	(11,285.55)	(5,042.42)
Repayment of lease liabilities	(91.70)	(61.28)
Repayment of short term borrowings (Net)	(3,289.68)	(2,886.84)
Interest paid (inclusive of interest paid on lease liabilities ₹ 23.21 (30 June 2021: ₹ 13.78))	(694.24)	(1,075.60)
Net cash used in financing activities (C)	(10,881.42)	(6,219.07)
Net change in cash and cash equivalents (D=A+B+C)	705.88	(92.89)
Cash and cash equivalents at the beginning of period (E)	1,507.50	1,045.58
Unrealised exchange differences on translation of cash and cash equivalent in subsidiary (F)	(566.58)	1.01
Cash and cash equivalents at the end of period (G= D+E+F)	1,646.80	953.70

Note:

(a) Non-cash changes in liabilities arising from financing activities pertains to impact of fair value changes and foreign exchange fluctuations which are considered to be insignificant.





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Statement of standalone assets and liabilities

	₹ in million	
	As at 30 June 2022 (Unaudited)	As at 31 December 2021 (Audited)
Assets		
Non-current assets		
(a) Property, plant and equipment	44,758.42	39,349.11
(b) Right of use assets (ROU)	5,831.28	5,204.88
(c) Capital work-in-progress	421.55	4,779.54
(d) Goodwill	19.40	19.40
(e) Other intangible assets	5,520.69	5,542.68
(f) Investment in subsidiaries	13,543.06	13,522.38
(g) Financial assets		
(i) Investments	0.01	0.01
(ii) Loans	2,949.81	2,594.40
(iii) Others	416.20	385.78
(h) Other non-current assets	1,872.90	1,575.77
Total non-current assets (A)	75,333.32	72,973.95
Current assets		
(a) Inventories	12,916.74	10,662.71
(b) Financial assets		
(i) Trade receivables	2,275.17	1,320.73
(ii) Cash and cash equivalents	145.19	241.47
(iii) Bank balances other than (ii) above	0.88	0.88
(iv) Loans	201.71	189.86
(v) Others	3,329.17	2,827.93
(c) Other current assets	2,175.48	2,438.64
Total current assets (B)	21,044.34	17,682.22
Total assets (A+B)	96,377.66	90,656.17
Equity and liabilities		
Equity		
(a) Equity share capital	6,495.50	4,330.33
(b) Other equity	46,808.18	39,655.88
Total equity (C)	53,303.68	43,986.21
Liabilities		
Non-current liabilities		
(a) Financial liabilities		
(i) Borrowings	8,118.45	17,124.41
(ii) Lease liabilities	104.82	87.52
(b) Provisions	1,999.57	1,994.61
(c) Deferred tax liabilities (Net)	3,231.91	2,981.82
(d) Other non-current liabilities	6.34	6.73
Total non-current liabilities (D)	13,461.09	22,195.09
Current liabilities		
(a) Financial liabilities		
(i) Borrowings	12,986.66	14,568.92
(ii) Lease liabilities	25.34	74.94
(iii) Trade payables		
(a) Total outstanding dues of micro enterprises and small enterprises	567.35	321.56
(b) Total outstanding dues of creditors other than micro enterprises and small enterprises	6,339.06	4,313.08
(iv) Other financial liabilities	3,147.44	3,289.14
(b) Other current liabilities	3,976.74	1,339.71
(c) Provisions	272.31	489.35
(d) Current tax liabilities (Net)	2,297.99	78.17
Total current liabilities (E)	29,612.89	24,474.87
Total liabilities (F=D+E)	43,073.98	46,669.96
Total equity and liabilities (C+F)	96,377.66	90,656.17

See accompanying notes





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Statement of standalone financial results for the quarter and half year ended on 30 June 2022

₹ in million, except per share data

Particulars	Three months ended on	Three months ended on	Three months ended on	Six months ended on	Six months ended on	Year ended on
	30 June 2022	31 March 2022	30 June 2021	30 June 2022	30 June 2021	31 December 2021
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1. Income						
(a) Revenue from operations	43,658.26	21,843.71	19,853.23	65,501.97	37,844.75	65,957.42
(b) Other income	242.52	200.55	91.30	443.07	151.81	573.02
Total income	43,900.78	22,044.26	19,944.53	65,945.04	37,996.56	66,530.44
2. Expenses						
(a) Cost of materials consumed	21,257.96	11,815.76	7,917.98	33,073.72	17,151.94	30,858.12
(b) Purchase of stock-in-trade	370.49	420.80	223.08	791.29	674.48	1,194.30
(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	900.49	(1,226.05)	1,446.40	(325.56)	(4.14)	(760.66)
(d) Employee benefits expense	2,462.49	2,029.89	1,815.16	4,492.38	3,627.88	7,411.15
(e) Finance costs	353.67	431.57	439.77	785.24	888.23	1,551.43
(f) Depreciation and amortisation expense	1,249.49	1,006.86	970.32	2,256.35	2,021.15	3,998.34
(g) Other expenses	7,638.73	4,812.85	3,791.93	12,451.58	8,544.30	15,462.54
Total expenses	34,233.32	19,291.68	16,604.64	53,525.00	32,903.84	59,715.22
3. Profit before tax (1-2)	9,667.46	2,752.58	3,339.89	12,420.04	5,092.72	6,815.22
4. Tax expense						
(a) Current tax	2,389.88	570.30	588.22	2,960.18	872.64	1,168.10
(b) Adjustment of tax relating to earlier periods/year	-	-	-	-	-	(0.73)
(c) Deferred tax (credit)/charge	(5.76)	228.73	370.89	222.97	586.88	752.98
Total tax expense	2,384.12	799.03	959.11	3,183.15	1,459.52	1,920.35
5. Net profit after tax (3 - 4)	7,283.34	1,953.55	2,380.78	9,236.89	3,633.20	4,894.87
6. Other comprehensive income						
A. Items that will not be reclassified to profit or loss	34.12	73.58	(2.58)	107.70	89.91	75.17
B. Income tax relating to items that will not be reclassified to profit or loss	(8.59)	(18.52)	0.65	(27.11)	(22.63)	(18.92)
Total other comprehensive income/(loss)	25.53	55.06	(1.93)	80.59	67.28	56.25
7. Total comprehensive income for the period (5+6)	7,308.87	2,008.61	2,378.85	9,317.48	3,700.48	4,951.12
8. Paid-up equity share capital (face value of ₹ 10 each)	6,495.50	4,330.33	4,330.33	6,495.50	4,330.33	4,330.33
9. Other equity				46,808.18	39,487.81	39,655.88
10. Earnings per share (of ₹ 10/- each) (not annualised for quarters and half years) (Refer Note 6)						
(a) Basic	11.21	3.01	3.67	14.22	5.59	7.54
(b) Diluted	11.21	3.01	3.67	14.22	5.59	7.54



Varun Beverages Limited
Standalone Cash Flow Statement

(Indirect Method)

(₹ in million)

Particulars	Six months period ended on 30 June 2022 (Unaudited)	Six months period ended on 30 June 2021 (Unaudited)
A. Operating activities		
Profit before tax	12,420.04	5,092.72
Adjustments to reconcile profit before tax to net cash flows:		
Depreciation and amortisation expense	2,256.35	2,021.15
Interest expense at amortised cost	778.51	889.40
Interest income at amortised cost	(85.22)	(57.81)
Loss on disposal/written off of property, plant and equipment (Net)	416.84	337.79
Bad debts and advances written off	2.34	1.68
Excess provisions written back	(1.24)	(13.00)
Profit on sale of current investments	(2.48)	-
Guarantee commission received	(5.47)	(7.85)
Unrealised foreign exchange fluctuation	(265.79)	(41.27)
Allowance for expected credit loss	31.92	27.16
Operating profit before working capital changes	15,545.80	8,249.97
Working capital adjustments:		
Increase in inventories	(2,254.03)	(2,086.06)
Increase in trade receivables	(988.70)	(677.54)
(Increase)/decrease in current and non-current financial assets and other current and non-current assets	(510.92)	720.74
Increase in current financial liabilities and other current and non-current liabilities and provisions	5,080.61	3,122.53
Total cash from operations	16,872.76	9,329.64
Income tax paid	(740.22)	(175.68)
Net cash flows from operating activities (A)	16,132.54	9,153.96
B. Investing activities		
Purchase of property, plant and equipment and intangible assets (including adjustment on account of capital work-in-progress, capital advance paid and capital creditors)	(5,042.89)	(2,175.87)
Proceeds from disposal of property, plant and equipment and intangible assets	43.22	44.16
Loan given to a subsidiary	(187.11)	(430.98)
Change in advance received for capital assets	-	(200.59)
Purchase of non-current investment in subsidiary	(20.68)	-
Net Proceeds from sale of current investments	2.48	-
Increase in other bank balances	(1.20)	(6.83)
Guarantee commission received	-	13.68
Interest received	64.71	169.38
Dividend income from non-current investment in subsidiary	288.29	192.19
Net cash used in investing activities (B)	(4,853.18)	(2,394.86)
C. Financing activities		
Proceeds from long term borrowings	4,479.22	2,000.00
Repayment of long term borrowings	(11,276.78)	(4,832.63)
Repayment of lease liabilities	(39.05)	(34.31)
Repayment of short term borrowings (Net)	(3,985.14)	(3,200.17)
Interest paid (inclusive of interest paid on lease liabilities ₹ 5.33 (30 June 2021: ₹5.68))	(553.89)	(865.61)
Net cash used in financing activities (C)	(11,375.64)	(6,932.72)
Net change in cash and cash equivalents (D=A+B+C)	(96.28)	(173.62)
Cash and cash equivalents at the beginning of period (E)	241.47	364.04
Cash and cash equivalents at the end of period (D+E)	145.19	190.42

Notes:

(a) Non-cash changes in liabilities arising from financing activities pertains to impact of fair value changes and foreign exchange fluctuations which are considered to be insignificant.





VARUN BEVERAGES LIMITED

Corporate identification number: L74899DL1995PLC069839

Registered office: F-2/7, Okhla Industrial Area, Phase-I, New Delhi-110020

Corporate office: RJ Corp House, Plot No-31, Institutional Area, Sector-44, Gurugram-122002 (Haryana)

Tel: +91-124-4643100, Fax: +91-124-4643303, E-mail: complianceofficer@rjcorp.in, Website: www.varunpepsi.com

(₹ in million, except per share data)

Notes:

1. These standalone and consolidated financial results for the quarter and half year ended on 30 June 2022 have been reviewed and recommended for approval by the Audit, Risk Management and Ethics Committee and accordingly approved by the Board of Directors of Varun Beverages Limited ("VBL" or "the Company") at their respective meetings held on 01 August 2022. The Statutory Auditors have conducted a limited review of these financial results.
2. These financial results have been prepared in accordance with the recognition and measurement principles of applicable Indian Accounting Standards ('Ind AS') notified under the Companies (Indian Accounting Standards) Rules, 2015 as specified in section 133 of the Companies Act, 2013 (read with SEBI Circular CIR/CFD/FAC/62/2016 dated 05 July 2016 and other recognised accounting practices and policies).
3. VBL follows calendar year as its financial year as approved by the Company Law Board, New Delhi.
4. The business activities of the Company and its subsidiaries (together referred to as the "Group") predominantly fall within a single primary business segment viz. manufacturing and sale of beverages. There is no separate reportable business segment. The Group operates in two principal geographical areas, i.e., in India, its home country, and in other countries. The aforesaid is in line with review of operating results by the chief operating decision maker. The sale of products of the Group is seasonal.
5. During the six months period ended on 30 June 2022, the Company has started commercial production from a greenfield production facility for beverages at Begusarai (Bihar, India) and back-ward integration facility at Kathua (Jammu and Kashmir, India).
6. During the quarter ended 30 June 2022, the Company on 09 June 2022 allotted 216,516,540 bonus equity shares of ₹ 10 each as fully paid-up bonus equity shares, in the proportion of 1 (One) equity share of Rs. 10/- each for every 2 (Two) existing equity shares of ₹ 10/- each to the eligible members whose names appeared in the register of members/list of beneficial owners as on 07 June 2022, i.e., record date. Accordingly, earnings per share of comparative periods presented has been calculated based on number of shares outstanding in respective periods, as increased for issuance of bonus shares.
7. The Company during the quarter ended 30 June 2022 has written off and impaired some of the plant and equipment, primarily used in production of beverages in returnable glass bottles, amounting to ₹ 256.19 million and ₹ 62.05 million respectively, based on the detailed evaluation of capacity utilisation during the peak season and also considering the future requirements based on change in consumer preferences.
8. The Company had made an assessment of the impact of Ordinance and decided to continue with the existing tax structure until utilisation of accumulated minimum alternative tax (MAT) credit and expiry of other tax benefits/holidays available. The company has decided to opt for the new tax regime u/s 115 BAB of the Income Tax Act, 1961 w.e.f. Assessment year 2023-24 after utilisation of all unutilized Minimum Alternate Tax credit and other tax benefits/holidays available and hence the tax provision for the quarter has been done accordingly.
9. The Board of Directors have approved a payment of interim dividend of ₹ 2.50 (Rupees two and paise fifty only) per equity share of the face value of ₹ 10 each.

For and on behalf of Board of Directors of
Varun Beverages Limited




Raj Gandhi
Whole Time Director

Place : Gurugram
Dated : 01 August 2022

Independent Auditor's Review Report on Consolidated Unaudited 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 (as amended)

To the Board of Directors of Varun Beverages Limited

1. We have reviewed the accompanying statement of unaudited consolidated financial results ('the Statement') of Varun Beverages Limited ('the Holding Company') and its subsidiaries (the Holding Company and its subsidiaries together referred to as 'the Group') (refer Annexure 1 for the list of subsidiaries included in the Statement) for the quarter ended 30 June 2022 and the consolidated year to date results for the period 01 January 2022 to 30 June 2022, being submitted by the Holding Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended), including relevant circulars issued by the SEBI from time to time.
2. This Statement, which is the responsibility of the Holding Company's management and approved by the Holding Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, Interim Financial Reporting ('Ind AS 34'), prescribed under section 133 of the Companies Act, 2013 ('the Act'), and other accounting principles generally accepted in India and is in compliance with the presentation and disclosure requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended), including relevant circulars issued by the SEBI from time to time. 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. 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 the Standards on Auditing specified under section 143(10) of the Act, 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.

We also performed procedures in accordance with the SEBI Circular CIR/CFD/CMD1/44/2019 dated 29 March 2019 issued by the SEBI under Regulation 33 (8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended), to the extent applicable.

4. Based on our review conducted and procedures performed as stated in paragraph 3 above and upon consideration of the review reports of other auditors referred to in paragraph 5 below, 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 Ind AS 34, prescribed under section 133 of the Act, and other accounting principles generally accepted in India, 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 (as amended), including the manner in which it is to be disclosed, or that it contains any material misstatement.

Independent Auditor's Review Report on Consolidated Unaudited 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 (as amended)

5. We did not review the interim financial results of eight subsidiaries included in the Statement, whose financial information reflects total assets of ₹ 24,226.91 million as at 30 June 2022, and total revenues of ₹ 7,757.75 million and ₹ 15,549.55 million, total net profit after tax of ₹ 911.31 million and ₹ 1,783.99 million, total comprehensive income of ₹ 909.97 million and ₹ 1,783.60 million, for the quarter and year-to-date period ended on 30 June 2022, respectively, and cash flows(net) of ₹ 227.65 million for the period ended 30 June 2022, as considered in the Statement. These interim financial results have been reviewed by other auditors whose review reports have been furnished to us by the management, and our conclusion in so far as it relates to the amounts and disclosures included in respect of these subsidiaries is based solely on the review reports of such other auditors and the procedures performed by us as stated in paragraph 3 above.

Our conclusion is not modified in respect of this matter with respect to our reliance on the work done by and the reports of the other auditors.

For Walker Chandiok & Co LLP
Chartered Accountants
Firm Registration No: 001076N/N500013

Ashish Gupta
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by Ashish Gupta
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Ashish Gupta
Partner
Membership No.: 504662
UDIN: 22504662ANYXTL5890

Place: New Delhi
Date: 01 August 2022

L-41, Connaught Place,
New Delhi 110001

For O P Bagla & Co LLP
Chartered Accountants
Firm Registration No: 000018N/N500091

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Neeraj Kumar Agarwal
Partner
Membership No.: 094155
UDIN: 22094155ANYDYDI9796

Place: Gurugram
Date: 01 August 2022

B-225, 5th Floor, Okhla Industrial Area,
Phase 1, New Delhi 110020

Independent Auditor's Review Report on Consolidated Unaudited 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 (as amended)

Annexure 1

List of entities included in the Statement

Holding Company

1. Varun Beverages Limited

Subsidiaries

1. Varun Beverages (Nepal) Private Limited
2. Varun Beverages (Lanka) Private Limited
3. Ole Spring Bottlers (Private) Limited
4. Varun Beverages Morocco SA
5. Varun Beverages (Zambia) Limited
6. Varun Beverages (Zimbabwe) (Private) Limited
7. Lunarmech Technologies Private Limited
8. Varun Beverages RDC SAS
9. Varun Beverages International DMCC

Independent Auditor's Review Report on Standalone Unaudited 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 (as amended)

To the Board of Directors of Varun Beverage Limited

1. We have reviewed the accompanying statement of standalone unaudited financial results ('the Statement') of Varun Beverages Limited ('the Company') for the quarter ended 30 June 2022 and the year to date results for the period 01 January 2022 to 30 June 2022, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended), including relevant circulars issued by the SEBI from time to time.
2. The 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, Interim Financial Reporting ('Ind AS 34'), prescribed under section 133 of the Companies Act, 2013 ('the Act'), and other accounting principles generally accepted in India and is in compliance with the presentation and disclosure requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended), including relevant circulars issued by the SEBI from time to time. 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. 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 the Standards on Auditing specified under section 143(10) of the Act, 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 Ind AS 34, prescribed under section 133 of the Act, and other accounting principles generally accepted in India, 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 (as amended), including the manner in which it is to be disclosed, or that it contains any material misstatement.

For Walker Chandiook & Co LLP
Chartered Accountants
Firm Registration No: 001076N/N500013

Ashish Gupta
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Ashish Gupta
Partner
Membership No.: 504662
UDIN: 22504662ANYXTG6236

Place: New Delhi
Date: 01 August 2022

L-41, Connaught Place,
New Delhi 110001

For O P Bagla & Co LLP
Chartered Accountants
Firm Registration No: 000018N/N500091

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Neeraj Kumar Agarwal
Partner
Membership No.: 094155
UDIN: 22094155ANYyce5612

Place: Gurugram
Date: 01 August 2022

B-225, 5th Floor, Okhla Industrial Area,
Phase 1, New Delhi 110020