



October 25, 2019

To,

National Stock Exchange of India Limited Exchange Plaza, Plot No. C/1, G Block, Bandra Kurla Complex, Bandra (East) Mumbai-400051, NSE Code- V2RETAIL	BSE Limited 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 half year and quarter ended September 30, 2019.

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 half year and quarter ended September 30, 2019. The same is considered and approved by the board of directors of the company at the board meeting held on Friday, October 25, 2019 at 2:00 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



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Jacaranda Marg, DLF Phase II
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Independent Auditor's Review Report on 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 V2 Retail Limited

1. We have reviewed the accompanying statement of unaudited financial results ('the Statement') of V2 Retail Limited ('the Company') for the quarter ended 30 September 2019 and the year to date results for the period 1 April 2019 to 30 September 2019, 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. Attention is drawn to the fact that the cash flow figures for the corresponding six months period ended 30 September 2018 have been approved by the Company's Board of Directors, but have not been subjected to audit or review.
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'), SEBI Circular CIR/CFD/FAC/62/2016 dated 5 July 2016, (hereinafter referred to as 'the SEBI Circular'), 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. 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.



Chartered Accountants

Offices in Bengaluru, Chandigarh, Chennai, Gurugram, Hyderabad, Kochi, Kolkata, Mumbai, New Delhi, Noida and Pune

Walker Chandio & Co LLP is registered with limited liability with identification number AAC-2095 and its registered office at L-41 Connaught Circus, New Delhi, 110001, India

4. As stated in Note 5 to the accompanying financial results, the Company's other equity as at 30 September 2019 includes an amount of Rs. 365.36 lakh 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 financial results. This matter was also modified in our audit report on the financial results for the year ended 31 March 2019 and review report for the three months period ended 30 June 2019.
5. As stated in Note 6 to the accompanying financial results, the Company's contingent liabilities as at 30 September 2019 include an amount of Rs. 2,455.18 lakh 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 total liabilities and profit as at the period then ended. This matter was also modified in our audit report on the financial results for the year ended 31 March 2019 and review report for the three months period ended 30 June 2019.
6. Based on our review conducted as above, except for the possible effects of the matters described in previous paragraphs 4 and 5 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, the SEBI Circular(s), 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 ChandioK & Co LLP

Chartered Accountants

Firm Registration No: 001076N/N500013

Rohit Arora

Rohit Arora

Partner

Membership No. 504779

UDIN: 19504774 AAAABU9447



Place: New Delhi

Date: 25 October 2019



V2 Retail Limited

V2 Retail Limited
Statement of unaudited financial results for the quarter and six months ended 30 September 2019

Particulars	Quarter ended			Period ended		
	30 September 2019	30 June 2019	30 September 2018	30 September 2019	30 September 2018	31 March 2019
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1 Revenue						
(a) Revenue from operations	15,068.08	20,234.87	15,567.31	35,302.95	34,342.72	74,841.94
(b) Other income	17.12	15.24	514.32	32.36	593.06	989.08
Total revenue	15,085.20	20,250.11	16,081.63	35,335.31	34,935.78	75,831.02
2 Expenses						
(a) Purchase of stock-in-trade	13,050.35	11,164.76	15,742.19	24,215.11	32,873.89	61,675.99
(b) Changes in inventories of stock-in-trade	(2,158.43)	3,161.10	(4,807.55)	1,002.66	(9,459.62)	(11,045.18)
(c) Employee benefits expense	1,555.15	1,559.54	2,025.96	3,114.69	3,765.65	7,482.18
(d) Finance costs (refer note 7)	810.06	737.83	11.29	1,547.89	11.29	65.99
(e) Depreciation and amortisation expense (refer note 7)	1,339.90	1,263.98	350.10	2,603.89	638.05	1,442.32
(f) Other expenses (refer note 7)	1,456.11	1,590.44	3,398.34	3,046.55	5,965.13	12,042.80
Total expenses	16,053.14	19,477.65	16,720.33	35,530.79	33,794.39	71,664.10
3 Profit before tax and exceptional items (1-2)	(967.94)	772.46	(638.70)	(195.48)	1,141.39	4,166.92
4 Exceptional items (refer note 6)	-	-	2,530.00	-	2,530.00	2,661.89
5 (Loss)/profit before tax (3-4)	(967.94)	772.46	(3,168.70)	(195.48)	(1,388.61)	1,505.03
6 Tax expense						
(a) Current tax	-	-	-	-	-	76.05
(b) Deferred tax (refer note 7 and 8)	76.67	(372.08)	(1,315.80)	(295.40)	(658.55)	(620.31)
Total tax expense/(credit)	76.67	(372.08)	(1,315.80)	(295.40)	(658.55)	(544.26)
7 (Loss)/profit for the period (5-6)	(1,044.61)	1,144.54	(1,852.90)	99.92	(730.06)	2,049.29
8 Other comprehensive income						
A (i) Items that will not be reclassified to the statement of profit and loss	(6.59)	(13.73)	(3.16)	(20.32)	(5.92)	(9.86)
(ii) Income tax relating to items that will not be reclassified to the statement of profit and loss	0.41	4.80	1.10	5.21	2.07	3.44
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	-	-	-	-	-	-
Total other comprehensive income	(6.18)	(8.93)	(2.06)	(15.11)	(3.85)	(6.42)
9 Total comprehensive income for the period (comprising (loss)/profit and other comprehensive income for the period) (7+8)	(1,050.79)	1,135.61	(1,854.96)	84.81	(733.91)	2,042.87
10 Paid-up equity share capital (face value of Rs. 10 each)	3,407.40	3,407.40	3,407.40	3,407.40	3,407.40	3,407.40
11 Other equity as per balance sheet						26,128.36
12 Earnings per share (face value of Rs. 10 each) (not annualised):						
(a) Basic	(3.07)	3.36	(5.44)	0.29	(2.14)	6.02
(b) Diluted	(3.07)	3.36	(5.44)	0.29	(2.14)	6.02



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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
• E-mail : customercare@vrl.net.in, cs@vrl.net.in • Website: www.v2retail.com • CIN : L74999DL2001PLC147724

Notes:

1. The Unaudited Financial Results, Balance Sheet and Cash Flow Statement were reviewed by the Audit Committee and approved by the Board of Directors of the Company at the meeting held on 25 October 2019. The statutory auditors have carried out limited review for the quarter and period ended 30 September 2019 and have issued a modified review report.

2. The above financial results have been prepared in accordance with the recognition and measurement principles of the Indian Accounting Standards ("Ind AS") as notified under the Companies (Indian Accounting Standards) Rules, 2015 as specified under section 133 of the Companies Act, 2013.

3. The Company's primary business segment is reflected based on principal business activities carried on by the Company. As per Ind AS 108, Operating Segments, the Company operates in one reportable business segment i.e., retail trade and is primarily operating in India and hence, considered as single geographical segment.

4. The Company restructured its business in the financial year 2010-11 resulting in creation of Capital Reserve amounting to Rs. 60,523.24 lakh. The aforementioned reserve has been reconciled except for Rs. 365.36 lakh which the Company is in the process of reconciling. However, the management believes that there is no impact of the same on statement of profit and loss.

5. Out of contingent liabilities existing as at 30 September 2019, certain liabilities aggregating to Rs. 2,455.18 lakh 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.

6. Exceptional items amounting to Rs. 2,661.89 lakh for the year ended 31 March 2019 represents one time settlement amount which the Company has paid to the lenders for relinquishing their Right of Recompense (ROR) for the sacrifices made by them in Financial year 2010-2011 under the Corporate Debt Restructuring (CDR) package vide Master Restructuring Agreement (MRA) entered into in November, 2010.

7. Ind AS 116 - Leases, has become applicable effective annual reporting period beginning 1 April 2019. The Company has adopted the standard beginning 1 April 2019, using the modified retrospective approach for transition. Accordingly, the Company has not restated the comparative information, instead the cumulative effect of initially applying the standard has been recognised as an adjustment to the opening balance of retained earnings as on 1 April 2019. This has resulted in recognising (including reclassification from other assets) a "Right of use asset" of Rs. 26,501.43 lakh and a corresponding "Lease liability" of Rs. 30,079.05 lakh by adjusting retained earnings net of taxes of Rs. 2,632.39 lakh (including impact of "Deferred tax asset" created of Rs. 1,413.95 lakh) as at 1 April 2019. In respect of leases that were classified as operating leases on applying Ind AS 17, Rs. 458.72 lakh has been reclassified from "Other assets" to "Right of use asset". Also the Company has elected not to apply the requirements of Ind AS 116 to short-term leases and leases for which the underlying asset is of low value.

Consequently in the statement of profit and loss for the current period, the nature of expenses in respect of operating leases has changed from lease "Rent"/"Other expenses" in previous period to "Depreciation and amortisation expense" for the right of use assets and "Finance cost" for interest accrued on lease liability. As a result the "Rent"/"Other expense", "Depreciation and amortisation expense" and "Finance cost" for the period is not comparable to the earlier periods. This has also resulted in change in cash flow from operating activities and financing activities for relevant expenses.

To the extent the performance of the current period is not comparable with previous period results, the reconciliation of above effect on statement of profit and loss for the quarter and six months ended 30 September 2019 are as under:

(Rs. In Lakh)			
Adjustment to increase/(decrease) in net profit	Quarter ended 30 September 2019 comparable basis	Changes due to Ind AS 116 increase/(decrease)	Quarter ended 30 September 2019 as reported
Other expenses	2,667.33	(1,211.22)	1,456.11
Depreciation and amortisation expense	425.25	914.65	1,339.90
Finance cost	99.41	710.65	810.06
Profit before tax	(553.86)	(414.08)	(967.94)
Less: Tax expense/(credit)	182.78	(106.11)	76.67
Profit after tax	(736.64)	(307.97)	(1,044.61)

(Rs. In Lakh)			
Adjustment to increase/(decrease) in net profit	Six months ended 30 September 2019 comparable basis	Changes due to Ind AS 116 increase/(decrease)	Six months ended 30 September 2019 as reported
Other expenses	5,481.07	(2,434.52)	3,046.55
Depreciation and amortisation expense	646.90	1,756.99	2,603.89
Finance cost	125.48	1,422.41	1,547.89
Profit before tax	549.40	(744.88)	(195.48)
Less: Tax expense/(credit)*	(104.52)	(190.88)	(295.40)
Profit after tax	653.92	(554.00)	99.92

* including impact of remeasurement of deferred tax asset recognised on applying Ind AS 116 as on 1 April 2019 consequent to exercise of option of new tax rates (Refer note 8)

8. The Company has exercised the option permitted under Section 115BAA of the Income-tax Act, 1961 as introduced by the Taxation Laws (Amendment) Ordinance, 2019. Accordingly, the Deferred Tax Liabilities (net) as at 31 March 2019 and estimate of tax expense for the year ended 31 March 2020 have been re-measured. The resultant impact is being recognised over the current and the remaining quarters of the financial year. Consequently, tax expense for the current quarter and six months ended 30 September 2019 includes a charge of INR 416.38 lakh.

Place: New Delhi
Date: 25 October 2019

For and on behalf of the Board of Directors

Ram Chandra Agarwal
Ram Chandra Agarwal
Chairman & Managing Director
DIN: 60491685

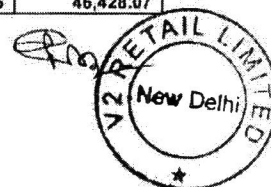


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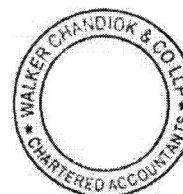


V2 Retail Limited
Statement of assets and liabilities as at 30 September 2019

Particulars	(Rs. in Lakh)	
	As at: 30 September 2019 (Unaudited)	As at 31 March 2019 (Audited)
ASSETS		
Non-current assets		
a) Property, plant and equipment	9,448.00	9,765.78
b) Capital work-in-progress	59.41	-
c) Right of use assets	26,160.58	-
d) Other intangible assets	164.72	205.44
e) Intangible assets under development	411.47	411.47
f) Financial assets		
i) Loans	566.44	483.00
ii) Other financial assets	162.36	158.36
g) Deferred tax assets (net)	2,436.51	1,099.00
h) Income tax assets (net)	153.90	166.50
i) Other non-current assets	1,748.19	2,193.78
Total non-current assets	41,311.58	14,483.33
Current assets		
a) Inventories	26,098.41	27,107.89
b) Financial assets		
i) Cash and cash equivalents	727.23	828.52
ii) Other financial assets	100.19	103.35
c) Other current assets	3,565.16	2,660.99
Total current assets	30,490.99	30,700.75
Assets classified as held for sale	1,243.99	1,243.99
TOTAL ASSETS	73,046.56	46,428.07
EQUITY AND LIABILITIES		
a) Equity share capital	3,407.40	3,407.40
b) Other equity	23,709.48	26,128.36
Total equity	27,116.88	29,535.76
Non-current liabilities		
a) Financial liabilities		
i) Borrowings	77.32	100.93
ii) Lease liability	27,831.84	-
iii) Other financial liabilities	10.97	11.04
b) Provisions	191.02	165.57
c) Other non-current liabilities	-	446.41
Total non-current liabilities	28,111.15	723.95
Current liabilities		
a) Financial liabilities		
i) Borrowings	3,412.44	931.20
ii) Lease liability	2,559.66	-
iii) Trade payables		
(a) Total outstanding dues of micro enterprises and small enterprises	244.07	342.42
(b) Total outstanding dues of creditors other than micro enterprises and small enterprises	9,507.89	13,596.06
iv) Other financial liabilities	205.85	192.31
b) Provisions	132.75	100.10
c) Other current liabilities	127.66	196.27
Total current liabilities	16,190.32	15,358.36
Liabilities directly associated with assets classified as held for sale	1,628.21	810.00
TOTAL EQUITY AND LIABILITIES	73,046.56	46,428.07



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V2 Retail Limited
Statement of Unaudited Cash flow for the period ended 30 September 2019
(Rs. in Lakh)

	Half year ended 30 September 2019	Half year ended 30 September 2018
A. Cash flow from operating activities		
Profit before tax	(195.48)	(1,388.61)
Adjustments for:		
Depreciation and amortisation expense	2,603.89	638.05
Gain on investments carried at fair value through profit or loss (net)	-	(459.70)
Gain on sale of investments (net)	-	(108.28)
Interest income	(31.12)	(25.07)
Finance charges	1,547.89	11.29
Share based payments expense	13.76	205.55
Operating profit/(loss) before working capital changes	3,938.94	(1,126.77)
Movement in working capital		
Movement in trade payables	(4,186.55)	3,482.07
Movement in trade receivables	-	(4.04)
Movement in provisions	37.78	38.21
Movement in other liabilities	(23.08)	3,332.51
Movement in inventories	1,009.48	(9,459.62)
Movement in loans and advances	(133.94)	(105.24)
Movement in other financial assets	(65.04)	(481.13)
Movement in other assets	(904.16)	(3,220.39)
Cash flow used in operating activities post working capital changes	(326.57)	(7,544.40)
Income tax paid (net)	12.60	(0.31)
Net cash flow used in operating activities (A)	(313.97)	(7,544.71)
B. Cash flows from investing activities		
Purchase of property, plant and equipment (including capital work-in-progress and payable towards property, plant and equipment)	(579.77)	(3,417.74)
Purchase of intangible assets	-	(33.22)
Proceeds from sale of investments	-	9,533.29
Proceeds with respect to assets classified as held for sale	818.21	160.00
Interest received	31.12	25.07
Net cash flow from investing activities (B)	269.56	6,267.40
C. Cash flows from financing activities		
Proceeds from issuance of equity share	-	15.13
Proceeds from borrowings (net)	2,378.60	-
Payment of lease liability	(2,434.53)	-
Proceeds from inter corporate deposits (net)	81.00	1,502.98
Interest paid	(81.95)	(11.29)
Net cash flow (used in)/from financing activities (C)	(56.88)	1,506.82
Net (decrease)/increase in cash and cash equivalents (A+B+C)	(101.29)	229.51
Cash and cash equivalents at the beginning of the period	828.52	476.89
Cash and cash equivalents at the end of the period	727.23	706.40
Components of cash and cash equivalents at the end of the period		
Cash in hand	266.05	376.97
Cash management services (CMS) receivables	0.55	0.20
Balance with banks:		
-in current accounts	460.63	329.23
Total	727.23	706.40

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