



Vardhman

Delivering Excellence. Since 1965.

VARDHMAN TEXTILES LIMITED

CHANDIGARH ROAD
LUDHIANA-141010, PUNJAB
T: +91-161-2228943-48
F: +91-161-2601 048
E: secretarial.lud@vardhman.com

Ref. VTXL:SCY:OCT:2023-24

Dated: 31-Oct-2023

BSE Limited,
New Trading Ring,
Rotunda Building, P.J. Towers,
Dalal Street, MUMBAI-400001
Scrip Code: 502986 (EQUITY)
: 974686 (NCDs)

SUB: DISCLOSURE UNDER REGULATION 30, 33 & 52 OF THE SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015.

Dear Sir,

Pursuant to Regulation 30 read with Part A of Schedule III, Regulation 33 & 52 of SEBI (Listing Obligations and Disclosure Requirements), Regulations 2015, we are enclosing herewith Un-Audited Financial Results of the Company for the quarter/ half-year ended 30th September, 2023 together with Limited Review Report as approved by Board of Directors in its meeting held on 31st October, 2023.

Further, this is to inform you that for the quarter ended 30th September, 2023, there are no outstanding Secured Non-Convertible Debenture. As such, the Company is not required to submit Security Cover Certificate pursuant to Regulation 54 of SEBI (Listing Obligations and Disclosure Requirements), Regulations 2015.

The meeting of the Board of Directors commenced at 10:00 a.m. and concluded at 11:40 a.m.

Kindly take the same on record.

Thanking you,

Yours faithfully,
For VARDHMAN TEXTILES LIMITED

(SANJAY GUPTA)
Company Secretary

YARNS | FABRICS | GARMENTS | THREADS | FIBRES | STEELS

PAN NO.: AABCM4692E CIN: LI7111PBI973PLC003345
WWW.VARDHMAN.COM

VARDHMAN TEXTILES LIMITED

Registered Office : Chandigarh Road, Ludhiana-141010

Standalone Unaudited Financial Results for the quarter and half year ended September 30, 2023

Corporate Identity Number (CIN): L17111PB1973PLC003345, PAN: AABCM4692E

Website:www.vardhman.com Email: secretarial.lud@vardhman.com

(Rs. In Crores)

| S.No. | Particulars | Quarter Ended September 30, 2023 | Quarter Ended June 30, 2023 | Quarter Ended September 30, 2022 | Half Year ended September 30, 2023 | Half Year ended September 30, 2022 | Year Ended March 31, 2023 |
|--------------|---|--|--------------------------------|-------------------------------------|--|--|------------------------------|
| | | Unaudited | Unaudited | Unaudited | Unaudited | Unaudited | Audited |
| I. | Revenue from operations | 2,334.05 | 2,262.61 | 2,387.48 | 4,596.66 | 5,118.49 | 9,840.79 |
| II. | Other income | 90.62 | 92.10 | 29.37 | 182.72 | 51.67 | 192.80 |
| III. | Total income from operations (I+II) | 2,424.67 | 2,354.71 | 2,416.85 | 4,779.38 | 5,170.16 | 10,033.59 |
| IV. | Expenses | | | | | | |
| | Cost of materials consumed | 1,359.91 | 1,361.82 | 1,397.44 | 2,721.73 | 2,959.34 | 5,765.98 |
| | Purchase of stock- in trade | 0.17 | 0.23 | 0.10 | 0.40 | 0.10 | 0.14 |
| | Change in inventories of finished goods and works -in progress | 51.57 | 23.28 | (44.85) | 74.85 | (140.92) | 9.34 |
| | Employee benefits expense | 199.40 | 191.50 | 187.53 | 390.90 | 373.86 | 749.98 |
| | Finance cost | 21.95 | 32.31 | 24.80 | 54.26 | 50.97 | 101.86 |
| | Depreciation and amortisation expense | 102.29 | 103.27 | 97.38 | 205.56 | 189.16 | 388.95 |
| | Other expenses | 522.87 | 468.00 | 498.15 | 990.87 | 1,066.13 | 2,030.30 |
| | Total Expenses | 2,258.16 | 2,180.41 | 2,160.55 | 4,438.57 | 4,498.64 | 9,046.55 |
| V. | Profit before tax (III-IV) | 166.51 | 174.30 | 256.30 | 340.81 | 671.52 | 987.04 |
| VI. | Tax expense | | | | | | |
| | Current tax | 32.55 | 40.64 | 55.23 | 73.19 | 154.09 | 224.98 |
| | Deferred tax | 5.51 | 2.23 | 6.33 | 7.74 | 9.34 | 12.99 |
| VII. | Profit after tax (V-VI) | 128.45 | 131.43 | 194.74 | 259.88 | 508.09 | 749.07 |
| VIII. | Other Comprehensive Income | | | | | | |
| | Items that will not be reclassified to profit or loss | | | | | | |
| | (a) (i) Remeasurements of the defined benefits plans | - | - | - | - | - | 3.52 |
| | (ii) Income tax relating to items that will not be reclassified to profit or loss | - | - | - | - | - | (0.89) |
| | (b) (i) Equity instruments through other comprehensive income | - | - | - | - | - | 0.17 |
| | (ii) Income tax relating to items that will not be reclassified to profit or loss | - | - | - | - | - | (0.04) |
| | Total Other Comprehensive Income | - | - | - | - | - | 2.76 |
| IX. | Total Comprehensive income (VII+VIII) | 128.45 | 131.43 | 194.74 | 259.88 | 508.09 | 751.83 |
| X. | Earnings Per Share (in Rs.) | | | | | | |
| | (not annualized except for the year ended March 31, 2023) | | | | | | |
| | (a) Basic | 4.44 | 4.55 | 6.74 | 8.99 | 17.58 | 25.91 |
| | (b) Diluted | 4.44 | 4.55 | 6.73 | 8.99 | 17.57 | 25.90 |
| XI. | Paid up Equity Share Capital (Face value per share Rs.2) | 57.83 | 57.83 | 57.82 | 57.83 | 57.82 | 57.82 |
| XII. | Paid up Debt Capital * | 150.00 | 150.00 | 195.00 | 150.00 | 195.00 | 345.00 |
| XIII. | Other Equity | 8,496.76 | 8,367.79 | 7,992.08 | 8,496.76 | 7,992.08 | 8,236.17 |

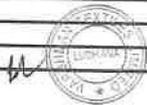
* Paid up Debt Capital comprises of listed debentures only.



VARDHMAN TEXTILES LIMITED
Regd. Office : Chandigarh Road, Ludhiana-141010
Standalone Unaudited Balance Sheet as at September 30, 2023

(Rs. In Crores)

| Sr. No. | Particulars | As at | As at |
|----------|---|--------------------|------------------|
| | | September 30 ,2023 | March 31 ,2023 |
| | | Unaudited | Audited |
| | ASSETS | | |
| 1 | Non-current assets | | |
| | (a) Property, plant and equipment | 3,757.67 | 3,870.76 |
| | (b) Right of Use Asset | 8.50 | 8.37 |
| | (c) Capital work-in-progress | 36.68 | 47.09 |
| | (d) Intangible assets | 1.45 | 1.37 |
| | (e) Financial assets | | |
| | -Investments | 1209.18 | 1,225.27 |
| | -Loans | 1.13 | 1.25 |
| | -Other financial assets | 15.97 | 39.03 |
| | (f) Income tax asset (net) | 39.76 | 23.73 |
| | (g) Other non-current assets | 80.43 | 85.87 |
| | Total Non-current assets | 5,150.77 | 5,302.74 |
| 2 | Current assets | | |
| | (a) Inventories | 2,168.24 | 2,312.16 |
| | (b) Financial assets | | |
| | -Investments | 1,462.70 | 1,021.25 |
| | -Trade receivables | 1,143.37 | 1,179.08 |
| | -Cash and cash equivalents | 10.60 | 74.66 |
| | -Bank Balance other than above | 325.13 | 295.58 |
| | -Loans | 4.09 | 2.51 |
| | -Other financial assets | 81.13 | 28.74 |
| | (c) Other current assets | 639.64 | 644.00 |
| | (d) Assets held-for-sale | - | 0.16 |
| | Total current assets | 5,834.90 | 5,558.14 |
| | Total Assets | 10,985.67 | 10,860.88 |
| | EQUITY AND LIABILITIES | | |
| | Equity | | |
| | (a) Equity share capital | 57.83 | 57.82 |
| | (b) Other equity | 8,496.76 | 8,236.17 |
| | Total equity | 8,554.59 | 8,293.99 |
| 1 | Liabilities | | |
| | Non-current liabilities | | |
| | (a) Financial liabilities | | |
| | -Borrowings | 903.99 | 931.35 |
| | -Lease liability | 0.18 | 0.17 |
| | -Other financial liabilities | 3.70 | 3.50 |
| | (b) Provisions | 16.12 | 16.95 |
| | (c) Deferred tax liabilities (net) | 250.54 | 242.81 |
| | (d) Other non-current liabilities | 13.83 | 14.80 |
| | Total Non-current liabilities | 1,188.36 | 1,209.58 |
| 2 | Current liabilities | | |
| | (a) Financial Liabilities | | |
| | -Borrowings | 613.29 | 745.76 |
| | -Trade payables | | |
| | (i) Total outstanding dues of micro enterprises and small enterprises | 24.17 | 23.33 |
| | (ii) Total outstanding dues of trade payables other than micro enterprises and small enterprises. | 295.50 | 283.92 |
| | -Other financial liabilities | 213.10 | 198.55 |
| | (b) Other current liabilities | 66.96 | 85.96 |
| | (c) Provisions | 6.51 | 3.29 |
| | (d) Current tax liabilities (net) | 23.19 | 16.50 |
| | Total Current liabilities | 1,242.72 | 1,357.31 |
| | Total Equity and Liabilities | 10,985.67 | 10,860.88 |



VARDHMAN TEXTILES LIMITED

Regd. Office : Chandigarh Road, Ludhiana-141010

Standalone Unaudited Cash Flow Statement for the half year ended September 30, 2023

(Rs. In Crores)

| Particulars | Half Year ended September 30, 2023 | Half Year ended September 30, 2022 |
|---|---------------------------------------|---------------------------------------|
| | Unaudited | Unaudited |
| A CASH FLOW FROM OPERATING ACTIVITIES | | |
| Profit before tax | 340.81 | 671.52 |
| <u>Adjustments for:-</u> | | |
| Finance costs | 47.89 | 42.93 |
| Fair valuation loss / (gain) on investment | (63.75) | 0.18 |
| Subsidy from Government | (0.78) | (0.85) |
| Interest income | (41.45) | (10.13) |
| Dividend on investments | (8.00) | (4.24) |
| Net gain on sale / discarding of property, plant and equipment | (4.80) | (3.25) |
| Profit on sale of Investments (Net) | (8.65) | (9.56) |
| Provision no longer required written back (net) | (9.14) | (0.18) |
| Assets written off | 0.01 | 0.06 |
| Bad debt written off | - | 0.01 |
| Allowances for doubtful trade receivables and advances written back (net) | - | 0.60 |
| Depreciation and amortisation | 205.56 | 189.16 |
| Changes in working capital: | | |
| <u>Adjustments for (increase) / decrease in operating assets :-</u> | | |
| Trade receivables | 35.70 | 188.42 |
| Inventories | 143.92 | 554.92 |
| Loans | (1.46) | (1.59) |
| Other assets (Current) | 4.36 | 38.03 |
| Others financial assets (Current) | (40.41) | 121.18 |
| Others financial assets (Non Current) | 0.05 | 0.11 |
| Other assets (Non-current) | (2.64) | (5.88) |
| <u>Adjustments for increase / (decrease) in operating liabilities :-</u> | | |
| Trade payables | 21.56 | 33.65 |
| Provisions (Non Current) | (0.83) | 0.12 |
| Provisions (Current) | 3.20 | 1.94 |
| Others financial liabilities (Current) | 28.47 | 16.42 |
| Others financial liabilities (Non-Current) | 0.21 | (0.70) |
| Other liabilities (Non-current) | (0.25) | (0.38) |
| Other liabilities (Current) | (18.45) | (49.94) |
| Cash generated from operating activities before taxes | 631.13 | 1,772.55 |
| Income taxes paid (net of refund received) | (54.77) | (89.07) |
| Net cash generated from operating activities | 576.36 | 1,683.48 |
| B CASH FLOW FROM INVESTING ACTIVITIES | | |
| Purchase of investments | (352.96) | (961.60) |
| Proceeds from sale of Investments (non-current) | - | 364.64 |
| Interest received | 3.95 | (6.55) |
| Payment for purchase of property, plant and equipment, capital work in progress and other intangible assets | (83.07) | (424.96) |
| Bank balances not considered as cash and cash equivalents | (8.78) | (206.97) |
| Proceeds from disposal of property, plant and equipment | 5.38 | 4.63 |
| Dividend from subsidiaries, associates and other investments | 8.00 | 4.24 |
| Net cash used in investing activities | (427.48) | (1,226.57) |
| C CASH FLOW FROM FINANCING ACTIVITIES | | |
| Proceeds from equity share capital/share application | 0.74 | 2.67 |
| Proceeds from borrowings (non-current) | 20.68 | 215.87 |
| Repayment of borrowings (non-current) | (214.78) | (380.64) |
| Proceeds/(Repayment) of borrowings (current) (net) | 34.27 | (278.39) |
| Dividends on equity share capital paid | (0.49) | (0.04) |
| Finance costs paid | (53.36) | (58.89) |
| Net cash used in financing activities | (212.94) | (499.42) |
| Net decrease in cash and cash equivalents | (64.06) | (42.51) |
| Cash and cash equivalents at the beginning of the year | 74.66 | 62.06 |
| Cash and cash equivalents at the end of the period | 10.60 | 19.55 |



VARDHMAN TEXTILES LIMITED**Registered Office : Chandigarh Road, Ludhiana-141010****Notes to Unaudited Standalone Financial Results:**

- The Financial Results has been prepared in accordance with the recognition and measurement principles as laid down in the Indian Accounting Standards ("Ind AS") 34 "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and requirements of Regulation 33 and Regulation 52 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 as amended.
- The Company is primarily in the business of manufacturing and sales of textile products (i.e., Yarns and Fabrics). The Chief Operating Decision Maker (CODM), the Chairman & Managing Director, performs a detailed review of the operating results, take decisions about the allocation of resources based on the analysis of the various performance indicators of the Company as a whole. Therefore, there is only one operating segment namely, "Textiles".
- The Company had issued unsecured, rated listed Redeemable Non-convertible Debentures ('NCDs') aggregating to Rs. 150.00 Crores for cash at par on private placement basis on March 20, 2023. The NCDs are listed at the Bombay Stock Exchange of India (BSE) and repayable on March 27, 2024 and have a yield of 7.70% per annum payable at the time of maturity of NCDs. Proceeds from issue have been fully utilised by the company for the purpose for which these NCDs were raised.

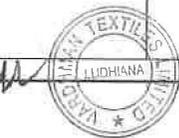
CRISIL has assigned a rating of AA+ with Stable outlook to the said NCDs of the Company on March 03, 2023.

- The Company is carrying stock of cotton and hence it is thought prudent to hedge the same partially against price fluctuation. Accordingly, the Company had entered into derivative contracts at an international Commodity Exchange. 'Other Expenses' / 'Other Income' include below mentioned amounts on these derivative contracts:

| Particulars | (Rs. in crores) | | | | | |
|---|--|--------------------------------|--|--|--|------------------------------|
| | Quarter Ended September 30, 2023 | Quarter Ended June 30, 2023 | Quarter Ended September 30, 2022 | Half Year ended September 30, 2023 | Half Year ended September 30, 2022 | Year Ended March 31, 2023 |
| Cotton hedging derivative loss/ (gain) (including marked to market gain/loss) | 17.94 | 0.15 | (2.22) | 18.09 | 38.97 | 40.77 |

- The Code on Social Security 2020 had been notified in the Official Gazette on September 29, 2020. The effective date from which the changes are applicable is yet to be notified and the rules are yet to be framed. Impact, if any, of the change will be assessed and accounted in the period in which said Code becomes effective and the rules framed thereunder are published.
- During the half year ended September 30, 2023, the Company has issued 15,500 equity shares having face value of Rs.2 under Employee Stock Options Scheme. As a result of above, the paid up equity share capital of the Company has increased from Rs. 57.82 crores to Rs. 57.83 crores.
- Relevant information as required pursuant to regulation 52(4) of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, in respect of Non Convertible Debentures, are as follows:

| (a) S.No. | Particulars | Quarter Ended September 30, 2023 | Quarter Ended June 30, 2023 | Quarter Ended September 30, 2022 | Half Year ended September 30, 2023 | Half Year ended September 30, 2022 | Year Ended March 31, 2023 |
|-----------|---|--|--------------------------------|--|--|--|------------------------------|
| | | Unaudited | Unaudited | Unaudited | Unaudited | Unaudited | Audited |
| (i) | Operating Margin (%) (Earning Before Interest, Tax, Depreciation and Amortisation (EBITDA)/ Total Income from Operations) | 11.99% | 13.16% | 15.66% | 12.57% | 17.63% | 14.73% |
| (ii) | Net Profit Margin (%) (Net Profit after tax/ Total Income from Operations) | 5.30% | 5.58% | 8.06% | 5.44% | 9.83% | 7.47% |
| (iii) | Interest Service Coverage Ratio (in times) (EBITDA-Current Tax)/Gross Interest | 11.76 | 8.33 | 13.03 | 9.72 | 14.86 | 12.30 |
| (iv) | Debt service coverage ratio (DSCR) (in times)* (Net profit after tax+Depreciation/amortizations +Finance cost) / (Finance cost + Scheduled principal repayment of Long term Debts) | 3.12 | 3.05 | 3.20 | 3.02 | 3.75 | 2.46 |



VARDHMAN TEXTILES LIMITED

Registered Office : Chandigarh Road, Ludhiana-141010

| S.No. | Particulars | Quarter Ended September 30, 2023 | Quarter Ended June 30, 2023 | Quarter Ended September 30, 2022 | Half Year ended September 30, 2023 | Half Year ended September 30, 2022 | Year Ended March 31, 2023 |
|-------|---|--|--------------------------------|--|--|--|------------------------------|
| | | Unaudited | Unaudited | Unaudited | Unaudited | Unaudited | Audited |
| (v) | Bad Debts to Account Receivable Ratio (%)* (Bad debts/Trade Receivables) | 0.00% | 0.00% | - | 0.00% | 0.00% | 0.00% |
| (vi) | Debtors Turnover ratio (in days)* (Trade receivables/Revenue from operations X No. of days in period) | 45 | 47 | 43 | 46 | 40 | 44 |
| (vii) | Inventory Turnover ratio (in days)* (Inventory/Revenue from operations X No. days in a period) | 85 | 107 | 87 | 86 | 81 | 86 |

* Annualised

| (b) S.No. | Particulars | Half Year ended September 30, 2023 | Year Ended March 31, 2023 |
|-----------|--|--|------------------------------|
| | | Unaudited | Audited |
| (i) | Debt equity ratio (in times) (Total Debt (excluding lease liabilities)/ Total Equity) | 0.18 | 0.20 |
| (ii) | Current Ratio (in times) (Current Assets/Current Liabilities) | 4.70 | 4.09 |
| (iii) | Current Liability Ratio (in times) (Current Liabilities/Total Liabilities) | 0.51 | 0.53 |
| (iv) | Total Debt to total assets (in times) (Total Debt (excluding lease liabilities)/Total Assets) | 0.14 | 0.15 |
| (v) | Long Term Debt to Working Capital (in times) (Long term borrowings (including current maturities of long term debt and excluding lease liabilities)/(Current Assets-Current Liabilities) | 0.25 | 0.32 |
| (vi) | Net Worth (Rs. in Crores) | 8554.59 | 8293.99 |
| (vii) | Capital Redemption Reserve (Rs. in Crores) | 12.26 | 12.26 |
| (viii) | Debenture Redemption Reserve (Rs. in Crores) | - | - |

8 The above unaudited Financial Results have been reviewed by the Audit Committee at its meeting held on October 30, 2023 and approved by the Board of Directors at its meeting held on October 31, 2023. The statutory auditors have carried out a limited review of the above unaudited financial results for the quarter and half year ended September 30, 2023 and expressed an unmodified conclusion.

For and on behalf of Board of Directors of Vardhman Textiles Limited

Place : Ludhiana
Date : October 31, 2023





S.P. Oswal
 Chairman & Managing Director

INDEPENDENT AUDITOR'S REVIEW REPORT ON REVIEW OF INTERIM STANDALONE FINANCIAL RESULTS

TO THE BOARD OF DIRECTORS OF VARDHMAN TEXTILES LIMITED

1. We have reviewed the accompanying Statement of Standalone Unaudited Financial Results of **VARDHMAN TEXTILES LIMITED** ("the Company"), for the quarter and half year ended September 30, 2023 ("the Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 and Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
2. This 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 the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder 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 (ICAI). A review of interim financial information consists of making inquiries, primarily of the Company's personnel 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 Standards on Auditing specified under section 143(10) of the Companies Act, 2013 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 stated in paragraph 3 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 the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 and Regulation 52 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 **Deloitte Haskins & Sells LLP**
Chartered Accountants
(Firm's Registration No. 117366W/W-100018)

**Rajesh Kumar
Agarwal** Digitally signed by
Rajesh Kumar Agarwal
Date: 2023.10.31
11:03:50 +05'30'

Rajesh Kumar Agarwal
Partner
(Membership No. 105546)
UDIN: 23105546BGXMWW3910

Place: Gurugram
Date: October 31, 2023

Vardhman Textiles Limited
Registered Office : Chandigarh Road, Ludhiana-141010

Consolidated Unaudited Financial Results for the quarter and half year ended September 30, 2023
Corporate Identity Number (CIN): L17111PB1973PLC003345, PAN: AABCM4692E
Website:www.vardhman.com Email: secretarial.lud@vardhman.com

(Rs. In crores)

| S.No | Particulars | Quarter Ended September 30, 2023 | Quarter Ended June 30, 2023 | Quarter Ended September 30, 2022 | Half Year ended September 30, 2023 | Half Year ended September 30, 2022 | Year Ended March 31, 2023 |
|-------|---|--|--------------------------------|--|--|--|------------------------------|
| | | Unaudited | Unaudited | Unaudited | Unaudited | Unaudited | Audited |
| I. | Revenue from operations | 2,397.46 | 2,318.30 | 2,469.58 | 4,715.76 | 5,281.41 | 10,137.49 |
| II. | Other income | 89.58 | 94.27 | 30.40 | 183.85 | 50.36 | 191.95 |
| III. | Total income (I+II) | 2,487.04 | 2,412.57 | 2,499.98 | 4,899.61 | 5,331.77 | 10,329.44 |
| IV. | Expenses | | | | | | |
| | Cost of materials consumed | 1,387.91 | 1,406.00 | 1,440.01 | 2,793.91 | 3,041.67 | 5,914.65 |
| | Purchase of stocks- in trade | 0.17 | 0.23 | 0.10 | 0.40 | 1.73 | 1.77 |
| | Change in inventories of finished goods and Works -in progress | 58.13 | 12.62 | (41.74) | 70.75 | (135.23) | 13.45 |
| | Employee benefits expenses | 204.15 | 196.05 | 191.78 | 400.20 | 382.16 | 767.23 |
| | Finance cost | 22.01 | 32.38 | 24.86 | 54.39 | 51.12 | 102.15 |
| | Depreciation and amortisation expense | 103.71 | 104.67 | 98.77 | 208.38 | 191.91 | 394.43 |
| | Other expenses | 541.74 | 487.96 | 521.51 | 1,029.70 | 1,107.60 | 2,116.40 |
| | Total Expenses | 2,317.82 | 2,239.91 | 2,235.29 | 4,557.73 | 4,640.96 | 9,310.08 |
| V | Share of Profit of Associates | 8.62 | 8.85 | 10.32 | 17.47 | 22.02 | 40.55 |
| VI. | Profit before tax (III-IV+V) | 177.84 | 181.51 | 275.01 | 359.35 | 712.83 | 1,059.91 |
| VII. | Tax expense | | | | | | |
| | Current tax | 34.13 | 40.76 | 57.36 | 74.89 | 160.04 | 235.96 |
| | Deferred tax | 7.60 | 4.15 | 10.74 | 11.75 | 13.33 | 19.20 |
| VIII. | Profit after tax (VI-VII) | 136.11 | 136.60 | 206.91 | 272.71 | 539.46 | 804.75 |
| IX. | Other Comprehensive Income | | | | | | |
| | Items that will not be reclassified to profit or loss | | | | | | |
| | (a) (i) Remeasurements of the defined benefits plans | - | - | - | - | - | 3.40 |
| | (ii) Income tax relating to items that will not be reclassified to profit or loss | - | - | - | - | - | (0.86) |
| | (b) Share of other comprehensive income from associates, to the extent not be reclassified to profit and loss | (0.02) | (0.02) | - | (0.04) | - | (0.06) |
| | (c) (i) Equity instruments through other comprehensive income | - | - | - | - | - | 0.44 |
| | (ii) Income taxes relating to items that will not be reclassified to profit or loss | - | - | - | - | - | (0.04) |
| | Total Other Comprehensive Income | (0.02) | (0.02) | - | (0.04) | - | 2.88 |
| X. | Total Comprehensive Income (VIII+IX) | 136.09 | 136.58 | 206.91 | 272.67 | 539.46 | 807.63 |
| XI. | Profit/(Loss) for the period attributable to : | | | | | | |
| | Owners of the Company | 134.30 | 136.47 | 204.90 | 270.77 | 534.02 | 795.16 |
| | Non Controlling Interest | 1.81 | 0.13 | 2.01 | 1.94 | 5.44 | 9.59 |
| | | 136.11 | 136.60 | 206.91 | 272.71 | 539.46 | 804.75 |
| XII. | Other Comprehensive Income for the period attributable to : | | | | | | |
| | Owners of the Company | (0.02) | (0.02) | - | (0.04) | - | 2.83 |
| | Non Controlling Interest | - | - | - | - | - | 0.05 |
| | | (0.02) | (0.02) | - | (0.04) | - | 2.88 |
| XIII. | Total Comprehensive Income/ (expenditure) for the period attributable to : | | | | | | |
| | Owners of the Company | 134.28 | 136.45 | 204.90 | 270.73 | 534.02 | 797.99 |
| | Non Controlling Interest | 1.81 | 0.13 | 2.01 | 1.94 | 5.44 | 9.64 |
| | | 136.09 | 136.58 | 206.91 | 272.67 | 539.46 | 807.63 |
| XIV. | Earnings Per Share (in Rs) | | | | | | |
| | (not annualized except for the year ended March 31, 2023): | | | | | | |
| | (a) Basic | 4.72 | 4.80 | 7.20 | 9.52 | 18.78 | 27.96 |
| | (b) Diluted | 4.72 | 4.80 | 7.20 | 9.52 | 18.77 | 27.95 |
| | Paid up equity share capital (face value per share Rs.2) | 56.89 | 56.89 | 56.88 | 56.89 | 56.88 | 56.89 |
| | Paid up Debt Capital* | 150.00 | 150.00 | 195.00 | 150.00 | 195.00 | 345.00 |
| | Other equity | 8,778.07 | 8,643.22 | 8,183.57 | 8,778.07 | 8,183.57 | 8,506.55 |
| | * Paid up Debt Capital comprises of listed debentures only | | | | | | |



VARDHMAN TEXTILES LIMITED
Registered Office : Chandigarh Road, Ludhiana-141010
Consolidated Unaudited Balance Sheet as at September 30, 2023

(Rs. In Crores)

| S. No. | Particulars | As at | As at |
|----------|--|--------------------|------------------|
| | | September 30, 2023 | March 31, 2023 |
| | | Unaudited | Audited |
| | ASSETS | | |
| 1 | Non-current assets | | |
| | (a) Property, Plant and Equipment | 3,803.10 | 3,913.75 |
| | (b) Capital work-in-progress | 37.24 | 51.02 |
| | (c) Right to Use Asset | 19.43 | 19.40 |
| | (d) Intangible Assets | 1.44 | 1.82 |
| | (e) Goodwill | 2.46 | 2.46 |
| | (f) Financial Assets | | |
| | -Investment in associates | 197.70 | 188.38 |
| | -Investments | 1,206.83 | 1,219.37 |
| | -Loans | 1.13 | 1.25 |
| | -Other financial assets | 16.23 | 39.29 |
| | (g) Income tax assets (net) | 40.22 | 24.21 |
| | (h) Other non-current assets | 80.46 | 87.09 |
| | Total Non-current assets | 5,406.24 | 5,548.04 |
| 2 | Current assets | | |
| | (a) Inventories | 2,237.50 | 2,392.68 |
| | (b) Financial Assets | | |
| | -Investments | 1,578.10 | 1,141.09 |
| | -Trade receivables | 1,162.54 | 1,190.99 |
| | -Cash and cash equivalents | 19.70 | 75.60 |
| | -Bank balance other than above | 327.96 | 298.62 |
| | -Loans | 4.14 | 2.58 |
| | -Other financial assets | 81.53 | 28.93 |
| | (c) Current tax assets (net) | - | - |
| | (d) Other current assets | 645.20 | 653.87 |
| | (e) Assets held-for-sale | - | 0.16 |
| | Total Current assets | 6,056.67 | 5,784.52 |
| | TOTAL ASSETS | 11,462.91 | 11,332.56 |
| | EQUITY AND LIABILITIES | | |
| 1 | Equity | | |
| | (a) Equity Share capital | 56.89 | 56.89 |
| | (b) Other Equity | 8,778.07 | 8,506.55 |
| | (c) Non controlling interest | 90.46 | 88.52 |
| | Total Equity | 8,925.42 | 8,651.96 |
| 2 | Liabilities | | |
| | Non-current liabilities | | |
| | (a) Financial Liabilities | | |
| | -Borrowings | 903.99 | 931.35 |
| | -Other financial liabilities | 3.81 | 3.50 |
| | -Lease liability | 0.18 | 0.17 |
| | (b) Provisions | 16.12 | 17.48 |
| | (c) Deferred tax liabilities (Net) | 280.04 | 268.29 |
| | (d) Other non-current liabilities | 13.83 | 14.97 |
| | Total Non-current liabilities | 1,217.97 | 1,235.76 |
| 3 | Current liabilities | | |
| | (a) Financial Liabilities | | |
| | -Borrowings | 610.82 | 746.11 |
| | -Trade payables | | |
| | (i) Total outstanding dues of micro enterprises and small enterprises | 24.17 | 24.04 |
| | (ii) Total outstanding dues of trade payables other than micro enterprises and small | 340.51 | 335.87 |
| | -Other financial liabilities | 221.15 | 206.66 |
| | (b) Other current liabilities | 68.30 | 87.79 |
| | (c) Provisions | 7.19 | 3.38 |
| | (d) Current tax liabilities (Net) | 47.38 | 40.99 |
| | Total Current liabilities | 1,319.52 | 1,444.84 |
| | TOTAL EQUITY AND LIABILITIES | 11,462.91 | 11,332.56 |



VARDHMAN TEXTILES LIMITED
Regd. Office : Chandigarh Road, Ludhiana-141010
Consolidated Unaudited Cash Flows Statement for the half year ended September 30, 2023

(Rs. In Crores)

| Particulars | Half Year ended September 30, 2023 | Half Year ended September 30, 2022 |
|---|---------------------------------------|---------------------------------------|
| | Unaudited | Unaudited |
| A CASH FLOW FROM OPERATING ACTIVITIES | | |
| Profit before tax | 359.35 | 712.83 |
| Adjustments for: | | |
| Share of profit of associates | (17.47) | (22.02) |
| Finance costs | 47.90 | 42.93 |
| Fair valuation gain on investment | (67.34) | (1.04) |
| Subsidy from Government | (0.78) | (0.85) |
| Interest income | (41.50) | (10.21) |
| Dividend on current investments | (0.01) | (0.11) |
| Net gain on sale / discarding of property, plant and equipment | (4.80) | (3.27) |
| (Profit)/Loss on sale of Investments (Net) | (13.30) | (11.19) |
| Provision no longer required written back(Net) | (9.25) | (0.23) |
| Asset written off | 0.05 | 0.06 |
| Bad debt written off | - | 0.01 |
| Allowances for doubtful trade receivables and advances | 0.02 | 0.60 |
| Depreciation and amortisation expense | 208.38 | 191.91 |
| Changes in working capital: | | |
| <u>Adjustments for (increase) / decrease in operating assets :-</u> | | |
| Trade receivables | 28.45 | 180.34 |
| Inventories | 155.19 | 561.19 |
| Loans | (1.44) | (1.54) |
| Other assets (Current) | 8.68 | 44.90 |
| Other assets (Non-current) | (1.45) | (5.87) |
| Others financial assets (Current) | (40.65) | 120.05 |
| Others financial assets (Non Current) | 0.05 | (10.52) |
| <u>Adjustments for increase / (decrease) in operating liabilities :-</u> | | |
| Trade payables and other liabilities | 14.04 | 34.84 |
| Provisions (Non Current) | (1.36) | 0.12 |
| Provisions (Current) | 3.81 | 1.95 |
| Others financial liabilities (Current) | 28.36 | 20.02 |
| Others financial liabilities (Non-Current) | 0.32 | (0.71) |
| Other liabilities (Non-current) | (0.42) | (0.37) |
| Other liabilities (Current) | (18.79) | (51.35) |
| Cash generated from operating activities before taxes | 636.04 | 1,792.47 |
| Income taxes paid (net of refund received) | (56.75) | (92.36) |
| Net cash generated from operating activities | 579.29 | 1,700.11 |
| B CASH FLOW FROM INVESTING ACTIVITIES | | |
| Purchase of investments | (335.60) | (1,014.82) |
| Proceeds from sale of Investments (non-current) | - | 400.82 |
| Interest received | 4.02 | (6.47) |
| Payment for purchase of property, plant and equipment, capital work in progress and other intangible assets | (84.47) | (427.72) |
| Bank balances not considered as cash and cash equivalents | (8.57) | (196.44) |
| Proceeds from disposal of property, plant and equipment | 5.38 | 4.65 |
| Dividend from associates and other investments | - | 0.11 |
| Net cash used in investing activities | (419.24) | (1,239.87) |
| C CASH FLOW FROM FINANCING ACTIVITIES | | |
| Proceeds from Equity Share capital/Share Application | 0.74 | 2.67 |
| Proceeds from borrowings (non-current) | 20.68 | 215.87 |
| Repayment of borrowings (non-current) | (214.78) | (380.64) |
| Proceeds/(Repayment) of borrowings (current) (net) | 31.45 | (281.11) |
| Dividends on equity share capital paid | (0.67) | (0.12) |
| Finance costs paid | (53.37) | (58.90) |
| Net cash used in financing activities | (215.95) | (502.23) |
| Net increase / (decrease) in cash and cash equivalents | (55.90) | (41.99) |
| Cash and cash equivalents at the beginning of the year | 75.60 | 66.63 |
| Cash and cash equivalents at the end of the period | 19.70 | 24.64 |



VARDHMAN TEXTILES LIMITED
Regd. Office : Chandigarh Road, Ludhiana-141010

Statement of Segment Information

(Rs. In Crores)

| Particulars | Quarter Ended September, 30, 2023 | Quarter Ended June 30, 2023 | Quarter Ended September, 30, 2022 | Half year ended September 30, 2023 | Half year ended September 30, 2022 | Year Ended March 31, 2023 |
|---|--------------------------------------|--------------------------------|--------------------------------------|--|--|------------------------------|
| | Unaudited | Unaudited | Unaudited | Unaudited | Unaudited | Audited |
| I. Segment Revenue | | | | | | |
| Textiles | 2,334.05 | 2,262.61 | 2,387.48 | 4,596.66 | 5,118.49 | 9,840.79 |
| Acrylic Fibre | 86.41 | 80.80 | 118.60 | 167.21 | 237.89 | 426.66 |
| Total | 2,420.46 | 2,343.41 | 2,506.08 | 4,763.87 | 5,356.38 | 10,267.45 |
| Less : Inter Segment Revenue | 23.00 | 25.11 | 36.50 | 48.11 | 74.97 | 129.96 |
| Net Revenue from operations | 2,397.46 | 2,318.30 | 2,469.58 | 4,715.76 | 5,281.41 | 10,137.49 |
| II. Segment Results | | | | | | |
| Profit before tax & interest from each segment | | | | | | |
| Textiles | 138.52 | 183.93 | 275.58 | 322.45 | 747.68 | 1,055.00 |
| Acrylic Fibre | 4.71 | (2.51) | 7.33 | 2.20 | 22.77 | 35.41 |
| Total | 143.23 | 181.42 | 282.91 | 324.65 | 770.45 | 1,090.41 |
| Less : (a) Interest | 22.01 | 32.38 | 24.86 | 54.39 | 51.12 | 102.15 |
| (b) Other un-allocable expenditure / (income) (Net of un-allocable (income)/expenditure) | (48.00) | (23.62) | (6.64) | (71.62) | 28.52 | (31.10) |
| Add: Share of Profit of Associates | 8.62 | 8.85 | 10.32 | 17.47 | 22.02 | 40.55 |
| Total Profit before tax | 177.84 | 181.51 | 275.01 | 359.35 | 712.83 | 1,059.91 |
| Tax expenses | 41.73 | 44.91 | 68.10 | 86.64 | 173.37 | 255.16 |
| Net Profit after tax | 136.11 | 136.60 | 206.91 | 272.71 | 539.46 | 804.75 |
| Less: Non Controlling Interest | 1.81 | 0.13 | 2.01 | 1.94 | 5.44 | 9.59 |
| Net Profit after taxes, non controlling interest and Share of profit of Associates | 134.30 | 136.47 | 204.90 | 270.77 | 534.02 | 795.16 |
| III. Segment Assets | | | | | | |
| Textiles* | 7,839.02 | 8,414.06 | 7,932.90 | 7,839.02 | 7,932.90 | 8,090.65 |
| Acrylic Fibre | 167.94 | 170.52 | 160.19 | 167.94 | 160.19 | 168.97 |
| Total Segment Assets | 8,006.96 | 8,584.58 | 8,093.09 | 8,006.96 | 8,093.09 | 8,259.62 |
| Un-allocated | 3,455.95 | 2,689.16 | 3,025.68 | 3,455.95 | 3,025.68 | 3,072.94 |
| Total Assets | 11,462.91 | 11,273.74 | 11,118.77 | 11,462.91 | 11,118.77 | 11,332.56 |
| IV. Segment Liabilities** | | | | | | |
| Textiles | 537.68 | 549.34 | 496.09 | 537.68 | 496.09 | 542.25 |
| Acrylic Fibre | 81.83 | 90.12 | 85.41 | 81.83 | 85.41 | 64.98 |
| Total Segment Liabilities | 619.51 | 639.46 | 581.50 | 619.51 | 581.50 | 607.23 |
| Un-allocated | 123.13 | 92.08 | 354.30 | 123.13 | 354.30 | 127.63 |
| Total Liabilities | 742.64 | 731.54 | 935.80 | 742.64 | 935.80 | 734.86 |
| * Includes Capital Work in Progress and Capital Advances | 43.60 | 71.37 | 446.36 | 43.60 | 446.36 | 65.46 |
| **excludes borrowings, deferred tax liabilities | | | | | | |



VARDHMAN TEXTILES LIMITED**Registered Office : Chandigarh Road, Ludhiana-141010****Notes to Unaudited Consolidated Financial Results:**

- 1 The consolidated financial results includes result of all its -
 (i) Parent - Vardhman Textiles Limited
 (ii) Subsidiaries - viz Vardhman Acrylics Limited, VTL Investments Limited and
 (iii) Associates - viz Vardhman Yarns and Threads Limited, Vardhman Special Steels Limited and Vardhman Spinning and General Mills Limited herein referred to as "The Group".

The Financial Results has been prepared in accordance with the recognition and measurement principles as laid down in the Indian Accounting Standards ("Ind AS") prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and requirements of Regulation 33 and Regulation 52 and of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 as amended.

- 3 The Parent Company has issued unsecured, rated listed Redeemable Non-convertible Debentures ('NCDs') aggregating to Rs. 150.00 Crores for cash at par on private placement basis on March 20, 2023. The NCDs are listed at the Bombay Stock Exchange of India (BSE) and repayable on March 27, 2024 and have a yield of 7.70% per annum payable at the time of maturity of NCDs. Proceeds from issue have been fully utilised by the parent company for the purpose for which these NCDs were raised.

CRISIL has assigned a rating of AA+ with Stable outlook to the said NCDs of the Company on March 03, 2023.

- 4 The Parent Company is carrying stock of cotton and hence it is thought prudent to hedge the same partially against price fluctuation. Accordingly, the parent Company had entered into derivative contracts at international Commodity Exchange.

Rs. In crores

| Particulars | Quarter Ended September 30, 2023 | Quarter Ended June 30, 2023 | Quarter Ended September 30, 2022 | Half Year ended September 30, 2023 | Half Year ended September 30, 2022 | Year Ended March 31, 2023 |
|---|----------------------------------|-----------------------------|----------------------------------|------------------------------------|------------------------------------|---------------------------|
| Cotton hedging derivative loss/ (gain) (including marked to market gain/loss) | 17.94 | 0.15 | (2.22) | 18.09 | 38.97 | 40.77 |

- 5 The Code on Social Security 2020 had been notified in the Official Gazette on September 29, 2020. The effective date from which the changes are applicable is yet to be notified and the rules are yet to be framed. Impact, if any, of the change will be assessed and accounted in the period in which said Code becomes effective and the rules framed thereunder are published.

- 6 During the half year ended September 30, 2023, the Parent Company has issued 15,500 equity shares having face value of Rs.2 under Employee Stock Options Scheme. As a result of above, the paid up equity share capital of the Parent Company has increased from Rs. 57.82 crores to Rs. 57.83 crores.

- 7 Relevant information as required pursuant to regulation 52(4) of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, in respect of Non Convertible Debentures, are as follows:

| (a) S.No. | Particulars | Quarter Ended September 30, 2023 | Quarter Ended June 30, 2023 | Quarter Ended September 30, 2022 | Half Year ended September 30, 2023 | Half Year ended September 30, 2022 | Year Ended March 31, 2023 |
|-----------|--|----------------------------------|-----------------------------|----------------------------------|------------------------------------|------------------------------------|---------------------------|
| | | Unaudited | Unaudited | Unaudited | Unaudited | Unaudited | Audited |
| (i) | Operating Margin (%) (Earning Before Interest, Tax, Depreciation and Amortisation (EBITDA)/ Total Income from Operations) | 11.86% | 12.84% | 15.53% | 12.34% | 17.51% | 14.68% |
| (ii) | Net Profit Margin (%) (Net Profit after tax/ Total Income from Operations) | 5.47% | 5.66% | 8.28% | 5.57% | 10.12% | 7.79% |
| (iii) | Interest Service Coverage Ratio (in times) (EBITDA-Current Tax)/Gross Interest | 11.85 | 8.31 | 13.31 | 9.74 | 15.14 | 12.53 |



VARDHMAN TEXTILES LIMITED

Registered Office : Chandigarh Road, Ludhiana-141010

| S.No. | Particulars | Quarter Ended September 30, 2023 | Quarter Ended June 30, 2023 | Quarter Ended September 30, 2022 | Half Year ended September 30, 2023 | Half Year ended September 30, 2022 | Year Ended March 31, 2023 |
|-------|---|--|--------------------------------|--|--|--|------------------------------|
| | | Unaudited | Unaudited | Unaudited | Unaudited | Unaudited | Audited |
| (iv) | Debt service coverage ratio (DSCR) (in times)* (Net profit after tax+Depreciation/amortizations + Finance cost) / (Finance cost+Scheduled principal repayment of Long term Debts) | 3.13 | 3.02 | 3.34 | 3.07 | 3.88 | 2.50 |
| (v) | Bad Debts to Account Receivable Ratio (%)* (Bad debts/Trade Receivables) | 0.00% | 0.00% | - | 0.00% | 0.00% | 0.01% |
| (vi) | Debtors Turnover ratio (in days)* (Trade receivables/Revenue from operations X No. of days in period) | 45 | 47 | 42 | 45 | 40 | 43.00 |
| (vii) | Inventory Turnover ratio (in days)* (Inventory/Revenue from operations X No. days in a period) | 86 | 108 | 86 | 87 | 80 | 86.00 |

* Annualised

| (b) S.No. | Particulars | Half Year ended September 30, 2023 | Year Ended March 31, 2023 |
|-----------|--|--|------------------------------|
| | | Unaudited | Audited |
| (i) | Debt equity ratio (in times) (Total Debt (excluding lease liabilities)/ Total Equity) | 0.17 | 0.19 |
| (ii) | Current Ratio (in times) (Current Assets/Current Liabilities) | 4.59 | 4.00 |
| (iii) | Current Liability Ratio (in times) (Current Liabilities/Total Liabilities) | 0.52 | 0.54 |
| (iv) | Total Debt to total assets (in times) (Total Debt (excluding lease liabilities)/Total Assets) | 0.13 | 0.15 |
| (v) | Long Term Debt to Working Capital (in times) (Long term borrowings (including current maturities of long term debt and excluding lease liabilities)/(Current Assets-Current Liabilities) | 0.24 | 0.31 |
| (vi) | Net Worth (Rs. in Crores) | 8834.96 | 8563.44 |
| (vii) | Capital Redemption Reserve (Rs. in Crores) | 40.43 | 40.43 |
| (viii) | Debenture Redemption Reserve (Rs. in Crores) | - | - |

8 The above Unaudited Financial Results have been reviewed by the Audit Committee at its meeting held on October 30, 2023 and approved by the Board of Directors at its meeting held on October 31, 2023. The statutory auditors have carried out a limited review of the above unaudited financial results for the quarter and half year ended September 30, 2023 and expressed an unmodified conclusion.

For and on behalf of Board of Directors of Vardhman Textiles Limited

Place : Ludhiana
Date : October 31, 2023S.P. Oswal
Chairman & Managing Director

INDEPENDENT AUDITOR'S REVIEW REPORT ON REVIEW OF INTERIM CONSOLIDATED FINANCIAL RESULTS

TO THE BOARD OF DIRECTORS OF VARDHMAN TEXTILES LIMITED

1. We have reviewed the accompanying Statement of Consolidated Unaudited Financial Results of **VARDHMAN TEXTILES LIMITED** ("the Parent") and its subsidiaries (the Parent and its subsidiaries together referred to as "the Group"), and its share of the net profit after tax and total comprehensive income of its associates for the quarter and half year ended September 30, 2023 ("the Statement") being submitted by the Parent pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended .
2. This Statement, which is the responsibility of the Parent's Management and approved by the Parent's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder 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 (ICAI). A review of interim financial information consists of making inquiries, primarily of Parent's personnel 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 Standards on Auditing specified under Section 143(10) of the Companies Act, 2013 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 circular 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. The Statement includes the results of the following entities:

| Name of the Entity | Relationship |
|---|---------------------------------|
| Vardhman Textiles Limited | Parent Company |
| Vardhman Acrylics Limited | Subsidiary company |
| VTL Investments Limited | Wholly owned subsidiary company |
| Vardhman Yarn and Threads Limited | Associate company |
| Vardhman Special Steels Limited | Associate company |
| Vardhman Spinning and General Mills Limited | Associate company |

5. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of the review reports of the other auditors referred to in paragraph 6 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 the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms 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.

6. We did not review the interim financial results of one subsidiary included in the consolidated unaudited financial results, whose interim financial results reflect the total assets of Rs. 342.21 crores as at September 30, 2023, total revenues of Rs. 86.41 crores and Rs. 167.21 crores for the quarter and half year ended September 30, 2023 respectively, total net profit after tax of Rs. 6.18 crores and Rs. 6.64 crores for the quarter and half year ended September 30, 2023 respectively and total comprehensive income of Rs. 6.18 crores and Rs. 6.64 crores for the quarter and half year ended September 30, 2023 respectively and net cash flows of Rs. 10.44 crores for the half year ended September 30, 2023, as considered in the Statement. These interim financial results have been reviewed by other auditor whose reports have been furnished to us by the Management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of this subsidiary, is based solely on the reports of the other auditors and the procedures performed by us as stated in paragraph 3 above.

Our conclusion on the Statement is not modified in respect of this matter.

7. The consolidated unaudited financial results includes the interim financial results of one subsidiary which have not been reviewed by their auditors, whose interim financial results reflect total assets of Rs. 59.77 crores as at September 30, 2023, total revenue of Rs. 2.14 crores and Rs. 2.15 crores for the quarter and half year ended September 30, 2023 respectively, total profit after tax of Rs. 2.10 crores and Rs. 2.07 crores for the quarter and half year ended September 30, 2023 and total comprehensive income of Rs. 2.10 crores and Rs. 2.07 crores for the quarter and half year ended September 30, 2023 respectively and net cash flows of Rs. 0.28 crores for the half year ended September 30, 2023, as considered in the Statement. The consolidated unaudited financial results also includes the Group's share of profit after tax of Rs. 8.51 crores and Rs. 17.37 crores for the quarter and half year ended September 30, 2023 respectively and total comprehensive income of Rs. 8.49 crores and Rs. 17.33 crores for the quarter and half year ended September 30, 2023 respectively, as considered in the Statement, in respect of three associates, based on their interim financial results which have not been reviewed by their auditors. According to the information and explanations given to us by the Management, these interim financial results are not material to the Group.

Our Conclusion on the Statement is not modified in respect of our reliance on the interim financial results certified by the Management.

For Deloitte Haskins & Sells LLP
Chartered Accountants
(Firm's Registration No. 117366W/W-100018)

**Rajesh Kumar
Agarwal** Digitally signed by
Rajesh Kumar Agarwal
Date: 2023.10.31
11:03:08 +05'30'

Rajesh Kumar Agarwal
Partner
(Membership No. 105546)
UDIN: 23105546BGXMWX6372

Place: Gurugram
Date: October 31, 2023