

B. K. Khare & Co.

Chartered Accountants

706/708, Sharda Chambers, New Marine
Lines, Mumbai – 400 020, India

Independent Auditor's Review Report

The Board of Directors Virat Industries Limited

1. We have reviewed the accompanying Statement of Unaudited Financial Results of Virat Industries Limited ("the Company") for the quarter and half year ended September 30, 2022 ("the Statement") attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
2. This Statement is the responsibility of the Company's management and has been approved by the Board of Directors of the Company in its meeting held on November 10, 2022. Our responsibility is to issue a report on the Statement based on our review.
3. We conducted our review 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. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial results are free of material misstatement. A review is limited primarily to inquiries of the company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and 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 applicable Indian Accounting Standards (Ind AS) and other recognized accounting practices and policies, 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.

For **B. K. Khare & Co.**
Chartered Accountants
Firm Registration No. 105102W

Aniruddha
Mohan Joshi

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Aniruddha Mohan
Joshi
Date: 2022.11.10
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Aniruddha Joshi

Partner

Membership No. 040852
UDIN: 22040852BCSADU4784
Place: Mumbai
Date: November 10, 2022

VIRAT INDUSTRIES LIMITED

Regd. Office: A-1/2, GIDC Industrial Estate, Kabilpore

Navsari – 396 424, Gujarat. CIN NO. : L29199GJ1990PLC014514

E-mail: factory@viratindustries.com Website : www.viratindustries.com

1 Statement of Standalone unaudited Financial Results for the quarter and half year ended 30 September 2022

(` in lakh)

Sr. No.	Particulars	3 Months Ended	Preceding 3 Months Ended	Corresponding 3 Months Ended in the Previous Year	Current Half Year Ended	Previous Half Year Ended	Previous Year Ended
		30.09.2022	30.06.2022	30.09.2021	30.09.2022	30.09.2021	31.03.2022
(Refer Notes Below)		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	Income From Operations						
(a)	Revenue from Operations	804.33	556.58	748.50	1,360.92	1,068.23	2,465.55
(b)	Other Income	2.84	20.65	4.40	23.49	14.98	48.42
	Total Income	807.17	577.23	752.90	1,384.41	1,083.21	2,513.97
2	Expenses :						
(a)	Cost of materials consumed	541.97	332.77	375.50	874.74	606.28	1,167.27
(b)	Changes in inventories of finished goods, stock in trade and work in progress	(297.15)	(154.07)	(67.11)	(451.22)	(231.35)	(160.17)
(c)	Employee benefits expense	130.24	125.27	123.26	255.50	242.09	487.56
(d)	Finance Costs	1.97	0.55	0.66	2.52	1.57	3.30
(e)	Depreciation expenses	38.19	38.18	40.10	76.37	80.19	160.40
(f)	Other expenses	333.33	227.90	200.87	561.24	315.74	683.01
	Total Expenses	748.55	570.60	673.28	1,319.15	1,014.52	2,341.37
3	Profit before tax for the period (1 - 2)	58.62	6.63	79.62	65.26	68.69	172.60
4	Tax Expenses						
(a)	Current Tax	22.21	2.50	26.36	24.71	26.36	61.71
(b)	Deferred Tax	(9.13)	(4.93)	(6.33)	(14.06)	(11.29)	(16.77)
(c)	Excess provision for tax relating to prior years	-	1.68	-	1.68	(3.99)	(7.57)
5	Profit after tax for the period	45.54	7.38	59.59	52.93	57.61	135.23
6	Other Comprehensive Income for the period						
6.a. (i)	Items that will not be reclassified to profit or loss	(1.04)	(1.04)	0.82	(2.09)	1.64	(3.79)
(ii)	Income tax relating to items that will not be reclassified to profit or loss	0.26	0.26	(0.21)	0.53	(0.41)	0.95
7	Total Comprehensive Income for the period (5 + 6)	44.76	6.60	60.21	51.37	58.84	132.39
8	Earning per share (of ` 10 each) (not annualised except for year ended) - Basic and Diluted	0.91	0.13	1.22	1.04	1.20	2.69
9	Paid-up equity share capital (` 10 each)	492.33	492.33	492.33	492.33	492.33	492.33
10	Other Equity as per balance sheet of previous accounting year						2,385.63



2 Statement of Assets and Liabilities (Ind AS)

(` in lakh)

Particulars	As at	As at
	30.09.2022 Unaudited	31.03.2022 Audited
(A) ASSETS		
1 Non-current assets		
Property, Plant and Equipment	508.06	582.78
Financial Assets		
- Other financial assets	23.29	23.29
Deferred Tax Assets (net)	23.47	8.88
Other non-current assets	11.38	11.23
Total Non-Current Assets	566.20	626.18
2 Current assets		
Inventories	1,582.78	886.67
Financial Assets		
- Trade receivables	590.58	384.68
- Cash and cash equivalents	127.32	430.97
- Bank Balances other than Cash and Cash Equivalents	166.34	207.11
- Loans	1.08	0.09
- Other financial assets	13.31	12.49
Other current assets	307.87	237.23
Total Current Assets	2,789.28	2,159.24
Total Assets (1+2)	3,355.48	2,785.42
(B) EQUITY AND LIABILITIES		
3 Equity		
Equity Share capital	492.33	492.33
Other Equity	1,895.45	1,893.31
Total Equity	2,387.78	2,385.64
4 Non-current liabilities		
Financial Liabilities		
- Borrowings	12.27	16.28
Provisions	19.52	15.83
Other non-current liabilities	1.00	1.00
Total Non - Current Liabilities	32.79	33.11
5 Current liabilities		
Financial Liabilities		
- Borrowings	250.00	-
- Trade payables		
(a) dues to micro enterprises and small enterprises	6.59	2.17
(b) dues of creditors other than micro enterprises and small enterprises	487.96	200.57
- Other financial liabilities	130.11	108.67
Other current liabilities	1.93	1.56
Provisions	58.32	53.70
Total Current Liabilities	934.91	366.67
Total Equity and Liabilities (3+4+5)	3,355.48	2,785.42



**3 Statement of Cash Flow**

(' in lakh)

Particulars	For the	For the
	half year	year
	ended	ended
	30.09.2022	31.03.2022
	Unaudited	Audited
A Cash Flow from Operating Activities		
Profit before exceptional item and tax	65.26	172.60
<u>Adjustments for:</u>		
Depreciation and Amortisation expenses	76.37	160.40
(Profit)/Loss on property, plant and equipment sold/scrapped/written off (Net)	-	(0.07)
(Gain)/Loss on foreign exchange fluctuations (Net)	9.35	22.36
Net (gain)/loss arising on financial assets measured at fair value through profit or loss	(2.09)	(3.79)
Finance costs	2.52	3.30
Interest Income	(5.04)	(11.19)
Liabilities/Provisions no longer required written back	0.01	0.09
Operating Profit before change in Working Capital	146.38	343.70
<u>Changes in :</u>		
Trade and other receivables	(301.47)	(108.57)
Inventories	(696.11)	(295.78)
Trade and other payables	281.58	113.62
	(716.00)	(290.73)
Cash generated from operations	(569.62)	52.97
Net income tax paid	(26.55)	(48.15)
Net Cash flow from Operating Activities	(596.17)	4.82
B Cash Flow from Investing Activities		
Payments to acquire property, plant and equipment and other intangible assets	(1.69)	(0.66)
Proceeds from disposal of property, plant and equipment and other intangible assets	0.04	0.75
Changes in earmarked balances and margin accounts with banks		
- Placed	214.27	160.85
- Matured	(173.50)	(173.39)
Interest received on Fixed Deposits	3.95	16.07
Net Cash used in Investing Activities	43.07	3.62
C Cash Flow from Financing Activities		
Repayment of long-term borrowing (including current maturities)	(3.67)	(6.86)
Proceeds from short term borrowings	250.00	(0.73)
Dividend and tax on dividend paid	5.64	(3.24)
Finance cost	(2.52)	(3.23)
Net Cash used in Financing Activities	249.45	(14.06)
Net (decrease)/increase in cash and cash equivalents	(303.65)	(5.62)
Cash and cash equivalents:		
Opening Balance	430.97	436.59
Closing Balance	127.32	430.97





Notes:

- 1 The above financial results have been reviewed by the audit committee and approved by the Board of Directors at its meeting held on 10/11/2022. In compliance with regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Statutory Auditors of the Company have carried out limited review of the said results and issued an unqualified opinion thereon.
- 2 The principal business of the Company is of manufacturing socks. All other activities of the Company revolve around its main business. Hence, there is only one primary reportable business segment as defined by IND AS 108 on "Operating Segments" prescribed as per Section 133 of the Companies Act, 2013.
- 3 During the half year ended, on completion of assessment proceedings, the Company has received Income tax refunds for the assessment years 2021-22. Any excess provision for taxation for respective assessment years has been reversed in Profit & Loss account disclosed as 'Excess provision for tax relating to prior years'.
- 4 Figures for the earlier period(s) have been regrouped, wherever necessary.

For Virat Industries Limited

Adi F. Madan

Adi F. Madan
Managing Director
DIN : 00023629
Mumbai
10.11.2022

