



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

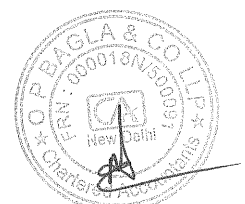
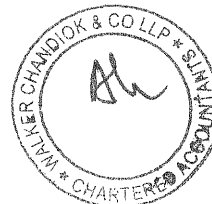
Statement of consolidated financial results for the quarter and nine month ended on 30 September 2022

₹ in million, except per share data

Particulars	Three months ended on 30 September 2022 (Unaudited)	Three months ended on 30 June 2022 (Unaudited)	Three months ended on 30 September 2021 (Unaudited)	Nine months ended on 30 September 2022 (Unaudited)	Nine months ended on 30 September 2021 (Unaudited)	Year ended on 31 December 2021 (Audited)
1. Income						
(a) Revenue from operations	32,483.05	50,175.75	24,404.34	111,333.57	71,933.55	89,582.91
(b) Other income	106.19	104.77	369.34	296.04	670.71	679.25
Total income	32,589.24	50,280.52	24,773.68	111,629.61	72,604.26	90,262.16
2. Expenses						
(a) Cost of materials consumed	14,620.43	23,127.61	10,813.98	52,291.97	31,711.52	39,689.13
(b) Excise duty	716.85	627.60	422.76	1,744.50	1,044.60	1,350.61
(c) Purchases of stock-in-trade	373.42	494.73	362.74	1,462.10	1,228.65	1,654.69
(d) Changes in inventories of finished goods, stock-in-trade and work-in-progress	(280.87)	896.05	146.79	(820.88)	(331.67)	(997.22)
(e) Employee benefits expense	3,112.08	3,104.37	2,662.08	8,967.08	7,478.91	10,076.99
(f) Finance costs	452.85	463.98	426.88	1,386.38	1,474.06	1,847.00
(g) Depreciation and amortisation expense	1,531.39	1,530.73	1,384.92	4,375.31	4,019.89	5,312.62
(h) Other expenses	6,951.28	9,419.22	5,049.44	22,882.80	16,330.77	21,262.26
Total expenses	27,477.43	39,664.29	21,269.59	92,289.26	62,956.73	80,196.08
3. Profit before tax and share of profit of joint venture (1-2)	5,111.81	10,616.23	3,504.09	19,340.35	9,647.53	10,066.08
4. Share of profit of joint venture	-	-	-	-	-	-
5. Profit before tax (3+4)	5,111.81	10,616.23	3,504.09	19,340.35	9,647.53	10,066.08
6. Tax expense:						
(a) Current tax	1,071.99	2,474.76	381.98	4,171.88	1,331.66	1,341.98
(b) Adjustment of tax relating to earlier periods/year	95.33	111.63	281.88	212.61	283.93	350.06
(c) Deferred tax (credit)/charge	(10.36)	9.73	261.23	269.96	897.32	913.52
Total tax expense	1,156.96	2,596.12	925.09	4,654.45	2,512.91	2,605.56
7. Net profit after tax (5-6)	3,954.85	8,020.11	2,579.00	14,685.90	7,134.62	7,460.52
8. Other comprehensive income						
A Items that will not be reclassified to profit or loss	5.40	32.70	(49.44)	112.63	40.45	85.99
B Income tax relating to items that will not be reclassified to profit or loss	(1.37)	(8.50)	13.52	(28.39)	(9.16)	(18.93)
C Items that will be reclassified to profit or loss	(539.04)	(1,756.58)	(35.14)	(3,686.35)	(100.68)	(365.92)
Total other comprehensive loss	(535.01)	(1,732.38)	(71.06)	(3,602.11)	(69.39)	(298.86)
9. Total comprehensive income for the periods/year (including non-controlling interest) (7+8)	3,419.84	6,287.73	2,507.94	11,083.79	7,065.23	7,161.66
10. Net profit attributable to:						
A Owners	3,810.37	7,874.38	2,401.41	14,226.82	6,775.61	6,940.52
B Non-controlling interest	144.48	145.73	177.59	459.08	359.01	520.00
11. Other comprehensive income attributable to:						
A Owners	(534.97)	(1,732.23)	(70.90)	(3,601.93)	(69.29)	(298.87)
B Non-controlling interest	(0.04)	(0.15)	(0.16)	(0.18)	(0.10)	0.01
12. Total comprehensive income attributable to:						
A Owners	3,275.40	6,142.15	2,330.51	10,624.89	6,706.32	6,641.65
B Non-controlling interest	144.44	145.58	177.43	458.90	358.91	520.01
13. Paid-up equity share capital (face value of ₹ 10 each)	6,495.50	6,495.50	4,330.33	6,495.50	4,330.33	4,330.33
14. Other equity						36,468.75
15. Earnings per share (of ₹ 10/- each) (not annualised for quarters and nine months) (Refer Note 5)						
(a) Basic	5.87	12.12	3.70	21.90	10.43	10.69
(b) Diluted	5.87	12.12	3.70	21.90	10.43	10.69
See accompanying notes						



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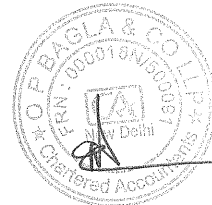
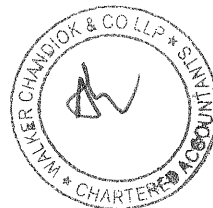
Statement of standalone financial results for the quarter and nine month ended on 30 September 2022

₹ in million, except per share data

Particulars	Three months ended on	Three months ended on	Three months ended on	Nine months ended on	Nine months ended on	Year ended on
	30 September 2022 (Unaudited)	30 June 2022 (Unaudited)	30 September 2021 (Unaudited)	30 September 2022 (Unaudited)	30 September 2021 (Unaudited)	31 December 2021 (Audited)
1. Income						
(a) Revenue from operations	25,016.50	43,658.26	17,105.62	90,518.47	54,950.37	65,957.42
(b) Other income	258.31	242.52	83.54	701.38	235.35	573.02
Total income	25,274.81	43,900.78	17,189.16	91,219.85	55,185.72	66,530.44
2. Expenses						
(a) Cost of materials consumed	12,594.86	21,257.96	8,123.03	45,668.58	25,274.97	30,858.12
(b) Purchase of stock-in-trade	213.83	370.49	193.68	1,005.12	868.16	1,194.30
(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(471.43)	900.49	13.36	(796.99)	9.22	(760.66)
(d) Employee benefits expense	2,357.46	2,462.49	1,940.87	6,849.84	5,568.75	7,411.15
(e) Finance costs	323.38	353.67	325.29	1,108.62	1,213.52	1,551.43
(f) Depreciation and amortisation expense	1,109.90	1,249.49	997.78	3,366.25	3,018.93	3,998.34
(g) Other expenses	5,315.58	7,638.73	3,543.03	17,767.16	12,087.33	15,462.54
Total expenses	21,443.58	34,233.32	15,137.04	74,968.58	48,040.88	59,715.22
3. Profit before tax (1-2)	3,831.23	9,667.46	2,052.12	16,251.27	7,144.84	6,815.22
4. Tax expense						
(a) Current tax	977.82	2,389.88	345.76	3,938.00	1,218.40	1,168.10
(b) Adjustment of tax relating to earlier periods/year	-	-	(0.72)	-	(0.72)	(0.73)
(c) Deferred tax (credit)/charge	(23.21)	(5.76)	247.90	199.76	834.78	752.98
Total tax expense	954.61	2,384.12	592.94	4,137.76	2,052.46	1,920.35
5. Net profit after tax (3 - 4)	2,876.62	7,283.34	1,459.18	12,113.51	5,092.38	4,894.87
6. Other comprehensive income						
A. Items that will not be reclassified to profit or loss	5.64	34.12	(53.20)	113.34	36.71	75.17
B. Income tax relating to items that will not be reclassified to profit or loss	(1.41)	(8.59)	13.39	(28.52)	(9.24)	(18.92)
Total other comprehensive income/(loss)	4.23	25.53	(39.81)	84.82	27.47	56.25
7. Total comprehensive income for the periods/year (5+6)	2,880.85	7,308.87	1,419.37	12,198.33	5,119.85	4,951.12
8. Paid-up equity share capital (face value of ₹ 10)	6,495.50	6,495.50	4,330.33	6,495.50	4,330.33	4,330.33
9. Other equity						39,655.88
10. Earnings per share (of ₹ 10/- each) (not annualised for quarters and nine months) (Refer Note 5)						
(a) Basic	4.43	11.21	2.25	18.65	7.84	7.54
(b) Diluted	4.43	11.21	2.25	18.65	7.84	7.54



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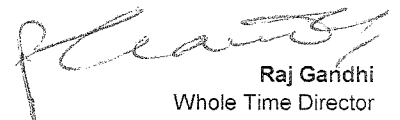
(₹ in million, except per share data)

Notes:

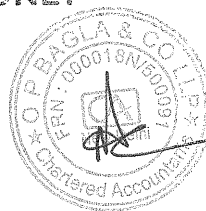
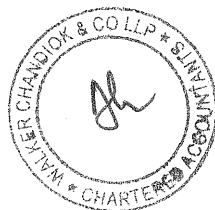
1. These standalone and consolidated financial results for the quarter and nine months period ended on 30 September 2022 have been reviewed and recommended for approval by the Audit, Risk Management and Ethics Committee and accordingly approved by the Board of Directors of Varun Beverages Limited ("VBL" or "the Company") at their respective meetings held on 01 November 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 nine months period ended 30 September 2022, the Company on 09 June 2022 has issued 216,516,540 bonus equity shares of ₹ 10 each as fully paid-up bonus equity shares in the ratio of 1 (One) equity share of ₹ 10/- each for every 2 (Two) existing equity shares of ₹ 10/- each. 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.
6. During the previous quarter ended on 30 June 2022, the Company 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.
7. The Company has decided to opt for the new tax regime u/s 115 BAA 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.
8. The Company on 01 July 2022 has subscribed 30% equity share capital amounting to ₹ 0.03 million in newly incorporated joint venture company, namely, IDVB Recycling Operations Private Limited (IDVB), which is inter alia engaged to carry on the business of recycling of pet (Polyethylene Terephthalate) bottles. Subsequent to quarter ended 30 September 2022, the Company has increased its stake from existing 30% to 50% of IDVB by subscribing additional 4,000 Equity Shares @ ₹ 10/- each for a consideration of ₹ 0.04 million.

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

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Raj Gandhi
Whole Time Director

Place : Gurugram
Dated : 01 November 2022



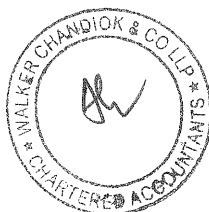
Independent Auditor's Review Report on Consolidated Unaudited Quarterly Financial Results and Year to Date Results of the Company pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended)

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') and its joint venture (refer Annexure 1 for the list of subsidiaries and a joint venture included in the Statement) for the quarter ended 30 September 2022 and the consolidated year to date results for the period 01 January 2022 to 30 September 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) ('Listing Regulations').
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 Listing Regulations.
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 Listing Regulation, 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 the 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.


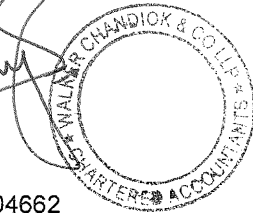


Independent Auditor's Review Report on Consolidated Unaudited Quarterly Financial Results and Year to Date Results of the Company pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended) (Cont'd)

5. We did not review the interim financial results of eight subsidiaries included in the Statement, whose financial information reflects total revenues of ₹ 9,014.37 and ₹ 24,563.92, total net profit after tax of ₹ 1,029.98 and ₹ 2,813.97, total comprehensive income of ₹ 1029.80 and ₹ 2813.40, for the quarter and nine-month period ended on 30 September 2022, respectively, 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 Chandiook & Co LLP
Chartered Accountants
Firm Registration No: 001076N/N500013


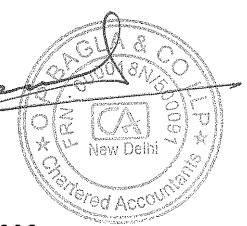



Ashish Gupta
Partner
Membership No. 504662
UDIN: 22504662BBPIGP6422

Place: Gurugram
Date: 01 November 2022

L-41, Connaught Place,
New Delhi 110001

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

Neeraj Kumar Agarwal
Partner
Membership No.: 094155
UDIN: 22094155BBPIYG4996

Place: Gurugram
Date: 01 November 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) (Cont'd)

Appendix A

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. Lunamech Technologies Private Limited
8. Varun Beverages RDC SAS
9. Varun Beverages International DMCC

Joint Venture

1. IDVB Recycling Operations Private Limited

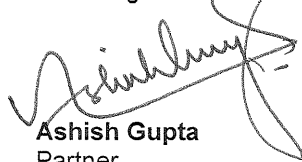


Independent Auditor's Review Report on Standalone Unaudited Quarterly Financial Results and Year to Date Results of the Company pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended)

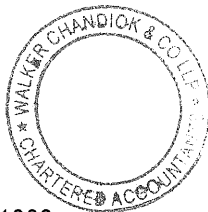
To the Board of Directors of Varun Beverages Limited

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 September 2022 and the year to date results for the period 01 January 2022 to 30 September 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) ('Listing Regulations'),
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 Listing Regulations. 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 Chandick & Co LLP
Chartered Accountants
Firm Registration No. 001076N/N500013



Ashish Gupta
Partner
Membership No. 504662
UDIN: 22504662BBPIFW1808



Place: Gurugram
Date: 01 November 2022

L-41, Connaught Place,
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For O P Bagla & Co LLP
Chartered Accountants
Firm Registration No: 000018N/N500091



Neeraj Kumar Agarwal
Partner
Membership No. 094155
UDIN: 22094155BBPIWW5620



Place: Gurugram
Date: 01 November 2022

B-225, 5th Floor, Okhla Industrial Area,
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