



AARVEE DENIMS AND EXPORTS LIMITED

CIN: L17110GJ1988PLC010504

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Phone: 079-30417000; E-Mail: cs@aarveedenims.com, Website: www.aarveedenims.com.

Date: 18.08.2025

To,
National Stock Exchange of India Limited
Exchange Plaza, 5th Floor, Plot No: C/1, G Block,
Bandra Kurla Complex, Bandra (E),
Mumbai – 400 051.
Scrip Symbol: AARVEEDEN

To,
BSE Limited
Phiroze Jeebhoy Towers,
Dalal Street,
Mumbai – 400 001
Scrip Code: 514274

SUB: PRESS RELEASE
Scrip Code: AARVEEDEN | 514274

Dear Sir/Madam,

Pursuant to Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we are enclosing herewith the Press Release for the Un Audited Financial Results Quarter ended June 30, 2025. This Media Release will also be available on the Company's website www.aarveedenims.com.

Kindly take the same on record.

Thanking You,

Yours Faithfully,
For, Aarvee Denims and Exports Limited

Jaimin Kailash Gupta
Chairman and Managing Director
[DIN: 06833388]

Date: August 18, 2025

Place: Ahmedabad

AARVEE DENIMS AND EXPORTS LIMITED ANNOUNCES Q1 FY26 ROBUST RESULTS, USHERS IN NEW ERA OF GROWTH UNDER NEW MANAGEMENT AND DEBT-FREE STATUS

Ahmedabad, India– August 18th, 2025 – AARVEE Denims and Exports Limited (NSE: AARVEEDEN, BSE: 514274) announced its unaudited standalone financial results for the first quarter ended June 30, 2025, approved by its Board of Directors on August 14, 2025. These results mark a significant turning point for the Company as it embraces a new strategic direction under its recently appointed management and a revitalized financial position.

AARVEE DENIMS AND EXPORTS LIMITED - Key Financial Highlights (Standalone, Rs. in Lakhs)

Particulars	Q1 FY26 (June 30, 2025) (Unaudited)	Q4 FY25 (March 31, 2025) (Audited)	Q1 FY25 (June 30, 2024) (Unaudited)
Total Revenue	627.29	4,544.15	5,862.62
Profit / (Loss) before Tax	328.60	1,612.51	2,772.87
Profit / (Loss) for the Period	2,548.08	-887.09	2,258.43
Earnings per Equity Share (Rs.)	9.89	-3.78	9.63

Key Observations:

- **Total Revenue (QoQ & YoY):** The total revenue for Q1 FY26 (June 30, 2025) was **Rs. 627.29 lakhs**, which represents a significant decrease compared to both Q4 FY25 (Rs. 4,544.15 lakhs) and Q1 FY25 (Rs. 5,862.62 lakhs). This period reflects the company's operational state before the full strategic impact of the new management and debt repayment.
- **Profit / (Loss) before Tax (QoQ & YoY):** The company reported a **profit before tax of ₹328.60 lakhs** in Q1 FY26, compared to a profit of **₹1,612.51 lakhs** in Q4 FY25 and **₹2,772.87 lakhs** in Q1 FY25. The moderation reflects the revenue decline in the quarter prior to the strategic impact of the new management and operational consolidation.
- **Profit / (Loss) for the Period (QoQ & YoY):** For Q1 FY26, Aarvee Denims and Exports Limited reported a **Profit Before Tax** of ₹328.60 lakh, which increased to a **Profit After Tax** of ₹2,548.08 lakh. This positive outcome was primarily driven by a significant **positive adjustment related to tax expense**.
- **Earnings per Equity Share (QoQ & YoY):** Corresponding to the profit for the period, the **Basic & Diluted Earnings per Equity Share in Q1 FY26 was Rs. 9.89**. This shows a positive turnaround from the negative earnings of Rs. 3.78 in Q4 FY25 and is comparable to Rs. 9.63 in Q1 FY25.

Key Highlights and Strategic Developments:

- **Becoming Debt-Free:** AARVEE Denims has successfully **repaid all outstanding bank loans in full as of June 3, 2025, making the company entirely bank debt-free**. This crucial financial milestone significantly strengthens the Company's balance sheet and operational flexibility.
- **New Management Takes Helm:** Following a Share Purchase Agreement (SPA) executed on September 5, 2024, the Company saw a **change in management effective July 5, 2025**. Mr. Jaimin Kailash Gupta, along with PACs (Persons Acting in Concert) Mr. Tarachand Gangasahay Agrawal and Qmin Industries Limited, acquired approximately 65.63% of the Company's total shareholding. Mr. Jaimin Kailash Gupta now serves as the Chairman & Managing Director. This transition was formally approved by the Board on July 5, 2025, which included the transfer of the entire balance shareholding of the former Promoters and Promoters Group to the Acquirer and PACs.
- **Commitment to Going Concern:** Despite the sale of certain assets, including the dismantling of building structures on land that was sold, the Narol unit, equipped with facilities for yarn warping, sizing, dyeing, weaving, and finishing denim and non-denim fabrics, **remains with the Company and will be utilized by the new management**, ensuring the company continues as a going concern. The management also

believes there will be sufficient future taxable profit to utilize the recognized MAT credit of approximately Rs. 6.0 Crores.

Management Outlook:

Mr. Jaimin Kailash Gupta, Chairman & Managing Director, said:

“Following our restructuring and the appointment of the new leadership team in July 2025, we’ve aligned our focus on cost optimisation, digital supply chain enhancements, and strategic sourcing partnerships. This quarter marks a turning point in operational approach, one that underlines our commitment to turning around the Company. With a debt-free balance sheet, a sharpened manufacturing footprint at Narol, and new skin in the game supported by capital, we are bringing fresh resources into the system while leveraging the established goodwill of the Company. A new chapter is about to unfold, one that positions us to respond decisively to market opportunities and build long-term competitiveness.”

The new management is committed to leveraging the Company's debt-free status and the operational capabilities of the Narol unit to **turn AARVEE Denims into a profitable and value-creating company with significant headroom for future growth.**

Investors can access the detailed Unaudited Standalone Financial Results on the Company's website, www.aarveedenims.com, or on the websites of BSE (www.bseindia.com) and NSE (www.nseindia.com).

About AARVEE Denims and Exports Limited & TAM:

Established in 1988 and headquartered in Ahmedabad, Aarvee Denims & Exports Ltd. is a leading integrated textile manufacturer offering a comprehensive range of denim, non-denim, shirting, and suiting fabrics. Operating primarily from its Narol facility, Aarvee delivers end-to-end in-house capabilities, from yarn production to finishing, ensuring consistency in quality and flexibility in supply. Over three decades, Aarvee has built a vertically integrated platform serving domestic and international markets. Following a strategic restructuring and leadership transition in 2025, Aarvee now operates from its high-capability Narol unit, with a renewed focus on operational efficiency, cost optimisation, and technology-led supply chain enhancements. The Company achieved a debt-free status in June 2025, providing a stronger capital foundation to execute its revival plan. The Indian textile market, valued at USD 146.55 billion in 2024, is projected to reach USD 213.51 billion by 2033, with domestic demand and exports expected to hit USD 250 billion and USD 100 billion, respectively, by 2030–31. Within this, India’s denim industry has an installed capacity of 1,700 million meters, producing around 1,000 million meters annually (60–70% utilization), and the denim apparel market is forecast to grow from USD 1.14 billion in 2024 to USD 1.83 billion by 2033 at a 5.04% CAGR, with other estimates projecting USD 9.15 billion by 2026 at a 14% CAGR. Aarvee’s strategy is centred on expanding into emerging markets, diversifying into value-added fabrics, and aligning with global sourcing trends to capture new opportunities in both fashion and industrial textile segments. With a heritage of manufacturing excellence, a restructured balance sheet, and a future-ready operational model, Aarvee is positioning itself for sustainable value creation in the textile industry. (Sources: Wazir Advisors, IMARC Group, MarkWide Research, IJIRT, PIB, and Henry Textile).

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