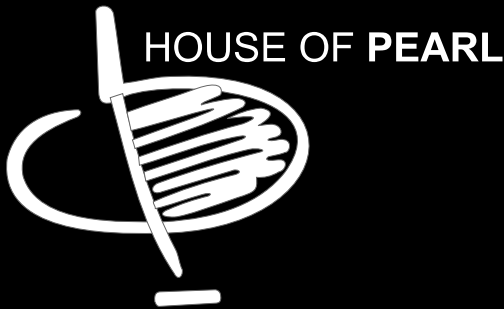




❄ FASHIONABLY AHEAD! ❄

Revenues Qtr. at Rs. 333.04 Crore | PAT Qtr. at Rs. 12.09 Crore | EPS Qtr. at Rs. 5.54

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH JUNE 2008

(Rs. Lacs)							
Sl. No.	Particulars	Consolidated			Standalone		
		Quarter Ended 30.06.2008 (Unaudited)	Quarter Ended 30.06.2007 (Unaudited)	Financial Year Ended 31.03.2008 (Audited)	Quarter Ended 30.06.2008 (Unaudited)	Quarter Ended 30.06.2007 (Unaudited)	Financial Year Ended 31.03.2008 (Audited)
1.	Net Sales/Income from Operations	32,658.38	27,300.93	109,038.18	178.24	—	1,512.88
2.	Other Income	645.96	700.53	2,671.47	429.73	379.06	1,498.95
3.	Total Income	33,304.34	28,001.46	111,709.65	607.97	379.06	3,011.83
4.	Expenditure						
	a) (Increase)/Decrease in stock in trade	781.52	461.11	(568.71)	—	—	—
	b) Consumption of raw material	3,499.92	3,103.45	16,268.98	—	—	—
	c) Purchase of Traded Goods (including cost of raw material sold)	17,115.14	13,824.51	55,697.81	155.29	—	1,437.76
	d) Employee Cost	3,621.63	3,005.52	12,265.48	25.50	17.86	86.39
	e) Depreciation	379.36	333.08	1,329.26	4.10	0.35	4.31
	f) Manufacturing Expenses	2,422.63	2,140.88	8,368.37	2.27	—	3.92
	g) Other Expenditure	3,505.78	2,783.96	9,513.45	124.99	54.66	306.73
	h) Total	31,325.98	25,652.51	102,874.64	312.15	72.87	1,839.11
5.	Interest	324.36	441.67	1,322.18	2.96	1.43	1.43
6.	Exceptional items	—	—	1,280.27	—	—	—
7.	Profit/(+) /Loss (-) from Ordinary Activities before tax (3)-(4+5+6)	1,654.00	1,907.28	6,232.56	292.86	304.76	1,171.29
8.	Tax expenses	(444.28)	(433.92)	(1,213.24)	(27.85)	(16.76)	(105.29)
9.	Net Profit (+)/Loss (-) from Ordinary Activities after tax (7-8)	1,209.72	1,473.36	5,019.32	265.01	288.00	1,066.00
10.	Extraordinary Items (Net of tax expenses)	—	—	—	—	—	0.26
11.	Net Profit/(+)/loss(-) for the period (9-10)	1,209.72	1,473.36	5,019.32	265.01	288.00	1,066.26
12.	Minority Interest	—	—	18.29	—	—	—
13.	Net Profit after Minority Interest	1,079.84	1,473.36	5,001.03	—	—	—
14.	Paid-up Equity Share capital (Face Value of Rs. 10/- each)	1,950.03	1,950.03	1,950.03	1,950.03	1,950.03	1,950.03
15.	Reserves excluding Revaluation Reserves as per balance sheet of previous accounting year	—	—	41,546.24	—	—	28,695.09
16.	Earning Per Share						
	a) Basic and diluted EPS before Extraordinary items, — Basic & Diluted	5.54	7.56	25.74	1.36	1.48	5.47
	b) Basic and diluted EPS after Extraordinary items, —Basic & Diluted	5.54	7.56	25.74	1.36	1.48	5.47
	c) Cash EPS	7.48	9.26	32.46	1.38	1.48	5.49
17.	Public shareholding						
	— No. of shares	6,755,506	6,755,506	6,755,506	6,755,506	6,755,506	6,755,506
	— Percentage of shareholding	34.64	34.64	34.64	34.64	34.64	34.64

NOTES TO INDEPENDENT AND CONSOLIDATED FINANCIALS:

- Unaudited Financial Results of the company for the first quarter ended 30.06.2008 have been reviewed by the Audit Committee and taken on record by the Board of Directors at meeting held on 30.07.2008, subjects to limited review by the Statutory Auditors of the company.
- During the quarter ended 30th June 2008, eight investor complaints were received and acted upon. All of them are disposed off completely. However, there were no complaints pending at the beginning and end of the quarter.
- Statement of Utilization of issue proceeds as on 30th June 2008.**

(Rs. in Lacs)

Purpose of Utilisation of Funds	Projected Utilisation	Actual Utilisation upto 30th June, 2008
Investment in Subsidiary Companies to increase the Group's production capacity	2990.00	824.69
Investment in Subsidiary Companies for establishment of a Design Centre and corporate office in Gurgaon.	380.00	—
Setting up an Integrated Information Technology System.	1,430.00	863.17
Pre-payment of Certain Term Loans availed by the company and its subsidiaries.	4,923.50	4,923.75
Investment in its subsidiary company M/s.Multinational Textiles Group Ltd, for payment of purchase in consideration to SACB Holding Limited and Pallas Holding Limited as part of the group restructuring.	4917.00	4,917.29
Setting up a Domestic Branded apparel retail business.	2,520.00	538.00
Acquisition or existing companies of setting up joint venture companies for marketing and distribution or wholesale / brands and supply business in the apparel, accessories or related segments within or outside India.	8,579.70	106.96
General Corporate purposes	877.00	—
Share issue Expenses	1,920.00	1,920.17
Total	28,537.20	14,094.03

Unutilised funds have been invested in Debt Mutual funds & fixed Deposits and Rs. 2,000 Lacs has been given to a subsidiary for repayment of its high interest bearing working capital loan as interim use of proceeds, this is subject to approval of shareholders.

SEGMENT REPORTING

Geographical Segment (Rs. Lacs)							Business Segment (Rs. Lacs)						
Particulars	Quarter Ended 30.06.08	%	Quarter Ended 30.06.07	%	Year Ended 31.03.08	%	Particulars	Quarter Ended 30.06.08	%	Quarter Ended 30.06.07	%	Year Ended 31.03.08	%
Segment Revenue							Segment Revenue						
USA	1,657.43	4.69	3,311.45	10.70	9,421.85	7.97	Manufacturing	12,337.90	34.94	10,639.55	34.39	44,479.13	37.64
UK	9,591.83	27.16	8,788.96	28.41	25,962.40	21.97	Marketing, Distribution	22,977.81	65.06	20,297.43	65.61	73,680.98	62.36
Hong Kong	11,728.55	33.21	8,189.80	26.47	38,296.74	32.41	Total	35,315.71		30,936.98		118,160.11	
India	8,708.59	24.66	7,472.40	24.15	31,415.35	26.59	Less : Inter Segment Revenue	2,930.06		2,729.04		11,242.56	
Bangladesh	2,127.26	6.02	1,795.10	5.80	7,643.73	6.47	Net Segment Revenue	32,385.65		28,207.94		106,917.55	
Others	1,502.05	4.25	1,379.27	4.46	5,420.05	4.59	Segment Results						
Total	35,315.71		30,936.98		118,160.12		Profit/(Loss) before Tax and Interest						
Less: Inter Segment Revenue	2,930.06		2,729.04		11,242.56		USA	(200.55)	(8.67)	267.62	11.65	194.47	2.19
Net Segment Revenue	32,385.65		28,207.94		106,917.56		UK	409.37	17.70	878.59	38.24	2,399.83	26.97
Segment Results							Hong Kong	601.45	26.00	831.20	36.18	3,591.53	40.37
Profit/(Loss) before Tax and Interest							India	866.74	37.47	6.52	0.28	1,582.52	17.79
USA	(200.55)	(8.67)	267.62	11.65	194.47	2.19	Bangladesh	124.45	5.38	199.46	8.68	725.27	8.15
UK	409.37	17.70	878.59	38.24	2,399.83	26.97	Others	309.92	13.40	113.96	4.96	403.18	4.53
Hong Kong	601.45	26.00	831.20	36.18	3,591.53	40.37	Total	2,111.38		2,297.35		8,896.80	
India	866.74	37.47	6.52	0.28	1,582.52	17.79	Less : (i) Interest	302.33		441.67		1,263.98	
Bangladesh	124.45	5.38	199.46	8.68	725.27	8.15	(ii) Other Un-allocable Expenditure net off.	155.20		—		1,398.82	
Others	309.92	13.40	113.96	4.96	403.18	4.53	Total Profit before Tax	1,653.85		1,855.68		6,234.00	
Total	2,111.38		2,297.35		8,896.80		Capital Employed per Segment						
Less : (i) Interest	302.33		441.67		1,263.98		USA	1,917.66	4.91	2,115.85	4.26	2,079.02	5.59
(ii) Other Un-allocable Expenditure net off.	155.20		—		1,398.82		UK	3,843.40	9.83	10,621.92	21.37	3,713.73	9.98
Total Profit before Tax	1,653.85		1,855.68		6,234.00		Hong Kong	7,505.68	19.20	6,459.55	13.00	7,385.02	19.84
Capital Employed per Segment							India	18,476.52	47.27	25,139.56	50.58	19,019.07	51.10
USA	1,917.66	4.91	2,115.85	4.26	2,079.02	5.59	Bangladesh	3,805.15	9.73	3,941.27	7.93	2,871.29	7.71
UK	3,843.40	9.83	10,621.92	21.37	3,713.73	9.98	Others	3,539.31	9.05	1,423.76	2.86	2,151.26	5.78
Hong Kong	7,505.68	19.20	6,459.55	13.00	7,385.02	19.84	Total	39,087.72		49,701.91		37,219.39	
India	18,476.52	47.27	25,139.56	50.58	19,019.07	51.10							
Bangladesh	3,805.15	9.73	3,941.27	7.93	2,871.29	7.71							
Others	3,539.31	9.05	1,423.76	2.86	2,151.26	5.78							
Total	39,087.72		49,701.91		37,219.39								

For current period & previous year, the geographical segments of the Company based on the location of assets are United States of America, United Kingdom, Hong Kong, India and Bangladesh.

- Arising from the announcement of the Institute of Chartered Accountants of India on the March 29,2008, the company had chosen for adopting of Accounting Standard (AS-30) " Financial Instruments : Recognition & Measurment in its entirety during the quarter ended March 31,2008. The figures of corresponding quarter of the previous year have not been restated.
- Except for Bangladesh entities, which are located in Export promotion zone and are in the Tax holidays period, the Deferred tax has been reckoned for all other entities.
- Figures of the previous period/ year (except mentioned in note no. 4) have been regrouped and rearranged to make them comparable with those of the current period.

for House of Pearl Fashions Limited

(PULKIT SETH)
MANAGING DIRECTOR

Place : Gurgaon
Date : 30th July, 2008

House of Pearl Fashions Limited

Regd. Office: "Pearl House", A-3, Community Centre, Naraina Industrial Area, Phase-II, New Delhi-110028