HOUSE OF PEARL

HOUSE OF PEARL FASHIONS LIMITED

Regd. Office:"Pearl House", A-3, Community Centre, Naraina Industrial Area, Phase-II, New Delhi-110 028

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH JUNE 2009

(Rs.in Lacs)

Sl. No.	Particulars	Consolidated Quarter Ended 30.06.2009 (Unaudited)	Consolidated Quarter Ended 30.06.2008 (Unaudited)	Consolidated Financial Year Ended 31.03.2009 (Audited)	Standalone Quarter Ended 30.06.2009 (Unaudited)	Standalone Quarter Ended 30.06.2008 (Unaudited)	Standalone Financial Year Ended 31.03.2009 (Audited)
1	a) Net Sales/ Income from Operations	44362.87	32385.64	144790.94	876.42	178.24	2283.25
	b) Other Operating Income	161.32	272.74	1592.07	-	-	-
	Total	**44524.19**	**32658.38**	**146383.01**	**876.42**	**178.24**	**2283.25**
2	Expenditure						
	a) (Increase)/Decrease in stock in trade & work in Progress	754.27	781.52	(509.39)	-	-	-
	b) Consumption of raw materials	5616.19	3499.92	18150.99	-	-	-
	c) Purchase of Traded Goods	25958.71	17115.14	82253.28	834.34	155.29	2047.14
	d) Employees Cost	4932.27	3621.63	18561.08	91.19	25.50	233.62
	e) Depreciation	440.71	379.36	1660.50	5.15	4.10	19.57
	f) Manufacturing Expenses	3019.98	2422.63	9767.22	67.60	2.27	123.61
	g) Other Expenditure	5413.25	3505.78	16861.79	236.38	124.99	754.08
	h) Total	46135.38	31325.98	146745.47	1234.66	312.15	3178.02
3	Profit from operations before other income,interest & exceptional items (1-2)	(1611.19)	1332.40	(362.46)	(358.24)	(133.91)	(894.77)
4	Other Income	2014.04	645.96	1890.61	245.12	429.73	2097.54
5	Profit before interest & exceptional items (3+4)	402.85	1978.36	1528.15	(113.12)	295.82	1202.77
6	Interest	396.47	324.36	1354.49	18.99	2.96	14.03
7	Profit after interest but before exceptional items (5-6)	6.38	1654.00	173.66	(132.11)	292.86	1188.74
8	Exceptional Items	-	-	-	-	-	-
9	**Profit(+) /Loss (-) from Ordinary Activities before tax (7+8)**	**6.38**	**1654.00**	**173.66**	**(132.11)**	**292.86**	**1188.74**
10	Tax Expenses	320.07	444.28	41.43	(54.07)	27.85	272.08
11	**Net Profit (+)/Loss (-) from Ordinary Activities After tax (9-10)**	**(313.69)**	**1209.72**	**132.23**	**(78.04)**	**265.01**	**916.66**
12	Extraordinary Item (net of tax expense)	-	-	-	-	-	-
13	**Net Profit(+)/ loss(-) for the Period (11-12)**	**(313.69)**	**1209.72**	**132.23**	**(78.04)**	**265.01**	**916.66**
	Minority Interest	(113.57)	(129.88)	**405.56**	-	-	-
	Net Profit(+)/ loss(-) after Minority Interest for the Period (11+12)	**(427.26)**	**1079.84**	**537.79**	**(78.04)**	**265.01**	**916.66**
14	Paid-up equity share capital (Face value of Rs.10/-each)	1950.03	1950.03	1950.03	1950.03	1950.03	1950.03
15	Reserves excluding Revaluation Reserves as per balance sheet of previous accounting year.			44802.15			29241.68
16	Earning Per Share (EPS)						
	a) Basic and diluted EPS before Extraordinary items.						
	'-Basic	(2.19)	6.20	2.76	(0.40)	1.36	4.70
	'-Diluted	(2.19)	6.20	2.76	(0.40)	1.36	4.70
	b) Basic and diluted EPS after Extraordinary items.						
	'-Basic	(2.19)	6.20	2.76	(0.40)	1.36	4.70
	'-Diluted	(2.19)	6.20	2.76	(0.40)	1.36	4.70
17	Public shareholding						
	No.of Shares	6,589,101	6,755,506	6,589,101	6,589,101	6,755,506	6,589,101
	Percentage of Shareholding	33.79	34.64	33.79	33.79	34.64	33.79

8) **Segment Reporting**

Geographical Segment	Qtr Ended	%	Qtr Ended	%	Year Ended	%
Particulars	30.06.2009		30.06.2008		31.03.2009	
Segment Revenue						
USA	4417.76	9.08	1657.43	4.69	12274.82	7.48
UK	5352.06	11.00	9591.83	27.16	28058.80	17.10
Hong Kong	19332.65	39.74	11728.55	33.21	61628.07	37.56
India	15764.22	32.41	8708.59	24.66	42167.87	25.70
Bangladesh	1400.10	2.88	2127.26	6.02	10012.91	6.10
South Africa	505.59	1.04	0.00	0.00	2030.82	1.24
Others	1873.61	3.85	1502.05	4.25	7916.21	4.82
Total	**48645.99**	**100.00**	**35315.71**	**100.00**	**164089.50**	**100.00**
Less: Inter Segment Revenue	4283.11		2930.06		19298.57	
Net Segment Revenue	**44362.88**		**32385.65**		**144790.93**	
Segment Results						
Profit /(Loss) before Tax and Interest						
USA	(190.25)	10.68	(200.55)	8.67	(712.22)	19.56
UK	(420.81)	23.63	409.37	17.71	35.91	0.99
Hong Kong	1459.21	81.94	601.45	26.01	886.71	24.36
India	321.67	18.06	866.74	37.49	2033.70	55.86
Bangladesh	(137.99)	7.75	124.45	5.38	(1253.30)	34.43
South Africa	(379.22)	21.29	89.42	3.87	530.34	14.57
Others	(170.70)	9.59	220.51	9.54	153.89	4.23
Total	**481.91**	**172.94**	**2111.39**	**108.67**	**1675.03**	**153.99**
Less : (i) Interest	396.47		302.33		1354.49	
(ii) Other Un-allocable Expenditure net off.	79.06		155.20		146.88	
Total Profit before Tax	**6.38**		**1653.86**		**173.66**	
Capital Employed per Segment						
USA	1950.05	3.11	1917.66	4.91	2317.76	3.67
UK	6037.08	9.62	3843.40	9.83	4099.75	6.50
Hong Kong	10688.44	17.03	7505.68	19.20	11614.11	18.41
India	36453.15	58.08	18476.52	47.27	33989.00	53.87
Bangladesh	4840.44	7.71	3805.15	9.73	5291.21	8.39
South Africa	1372.48	2.19	834.37	2.13	2271.97	3.60
Others	1422.75	2.27	2704.94	6.92	3509.04	5.56
Total	**62764.39**	**100.00**	**39087.72**	**100.00**	**63092.84**	**100.00**

	Business Segment	Qtr Ended	%	Qtr Ended	%	Year Ended	%
	Particulars	30.06.2009		30.06.2008		31.03.2009	
	Segment Revenue						
	Manufacturing	18765.33	38.58	12337.90	34.94	60096.99	36.62
	Marketing, Distribution	29608.07	60.86	22977.81	65.06	103992.51	63.38
	Branding & Retailing	272.59	0.56	-		-	
-	Total	**48645.99**	100.00	**35315.71**	100.00	**164089.50**	**100.00**
	Less inter Segment Revenue	4283.11		2930.06		19298.57	
-	Net Segment Revenue	**44362.88**		**32385.65**		**144790.93**	
	Segment Results						
	Profit/(Loss) before Tax and Interest						
	Manufacturing	128.60	21.61	1211.70	57.39	934.29	55.78
	Marketing, Distribution	466.37	78.39	899.69	42.61	740.74	44.22
	Branding & Retailing	(113.06)	19.00	-		-	
-	Total	**481.91**	**119.00**	**2111.39**	100.00	**1675.03**	**100.00**
	Less : (i) Interest	396.47		302.33		1354.49	
	(ii) Other Un-allocable Expenditure net off.	79.06		155.20		146.88	
-	Total Profit before Tax	**6.38**		**1653.86**		**173.66**	
	Capital employed per segment						
	Manufacturing	41884.38	66.73	24986.61	63.92	42077.23	66.69
	Marketing, Distribution	20048.05	31.94	14101.11	36.08	20303.58	32.18
	Branding & Retailing	831.96	1.33	-		712.03	1.13
-	Total	**62764.39**	**100.00**	**39087.72**	**100.00**	**63092.84**	**100.00**

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,Bangladesh & South Africa.

NOTES TO FINANCIAL RESULTS:

1) Unadited Financial Results of the company for the quarter ended 30th June 2009 have been reviewed by the Audit Committee and taken on record by the Board of Directors at its meeting held on 31st July 2009.

2) During the quarter ended 30th June 2009, no investor complaint was received. There were no complaints pending at the beginning and end of the quarter. As such no complaint to be resolved.

3) Statement of Utilization of issue proceeds as on 30th June 2009.

(Rs.in Lacs)

Purpose of Utilisation of Funds	Projected Utilisation	Actual Utilisation upto 30 th June,2009
Investment in Subsidiary Companies to increase the Group's production capacity	2990.00	1,167.65
Investment in Subsidiary Companies for establishment of a Design Centre and corporate office in Gurgaon.	380.00	121.00
Setting up an Integrated Information Technology System.	1,430.00	1,378.52
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 Domstic Branded apparel retail business.	2,520.00	1,678.00
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	3,115.03
General Corporate Purpose	877.00	-
Extended working capital & temporary loans to its subsidiaries as an interim use of funds.	-	6,023.88
Share issue Expenses	1,920.00	1,919.50
Total	28,537.20	25,244.62

Unutilised funds have been invested in Bank Fixed Deposits & Debt Mutual funds and Rs.2,000 Lacs has been given to Pearl Global Ltd, a subsidiary for repayment of its high interest bearing working capital loan as interim use of proceeds. The company has also extended working capital support of Rs.1476.48 lacs to its WOS; House of Pearl Fashions (US) Ltd.,Rs.1367.02 lacs to Nor Pearl Knitwear Ltd., Rs.650.00 lacs to Pearl Global Ltd.,Rs.350.00 lacs to LPES and Rs.180.37 Lacs to Multinational Textile Group Ltd.as an interim use of funds.

4) 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 from the quarter ended March 31, 2008.

5) Except for Bangladesh entites, which are located in Export promotion zone and are in the Tax holidays period, the Deferred tax has been reckoned for all other entites.

6) The standalone results for the quarter ended 30th June 2009 are available at the website of the company, www.houseofpearl.com, besides the websites of Bombay Stock Exchange Ltd. and National Stock Exchange of India Ltd.

7) Figures of the previous period/ year (except mentioned in note no. 5) have been regrouped and rearranged to make them comparable with those of the current period.

For **HOUSE OF PEARL FASHIONS LIMITED**

Place : Gurgaon
Date : 31st July 2009

Sd/-
DIRECTOR