



PEARL GLOBAL INDUSTRIES LIMITED

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

PART I

STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED 30 SEPTEMBER 2012

(Rs. in Lacs)

Sl. No.	Particulars	CONSOLIDATED						STANDALONE					
		Quarter Ended 30.09.2012 (Unaudited)	Quarter Ended 30.06.2012 (Unaudited)	Quarter Ended 30.09.2011 (Unaudited)	Half Year Ended 30.09.2012 (Unaudited)	Half Year Ended 30.09.2011 (Unaudited)	Financial Year Ended 31.03.2012 (Audited)	Quarter Ended 30.09.2012 (Unaudited)	Quarter Ended 30.06.2012 (Unaudited)	Quarter Ended 30.09.2011 (Unaudited)	Half Year Ended 30.09.2012 (Unaudited)	Half Year Ended 30.09.2011 (Unaudited)	Financial Year Ended 31.03.2012 (Audited)
1	Income from Operations												
	a) Net Sales/ Income from Operations	93360.07	82713.54	59762.96	176073.61	121135.98	275057.68	11810.08	14475.40	0.00	26285.48	0.00	61312.57
	b) Other Operating Income	1937.88	1690.59	783.33	3628.47	1691.83	4791.43	508.12	1228.14	33.06	1736.26	60.47	3357.46
	Total income from operations (a+b)	95297.95	84404.13	60546.29	179702.08	122827.81	279849.11	12318.20	15703.54	33.06	28021.74	60.47	64670.03
2	Expenses												
	a) Cost of material consumed	7788.43	6547.48	3623.36	14335.91	11996.48	27202.37	3361.48	2501.45	0.00	5862.93	0.00	15987.85
	b) Purchase of stock in trade	66334.73	55685.01	43530.11	122019.74	79050.90	183538.26	4098.02	5353.11	0.00	9451.13	0.00	24468.51
	c) Changes in inventories of finished goods, work in progress and stock in trade.	(758.76)	2779.65	(651.78)	2020.89	925.16	257.83	(792.31)	2319.44	0.00	1527.13	0.00	941.43
	d) Employee benefits expense	7645.94	6676.85	5539.03	14322.79	11190.58	23626.16	1377.11	1233.80	95.20	2610.91	202.02	5392.25
	e) Depreciation	688.93	676.37	614.28	1365.30	1213.32	2514.71	262.61	260.15	93.59	522.76	186.15	1036.43
	f) Other Expenditure	12120.40	9808.36	7623.14	21928.76	16096.18	34446.57	4585.43	3862.83	160.11	8448.26	377.85	16464.75
	g) Total expenses	93819.67	82173.72	60278.14	175993.39	120472.62	271585.90	12892.34	15530.78	348.90	28423.12	766.02	64291.22
3	Profit from operations before other income, finance costs & exceptional items (1-2)	1478.28	2230.41	268.15	3708.69	2355.19	8263.21	(574.14)	172.76	(315.84)	(401.38)	(705.55)	378.81
4	Other Income	247.96	572.10	975.55	820.06	1313.30	1544.60	379.17	326.38	383.78	705.55	661.85	933.43
5	Profit from ordinary activities before finance costs & exceptional items (3+4)	1726.24	2802.51	1243.70	4528.75	3668.49	9807.81	(194.97)	499.14	67.94	304.17	(43.70)	1312.24
6	Finance costs	774.24	887.20	1161.19	1661.44	2401.52	5231.61	328.40	345.46	15.74	673.86	30.15	1377.37
7	Profit from ordinary activities after finance costs but before exceptional items (5-6)	952.00	1915.31	82.51	2867.31	1266.97	4576.20	(523.37)	153.68	52.20	(369.69)	(73.85)	(65.13)
8	Exceptional Items	3.91	28.17	(266.92)	32.08	(266.98)	(243.42)	(3.40)	28.17	0.00	24.77	0.00	(256.97)
9	Profit/(Loss) from Ordinary Activities before tax (7+8)	948.09	1887.14	349.43	2835.23	1533.95	4819.62	(519.97)	125.51	52.20	(394.46)	(73.85)	191.84
10	Tax Expenses												
	Income Tax	280.33	324.49	152.31	604.82	478.87	947.41	4.08	0.00	0.00	4.08	0.78	(39.43)
	MAT Credit			82.76		0.00							
	Deferred Tax	(75.57)	38.76	(317.48)	(36.81)	(303.09)	(135.12)	(79.19)	(16.45)	0.90	(95.64)	(48.24)	(135.09)
11	Net Profit/(Loss) from Ordinary Activities after tax (9-10)	743.33	1523.89	431.84	2267.22	1358.17	4007.33	(444.86)	141.96	51.30	(302.90)	(26.39)	366.36
12	Extraordinary Item (net of tax expense Rs. Nil)	0.00		0.00	0.00	0.00	152.50	0.00	0.00	0.00	0.00	0.00	0.00
13	Net Profit/ (loss) for the Period (11-12)	743.33	1523.89	431.84	2267.22	1358.17	3854.83	(444.86)	141.96	51.30	(302.90)	(26.39)	366.36
14	Share of Profit/(loss) of associates												
15	Minority Interest	(392.83)	(66.08)	(66.61)	(458.91)	(218.64)	(705.83)	0.00	0.00	0.00	0.00	0.00	0.00
16	Net Profit/(loss) after taxes, minority interest and share of profit/(loss) of associates (13+14+15)	350.50	1457.81	365.23	1808.31	1139.53	3149.00	(444.86)	141.96	51.30	(302.90)	(26.39)	366.36

Sl. No.	Particulars	Quarter Ended 30.09.2012 (Unaudited)	Quarter Ended 30.06.2012 (Unaudited)	Quarter Ended 30.09.2011 (Unaudited)	Half Year Ended 30.09.2012 (Unaudited)	Half Year Ended 30.09.2011 (Unaudited)	Financial Year Ended 31.03.2012 (Audited)	Quarter Ended 30.09.2012 (Unaudited)	Quarter Ended 30.06.2012 (Unaudited)	Quarter Ended 30.09.2011 (Unaudited)	Half Year Ended 30.09.2012 (Unaudited)	Half Year Ended 30.09.2011 (Unaudited)	Financial Year Ended 31.03.2012 (Audited)
17	Paid-up equity share capital (Face value of Rs.10/-each)	2166.39	2166.39	1950.03	2166.39	1950.03	2166.39	2166.39	2166.39	1950.03	2166.39	1950.03	2166.39
18	Reserves excluding Revaluation Reserves as per balance sheet of previous accounting year.						52248.57						32709.17
19i	Earning Per Share (before extraordinary items) (of Rs.10 each) (not annualised):												
	(a) Basic	1.62	6.73	1.87	8.35	5.84	15.24	(2.05)	0.66	0.26	(1.40)	(0.14)	1.69
	(b) Diluted	1.62	6.73	1.87	8.35	5.84	15.24	(2.05)	0.66	0.26	(1.40)	(0.14)	1.69
19ii	Earning Per Share (after extraordinary items) (of Rs.10 each) (not annualised):												
	(a) Basic	1.62	6.73	1.87	8.35	5.84	14.54	(2.05)	0.66	0.26	(1.40)	(0.14)	1.69
	(b) Diluted	1.62	6.73	1.87	8.35	5.84	14.54	(2.05)	0.66	0.26	(1.40)	(0.14)	1.69

PART II

SELECT INFORMATION FOR THE QUARTER AND HALF YEAR ENDED 30 SEPTEMBER 2012

Sl. No.	Particulars	Quarter Ended 30.09.2012 (Unaudited)	Quarter Ended 30.06.2012 (Unaudited)	Quarter Ended 30.09.2011 (Unaudited)	Half Year Ended 30.09.2012 (Unaudited)	Half Year Ended 30.09.2011 (Unaudited)	Financial Year Ended 31.03.2012 (Audited)	Quarter Ended 30.09.2012 (Unaudited)	Quarter Ended 30.06.2012 (Unaudited)	Quarter Ended 30.09.2011 (Unaudited)	Half Year Ended 30.09.2012 (Unaudited)	Half Year Ended 30.09.2011 (Unaudited)	Financial Year Ended 31.03.2012 (Audited)
A	PARTICULARS OF SHAREHOLDING												
1	Public shareholding												
	No. of Shares	7,239,028	7,239,028	6,585,255	7,239,028	6,585,255	7,239,028	7,239,028	7,239,028	6,585,255	7,239,028	6,585,255	7,239,028
	Percentage of Shareholding	33.42	33.42	33.77	33.42	33.77	33.42	33.42	33.42	33.77	33.42	33.77	33.42
2	Promoters and Promoter Group Shareholding												
a)	Pledged/Encumbered												
	- Number of Shares	-	-	-	-	-	-	-	-	-	-	-	-
	- Percentage of shares (as a% of the total shareholding of promoter and Promoter Group)	-	-	-	-	-	-	-	-	-	-	-	-
	- Percentage of shares (as a% of the total share capital of the Company)	-	-	-	-	-	-	-	-	-	-	-	-
b)	Non-encumbered												
	- Number of Shares	14424909	14424909	12915088	14424909	12915088	14424909	14424909	14424909	12915088	14424909	12915088	14424909
	- Percentage of shares (as a% of the total shareholding of Promoter and Promoter Group)	66.58	66.58	66.23	66.58	66.23	66.58	66.58	66.58	66.23	66.58	66.23	66.58
	- Percentage of shares (as a % of the total share capital of the Company)	100.00	100.00	100.00	100.00	100.00	100.00	100.00	100.00	100.00	100.00	100.00	100.00

Particulars	3 Months ended 30.09.12
B INVESTOR COMPLAINTS	
Pending at the beginning of the quarter	NIL
Received during the quarter	FOUR
Disposed of during the quarter	FOUR
Remaining unresolved at the end of the quarter	NIL

NOTES TO FINANCIAL RESULTS:

- 1 Unaudited Financial Results of the company for the quarter ended 30th September 2012 have been reviewed by the Audit Committee and taken on record by the Board of Directors at their meetings held on 12th November 2012.
- 2 Consolidated and standalone figures for the quarter ended 30th September 2012 have been prepared giving effect to the merger of erstwhile Pearl Global Ltd. with the company. However, the corresponding consolidated and standalone figures for the quarter ended 30th September 2011 remain unchanged to the pre-merger status since the merger was not effected till then. In view of above, the previous periods' figures are not comparable with that of corresponding current quarter.
- 3 In terms of the Scheme of Amalgamation, 2163594 equity shares of the company have been allotted to the shareholders of erstwhile Pearl Global Limited on 14-02-2012. The equity share capital and the number of shares shown above during the quarter ended 30th September 2012 under S. No. 17 of Part I and S.No. 1 and 2 of Part II respectively include the same and the Basic and Diluted EPS has been calculated accordingly.
- 4 The financial performances on standalone basis for the quarter ending 30.09.2012 are (Rs. in Lacs): a) Turnover Rs. 12318.20, b) Loss Before Tax Rs. 519.97 and c) Loss After Tax Rs 444.86.
- 5 The standalone results for the quarter ended 30th September 2012 are available on the company's website at www.houseofpearl.com, besides the websites of Bombay Stock Exchange Ltd. and National Stock Exchange of India Ltd.
- 6 Statement of utilization of issue proceeds as on 30th September 2012:

Projected Utilisation	Actual Utilisation
2,990.00	1,465.84
380.00	380.00
1,430.00	1,430.00
4,923.50	4,923.75
4,917.00	4,917.29
2,520.00	2,298.46
8,579.70	4,905.56
877.00	360.82
-	5,422.23
1,920.00	1,919.50
28,537.20	28,023.46

Investment in Subsidiary Companies to increase the Group's production capacity
Investment in Subsidiary Company for establishment of Design Centre and corporate office in Gurgaon
Setting up an Integrated Information Technology System.
Pre-payment of Certain Term Loans availed by the company and its subsidiaries.
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.
Setting up a Domstic Branded apparel retail business.
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.
General Corporate purpose expenses on integrated technology system, in excess of projected utilisation.
Extended working capital & temporary loans to its subsidiaries as an interim use of funds.
Share issue Expenses
Total

Unutilized funds have been invested in Bank Fixed Deposits, Debt Mutual funds and Inter-corporate Deposits and Rs. 2000 Lacs has been given to erstwhile Pearl Global Ltd, a subsidiary for repayment of its high interest bearing working capital loan as interim use of proceeds, Rs.1367.02 Lacs to Nor Pearl Knitwear Ltd., Rs. 831.70 Lacs to Norp Knit Industries Ltd. as share application money, Rs. 223.40 Lacs to Pearl Global (HK) Ltd. as loan, and Rs. 556. Lacs to a subsidiary as an interim use of funds.

- 7 "The Board in its meeting held on 12th November, 2012 approved a Scheme of Arrangement with PDS Multinational Fashions Limited (a wholly owned subsidiary, hereinafter referred to as PDS) for demerger of a business undertaking from the company and subsequent merger with and into PDS pursuant to Section 391 to 394 and other applicable provisions of the Companies Act, 1956."

By order of the Board
Sd/-
(Chairman)

Place : Gurgaon.

Date : 12th November, 2012.

11. Segment Reporting

(Rs.in Lacs)

Geographical Segment	Qtr Ended 30.09.2012	%	Qtr Ended 30.06.2012	%	Qtr Ended 30.09.2011	%	Half Year 30.09.2012	%	Half Year 30.09.2011	%	Year Ended 31.03.2012	%
Segment Revenue												
UK	3867.09	3.82	7087.98	7.91	2776.96	4.19	10955.07	5.36	4654.34	3.51	14410.96	4.75
Hong Kong	75552.11	74.58	55713.73	62.15	43820.54	66.09	131265.84	60.48	80716.55	60.87	187352.42	61.70
India	11783.48	11.63	14462.40	16.13	9978.22	15.05	26245.88	21.33	28596.02	21.57	61356.01	20.21
Others	10103.69	9.97	12379.82	13.81	9733.45	14.68	22483.51	12.83	18632.88	14.05	40515.91	13.34
Total	101306.37	100.00	89643.93	100.00	66309.17	100.00	190950.30	100.00	132599.79	100.00	303635.30	100.00
Less: Inter Segment Revenue	7946.30		6930.39		5996.25		14876.69		10258.67		28577.62	
Net Segment Revenue	93360.07		82713.54		60312.92		176073.61		122341.12		275057.68	
Segment Results												
Profit /(Loss) before Tax and Interest												
UK	475.37	21.36	608.79	19.41	387.09	23.00	1084.16	22.33	441.35	12.48	1091.51	13.62
Hong Kong	1750.48	78.64	1782.70	56.85	1295.80	77.00	3533.18	72.78	2541.36	71.85	5078.57	63.36
India	(359.03)	16.13	596.39	19.02	(46.55)	2.77	237.36	4.89	554.09	15.67	1238.88	15.45
Others	(480.63)	21.59	148.04	4.72	(392.50)	23.32	(332.59)	6.85	(213.81)	6.05	607.09	7.57
Total	1386.19	137.72	3135.92	100.00	1243.84	126.09	4522.11	106.85	3322.99	106.05	8016.05	100.00
Less : (i) Interest	454.92		1206.52		864.06		1661.44		1709.71		2939.97	
(ii) Other Un-allocable Expenditure net off.	(16.87)		42.31		30.35		25.44		79.33		256.46	
Total Profit before Tax	948.14		1887.09		349.43		2835.23		1533.95		4819.62	
Capital Employed per Segment												
UK	9045.82	12.47	12497.11	11.75	7735.37	6.71	9045.82	10.56	7735.37	6.71	10608.05	10.56
Hong Kong	48986.42	67.52	45787.84	43.07	38922.91	33.77	48986.42	37.33	38922.91	33.77	37488.04	37.33
India	3040.84	4.19	29328.01	27.59	49785.32	43.19	3040.84	31.72	49785.32	43.19	31851.92	31.72
Others	11479.86	15.82	18700.43	17.59	18815.55	16.32	11479.86	20.38	18815.55	16.32	20467.26	20.38
Total	72552.94	100.00	106313.39	100.00	115259.15	100.00	72552.94	100.00	115259.15	100.00	100415.27	100.00

<u>Business Segment</u>	<u>Qtr Ended</u> <u>30.09.2012</u>	<u>%</u>	<u>Qtr Ended</u> <u>30.06.2012</u>	<u>%</u>	<u>Qtr Ended</u> <u>30.09.2011</u>	<u>%</u>	<u>Half Year</u> <u>30.09.2012</u>	<u>%</u>	<u>Half Year</u> <u>30.09.2011</u>	<u>%</u>	<u>Year Ended</u> <u>31.03.2012</u>	<u>%</u>
<u>Particulars</u>												
<u>Segment Revenue</u>												
Manufacturing	18746.65	18.50	21370.71	23.84	15146.27	22.84	40117.36	21.01	39002.00	29.41	85678.93	28.21
Marketing, Distribution	82559.72	81.50	68273.22	76.16	51157.39	77.15	150832.94	78.99	93597.77	70.59	217969.25	71.79
Branding & Retailing		0.00		0.00	5.51	0.01	0.00	0.00	0.02	0.00	(12.88)	0.00
Total	101306.37	100.00	89643.93	100.00	66309.17	100.00	190950.30	100.00	132599.79	100.00	303635.30	100.00
Less inter Segment Revenue	7946.30		6930.39		5996.25		14876.69		10258.67		28577.62	
Net Segment Revenue	93360.07		82713.54		60312.92		176073.61		122341.12		275057.68	
<u>Segment Results</u>												
<u>Profit/(Loss) before Tax and Interest</u>												
Manufacturing	(275.59)	16.54	809.31	25.78	(255.02)	17.01	533.72	11.78	873.63	24.73	2038.34	24.38
Marketing, Distribution	1665.81	100.00	2330.03	74.22	1499.12	100.00	3995.84	88.22	2659.61	75.27	6323.61	75.62
Branding & Retailing	(4.03)	0.24	(3.42)	0.11	(0.26)	0.02	(7.45)	0.16	(210.25)	5.95	(345.90)	4.14
Total	1386.19	116.79	3135.92	100.11	1243.84	117.03	4522.11	100.16	3322.99	105.95	8016.05	104.14
Less : (i) Interest	454.92		1206.52		864.06		1661.44		1709.71		2939.97	
(ii) Other Un-allocable Expenditure net off.	(16.87)		42.31		30.35		25.44		79.33		256.46	
Total Profit before Tax	948.14		1887.09		349.43		2835.23		1533.95		4819.62	
<u>Capital employed per segment</u>												
Manufacturing	4052.25	5.59	36206.58	34.06	55917.93	48.51	4052.25	5.59	55917.93	48.51	38953.94	38.79
Marketing, Distribution	68208.99	94.01	69833.45	65.69	58880.95	51.09	68208.99	94.01	58880.95	51.09	61183.40	60.93
Branding & Retailing	291.70	0.40	273.36	0.26	460.27	0.40	291.70	0.40	460.27	0.40	277.93	0.28
Total	72552.94	100.00	106313.39	100.00	115259.15	100.00	72552.94	100.00	115259.15	100.00	100415.27	100.00

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

PEARL GLOBAL INDUSTRIES LIMITED

BALANCE SHEET AS AT September 30, 2012

(Rs. in Lacs)

	Consolidation	Consolidation	Standalone	Standalone
Consolidated / Standalone Statement of Assets and Liabilities	As at period ended 30-09-2012	As at year ended 31-03-2012	As at period ended 30-09-2012	As at year ended 31-03-2012
I. EQUITY AND LIABILITIES				
(1) Shareholders' funds				
(a) Share Capital	2166.39	2166.39	2,166.39	2,166.39
(b) Reserves and surplus	55398.96	52641.54	33,425.81	33,102.14
(c) Money received against share warrants	0.00	0.00		
	57565.36	54807.93	35,592.20	35,268.53
(2) Share application money pending allotment			-	-
(3) Minority interest	3320.08	2872.23		
(4) Non-current liabilities				
(a) Long-term borrowings	5237.86	5334.65	612.09	870.68
(b) Deferred tax liabilities (Net)	23.43	225.49	-	-
(c) Other Long term liabilities	1151.97	1287.39	1,148.36	1,284.78
(d) Long-term provisions	130.03	113.10	114.07	112.10
Sub-total - Non-current liabilities	6543.28	6960.62	1,874.52	2,267.56
(5) Current liabilities				
(a) Short-term borrowings	38075.54	38994.81	8,115.18	10,281.74
(b) Trade payables	27951.81	26206.26	5,494.02	7,720.18
(c) Other current liabilities	10108.08	7505.04	3,023.13	2,769.37
(d) Short-term provisions	89.16	502.30	6.73	6.73
Sub-total - Current liabilities	76224.59	73208.41	16,639.05	20,778.01
TOTAL - EQUITY AND LIABILITIES	143653.31	137849.19	54,105.78	58,314.10
II. ASSETS				
(1) Non-current assets				
(a) Fixed assets	28450.89	28346.47	13,259.50	13,506.88
(b) Goodwill on consolidation	5142.44	5016.49		
(c) Non-current investments	896.12	863.84	14,484.90	14,812.95
(d) Deferred tax assets (net)	1155.72	919.56	101.46	5.83
(e) Long-term loans and advances	2946.92	3849.00	3,976.26	5,627.24
(f) Other non-current assets	320.76	410.47	192.61	284.84
Sub-total - Non-current assets	38912.86	39405.83	32,014.74	34,237.74
(2) Current assets				
(a) Current investments	348.65	129.06	-	-
(b) Inventories	21260.43	24958.84	10,537.72	11,551.28
(c) Trade receivables	56349.30	50885.85	4,400.65	6,740.87
(d) Cash and bank balances	17321.76	15576.47	2,735.59	3,221.83
(e) Short-term loans and advances	8685.34	5729.30	3,644.73	1,398.54
(f) Other current assets	774.97	1163.84	772.33	1,163.84
Sub- total - Current assets	104740.45	98443.36	22,091.03	24,076.36
TOTAL ASSETS	143653.31	137849.19	54,105.77	58,314.10