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 PERIOD ENDED 31 DECEMBER 2011

(Rs. In Lacs)

Sl. No.	Particulars	CONSOLIDATED						STANDALONE					
		Quarter Ended 31.12.2011 (Unaudited)	Quarter Ended 30.09.2011 (Unaudited)	Quarter Ended 31.12.2010 (Unaudited)	Nine Months Ended 31.12.2011 (Unaudited)	Nine Months Ended 31.12.2010 (Unaudited)	Financial Year Ended 31.03.2011 (Audited)	Quarter Ended 31.12.2011 (Unaudited)	Quarter Ended 30.09.2011 (Unaudited)	Quarter Ended 31.12.2010 (Unaudited)	Nine Months Ended 31.12.2011 (Unaudited)	Nine Months Ended 31.12.2010 (Unaudited)	Financial Year Ended 31.03.2011 (Audited)
1	a) Net Sales/ Income from Operations	65045.13	60312.92	43883.44	187386.25	155180.72	223206.76	12971.52	0.00	465.95	41546.78	2258.97	2258.97
	b) Other Operating Income	273.66	233.37	283.36	760.35	694.74	1530.41	16.91	0.00	0.00	130.84	0.00	-
	Total	**65318.79**	**60546.29**	**44166.80**	**188146.60**	**155875.46**	**224737.17**	**12988.43**	**0.00**	**465.95**	**41677.62**	**2258.97**	**2258.97**
2	Expenditure												
	a) (Increase)/Decrease in stock in trade & work in Progress	(2078.94)	(651.78)	(2914.86)	(1153.78)	(1714.09)	(2198.47)	(2351.57)	0.00	0.00	(92.60)	0.00	0.00
	b) Consumption of raw materials	6868.96	3623.36	6479.76	18865.44	21407.20	30190.51	4009.93	0.00	0.00	11247.98	0.00	0.00
	c) Purchase of Traded Goods	43452.91	43530.11	27067.98	122503.81	89599.76	132035.90	6042.73	0.00	408.78	15398.73	2023.31	2023.31
	d) Employees Cost	5889.87	5454.84	5918.32	16938.14	16785.95	22653.50	1244.23	94.35	123.32	3971.41	366.34	459.71
	e) Depreciation	651.53	614.28	530.24	1864.85	1604.83	2271.98	259.28	93.59	93.84	777.38	256.23	348.09
	f) Manufacturing Expenses	2997.42	2076.35	3474.84	9001.96	12670.14	16867.66	2802.99	5.94	11.99	8395.10	48.27	54.26
	g) Other Expenditure	6511.29	5928.11	4448.85	17437.05	15848.49	21190.79	975.11	156.62	97.29	2940.05	360.93	391.55
	h) Total	64293.04	60575.27	45005.13	185457.47	156202.28	223011.87	12982.70	350.50	735.22	42638.05	3055.08	3276.92
3	Profit from operations before other income,interest & exceptional items (1-2)	1025.75	(28.98)	(838.33)	2689.13	(326.82)	1725.30	5.73	(350.50)	(269.27)	(960.43)	(796.11)	(1017.95)
4	Other Income	215.76	1242.47	1506.98	1796.04	3625.99	3802.04	(235.95)	416.84	264.57	1089.83	792.07	1039.88
5	Profit before interest & exceptional items (3+4)	1241.51	1213.49	668.65	4485.17	3299.17	5527.34	(230.22)	66.34	(4.70)	129.40	(4.04)	21.93
6	Interest	977.06	864.06	658.34	2686.77	1965.50	2758.49	327.84	14.14	13.49	990.13	41.53	54.82
7	Profit after interest but before exceptional items (5-6)	264.45	349.43	10.31	1798.40	1333.67	2768.85	(558.06)	52.20	(18.19)	(860.73)	(45.57)	(32.89)
8	Exceptional Items			-	-	-	-	-	-	-	-	-	-
9	**Profit(+) /Loss (-) from Ordinary Activities before tax (7+8)**	**264.45**	**349.43**	**10.31**	**1798.40**	**1333.67**	**2768.85**	**(558.06)**	**52.20**	**(18.19)**	**(860.73)**	**(45.57)**	**(32.89)**
10	**Tax Expenses**												
	Deferred Tax	(596.80)	(317.48)	(178.99)	(899.89)	22.01	(264.93)	(575.62)	0.90	(7.67)	(843.63)	(4.13)	(576.83)
	Income Tax	(83.81)	152.31	297.00	395.06	273.80	314.97	(275.60)	0.00	0.13	(207.24)	0.79	0.84
	MAT Credit	169.31	82.76	(188.01)	169.31	(52.80)	(169.31)	169.31	0.00		169.31	0.00	0.00
11	**Net Profit (+)/Loss (-) from Ordinary Activities After tax (9-10)**	**775.75**	**431.84**	**80.31**	**2133.92**	**1090.66**	**2888.12**	**123.85**	**51.30**	**(10.65)**	**20.83**	**(42.23)**	**543.10**
12	Extraordinary Item (net of tax expense Rs. Nil)		-	-	-		600.58			-	-	-	2923.83
13	**Net Profit(+)/ loss(-) for the Period (11-12)**	**775.75**	**431.84**	**80.31**	**2133.92**	**1090.66**	**2287.54**	**123.85**	**51.30**	**(10.65)**	**20.83**	**(42.23)**	**(2380.73)**
13 a	Minority Interest	(276.42)	(66.61)	61.44	(495.06)	(25.40)	(331.04)	-	-	-	-	-	-
	Net Profit(+)/ loss(-) after Minority Interest for the Period (13+13a)	**499.33**	**365.23**	**141.75**	**1638.86**	**1065.26**	**1956.50**	**123.85**	**51.30**	**(10.65)**	**20.83**	**(42.23)**	**(2380.73)**
14	Paid-up equity share capital (Face value of Rs.10/-each)	2166.39	1950.03	1950.03	2166.39	1950.03	1950.03	2166.39	1950.03	1950.03	2166.39	1950.03	1950.03
15	Reserves excluding Revaluation Reserves as per balance sheet of previous accounting year.						44942.54						26461.44
16	Earning Per Share (EPS)												
	a) Basic and diluted EPS before Extraordinary items.												
	- Basic	2.30	1.87	0.73	7.56	5.46	13.11	0.57	0.26	(0.05)	0.10	(0.22)	2.79
	- Diluted	2.30	1.87	0.73	7.56	5.46	13.11	0.57	0.26	(0.05)	0.10	(0.22)	2.79
	b) Basic and diluted EPS after Extraordinary items.												
	- Basic	2.30	1.87	0.73	7.56	5.46	10.03	0.57	0.26	(0.05)	0.10	(0.22)	(12.21)
	- Diluted	2.30	1.87	0.73	7.56	5.46	10.03	0.57	0.26	(0.05)	0.10	(0.22)	(12.21)
17	Public shareholding												
	No.of Shares	72,39,021	65,85,255	65,85,255	72,39,021	65,85,255	65,85,255	72,39,021	65,85,255	72,39,021	65,85,255	65,89,101	65,85,255
	Percentage of Shareholding	33.42	33.77	33.77	33.42	33.77	33.77	33.42	33.77	33.42	33.77	33.79	33.77
18	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	14424916	12915088	12915088	14424916	12915088	12915088	14424916	12915088	12261322	14424916	12911242	12915088
	- Percentage of shares (as a% of the total shareholding of Promoter and Promoter Group)	100.00	100.00	100.00	100.00	100.00	100.00	100.00	100.00	100.00	100.00	100.00	100.00
	- Percentage of shares (as a % of the total share capital of the Company)	66.58	66.23	66.23	66.58	66.23	66.23	66.58	66.23	66.58	66.23	66.21	66.23

Sl. No.	Particulars	% TO TOTAL INCOME						% OVER PY		
		Quarter Ended 31.12.2011	Quarter Ended 30.09.2011	Quarter Ended 31.12.2010	Nine Months Ended 31.12.2011	Nine Months Ended 31.12.2010	Financial Year Ended 31.03.2011	Qtr 31.12.2011 31.12.2010	YTD 31.12.2011 31.12.2010	YTD 31.12.2011 31.03.2011
1	a) Net Sales/ Income from Operations	99.58	99.61	99.36	99.60	99.55	99.32	0.48	0.21	0.12
	b) Other Operating Income	0.42	0.39	0.64	0.40	0.45	0.68	(0.03)	0.09	(0.01)
	Total	**100.00**	**100.00**	**100.00**	**100.00**	**100.00**	**100.00**	0.48	0.21	0.67
2	Expenditure									
	a) (Increase)/Decrease in stock in trade & work in Progress	(3.18)	(1.08)	(6.60)	(0.61)	(1.10)	(0.98)	(0.29)	(0.33)	0.05
	b) Consumption of raw materials	10.52	5.98	14.67	10.03	13.73	13.43	0.06	(0.12)	0.25
	c) Purchase of Traded Goods	66.52	71.90	61.29	65.11	57.48	58.75	0.61	0.37	0.86
	d) Employees Cost	9.02	9.01	13.40	9.00	10.77	10.08	(0.00)	0.01	0.50
	e) Depreciation	1.00	1.01	1.20	0.99	1.03	1.01	0.23	0.16	0.64
	f) Manufacturing Expenses	4.59	3.43	7.87	4.78	8.13	7.51	(0.14)	(0.29)	0.07
	g) Other Expenditure	9.97	9.79	10.07	9.27	10.17	9.43	0.46	0.10	0.65
	h) Total	98.43	100.05	101.90	98.57	100.21	99.23	0.43	0.19	0.66
3	Profit from operations before other income,interest & exceptional items (1-2)	1.57	(0.05)	(1.90)	1.43	(0.21)	0.77	(2.22)	(9.23)	2.12
4	Other Income	0.33	2.05	3.41	0.95	2.33	1.69	(0.86)	(0.50)	(0.06)
5	Profit before interest & exceptional items (3+4)	1.90	2.00	1.51	2.38	2.12	2.46	0.86	0.36	0.62
6	Interest	1.50	1.43	1.49	1.43	1.26	1.23	0.48	0.37	0.95
7	Profit after interest but before exceptional items (5-6)	0.40	0.58	0.02	0.96	0.86	1.23	24.65	0.35	0.30
8	Exceptional Items	-	-	-	-	-	-			
9	**Profit(+) /Loss (-) from Ordinary Activities before tax (7+8)**	**0.40**	**0.58**	**0.02**	**0.96**	**0.86**	**1.23**	24.65	0.35	0.30
10	**Tax Expenses**									
	Deferred Tax	(0.91)	(0.52)	(0.41)	(0.48)	0.01	(0.12)	2.33	(41.89)	5.79
	Income Tax	(0.13)	0.25	0.67	0.21	0.18	0.14	(1.28)	0.44	1.51
	MAT Credit	0.26	0.14	(0.43)	0.09	(0.03)	(0.08)	(1.90)	(4.21)	(3.00)
11	**Net Profit (+)/Loss (-) from Ordinary Activities After tax (9-10)**	**1.19**	**0.71**	**0.18**	**1.13**	**0.70**	**1.29**	8.66	0.96	0.48
12	Extraordinary Item (net of tax expense Rs. Nil)	-	-	-	-	-	0.27			(1.00)
13	**Net Profit(+)/ loss(-) for the Period (11-12)**	**1.19**	**0.71**	**0.18**	**1.13**	**0.70**	**1.02**	8.66	0.96	0.87
13 a	Minority Interest	(0.42)	(0.11)	0.14	(0.26)	(0.02)	(0.15)	(5.50)	18.49	1.99
	Net Profit(+)/ loss(-) after Minority Interest for the Period (13+13a)	**0.76**	**0.60**	**0.32**	**0.87**	**0.68**	**0.87**	2.52	0.54	0.68

NOTES TO FINANCIAL RESULTS:

1) Unaudited Financial Results of the company for the quarter ended 31st December 2011 have been reviewed by the Audit Committee and taken on record by the Board of Directors at their meetings held on 14th February 2012.

2) Hon'ble High Court of Delhi has vide order dated 11th November 2011, approved Scheme of Amalgamation of Pearl Global Limited with the Company. Consequent upon filing of the said order with Registrar of Companies, NCT of Delhi & Haryana, Pearl Global Limited has been merged with the Company.

Accordingly, the above consolidated and standalone Financial Results of the company for the quarter ended and the period ended 31st December 2011 have been prepared giving effect to the merger. However, the corresponding consolidated and standalone figures for the quarter ended and the period ended 31st December 2010, the year ended 31st March 2011 and 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 the corresponding current quarter and year to date figures respectively.

In terms of the Scheme of Amalgamation, 2163594 equity shares of the company are to be allotted to the shareholders of erstwhile Pearl Global Limited. The equity share capital and the number of shares shown above during the quarter and the period ended 31st December 2011 under S. No. 14, 17 and 18 respectively include the same and the Basic and Diluted EPS has been calculated accordingly.

3) During the quarter ended 31st December 2011, No investor complaint was received . There were no complaints pending at the beginning and end of the quarter. As such no complaint is to be resolved during the quarter.

4) Statement of utilization of issue proceeds as on 31st December 2011:

(Rs.in Lacs)

	Projected Utilisation	Actual Utilisation upto 31 December 2011
Investment in Subsidiary Companies to increase the Group's production capacity	2,990.00	1,465.84
Investment in Subsidiary Companies for establishment of a Design Centre and corporate office in Gurgaon.	380.00	380.00
Setting up an Integrated Information Technology System.	1,430.00	1,430.00
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.	4,917.00	4,917.29
Setting up a Domstic Branded apparel retail business.	2,520.00	2,298.46
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	4,905.56
General Corporate Purpose ##	877.00	360.82
Extended working capital & temporary loans to its subsidiaries as an interim use of funds.	-	5,564.47
Share issue Expenses	1,920.00	1,919.50
Total	**28,537.20**	**28,165.70**

Unutilised funds have been invested in Bank Fixed Deposits, Debt Mutual funds & Inter-corporate Deposits 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. 189.98 Lacs to its WOS; House of Pearl Fashions (US) Ltd., Rs.1367.02 Lacs to Nor Pearl Knitwear Ltd., Rs. 1000.11 Lacs to Pearl Global Ltd., and Rs.1007.35 Lacs to other subsidiaries as an interim use of funds.

Being expenses on integrated technology system, in excess of projected utilisation.

5) Except for Bangladesh entites, which are located in Export Promotion Zone and are in the Tax-holidays period, Pearl Global Fareast Ltd., the Deferred tax has been reckoned for all other entities.

6) The standalone results for the quarter ended 31st December 2011 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) Financial performance on standalone basis for the Quarter are (Rs. In Lacs): a) Turnover 12971.52, b) Loss Before Tax Rs 558.06 and c) Profit after Tax Rs 123.85

8) Figures of the previous period/year have been regrouped and rearranged wherever necessary to make them comparable with those of the current period.

By Order of the Board

Place : Gurgaon.
Date : 14th February, 2012.

(CHAIRMAN)