HOUSE OF PEARL FASHIONS LIMITED

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

AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31ST MARCH 2009

(Rs.in Lacs)

Sl. No.	Particulars	Consolidated				Standalone			
		Quarter Ended 31.03.2009 (Audited)	Quarter Ended 31.03.2008 (Audited)	Financial Year Ended 31.03.2009 (Audited)	Financial Year Ended 31.03.2008 (Audited)	Quarter Ended 31.03.2009 (Audited)	Quarter Ended 31.03.2008 (Audited)	Financial Year Ended 31.03.2009 (Audited)	Financial Year Ended 31.03.2008 (Audited)
1	a) Net Sales/ Income from Operations	47279.05	32940.94	144790.94	108002.57	561.58	1512.88	2283.25	1512.88
	b) Other Operating Income	(857.24)	(1191.27)	1592.07	1035.61	0.00	0.00	0.00	0.00
	Total	**46421.81**	**31749.67**	**146383.01**	**109038.18**	**561.58**	**1512.88**	**2283.25**	**1512.88**
2	Expenditure								
	a) (Increase)/Decrease in stock in trade & work in Progress	(915.68)	(1028.97)	(509.39)	(568.71)	0.00	0.00	0.00	0.00
	b) Consumption of raw materials	6183.63	3649.22	18150.99	16268.98	0.00	0.00	0.00	0.00
	c) Purchase of Traded Goods	27652.76	19982.45	82253.28	55697.81	480.47	1437.76	2047.14	1437.76
	d) Employees Cost	5566.42	3425.97	18561.08	12265.48	95.62	32.83	233.62	86.39
	e) Depreciation	414.03	342.68	1660.50	1329.26	5.27	3.15	19.57	4.31
	f) Manufacturing Expenses	2820.00	1928.50	9767.22	8368.37	56.74	3.27	123.61	3.92
	g) Other Expenditure	5292.02	1773.25	16861.79	9513.46	266.43	98.08	754.08	306.73
	h) Total	47013.18	30073.10	146745.47	102874.65	904.53	1575.09	3178.02	1839.11
3	Profit from operations before other income,interest & exceptional items (1-2)	(591.37)	1676.57	(362.46)	6163.53	(342.95)	(62.21)	(894.77)	(326.23)
4	Other Income	451.70	857.43	1890.61	2671.47	379.96	243.12	2097.54	1498.95
5	Profit before interest & exceptional items (3+4)	(139.67)	2534.00	1528.15	8835.00	37.01	180.91	1202.77	1172.72
6	Interest	342.38	362.39	1354.49	1322.18	4.93	0.00	14.03	1.43
7	Profit after interest but before exceptional items (5-6)	(482.05)	2171.61	173.66	7512.82	32.08	180.91	1188.74	1171.29
8	Exceptional Items	0.00	1280.27	0.00	1280.27	0.00	0.00	0.00	0.00
9	**Profit(+) /Loss (-) from Ordinary Activities before tax (7+8)**	**(482.05)**	**891.34**	**173.66**	**6232.55**	**32.08**	**180.91**	**1188.74**	**1171.29**
10	Tax Expenses	(423.31)	208.99	41.43	1213.24	148.97	45.13	272.08	105.29
11	**Net Profit (+)/Loss (-) from Ordinary Activities After tax (9-10)**	**(58.74)**	**682.35**	**132.23**	**5019.31**	**(116.89)**	**135.78**	**916.66**	**1066.00**
12	Extraordinary Item (net of tax expense)	0.00	-		-	0.00	(0.26)		(0.26)
13	**Net Profit(+)/ loss(-) for the Period (11-12)**	**(58.74)**	**682.35**	**132.23**	**5019.31**	**(116.89)**	**136.04**	**916.66**	**1066.26**
	Minority Interest	(3.09)	144.61	**405.56**	**(18.29)**	**0.00**	**0.00**	**0.00**	**0.00**
	Net Profit(+)/ loss(-) after Minority Interest for the Period (11+12)	**(61.83)**	**826.96**	**537.79**	**5001.02**	**(116.89)**	**136.04**	**916.66**	**1066.26**
14	Paid-up equity share capital (Face value of Rs.10/-each)	1950.03	1950.03	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	41546.24			29241.68	28352.87
16	Earning Per Share (EPS)								
	a) Basic and diluted EPS before Extraordinary items.								
	- Basic	(0.32)	3.50	2.76	25.65	(0.60)	0.70	4.70	5.47
	- Diluted	(0.32)	3.50	2.76	25.65	(0.60)	0.70	4.70	5.47
	b) Basic and diluted EPS after Extraordinary items.								
	- Basic	(0.32)	3.50	2.76	25.65	(0.60)	0.70	4.70	5.47
	- Diluted	(0.32)	3.50	2.76	25.65	(0.60)	0.70	4.70	5.47
17	Public shareholding								
	No.of Shares	6,589,101	6,755,506	6,589,101	6,755,506	6,589,101	6,755,506	6,589,101	6,755,506
	Percentage of Shareholding	33.79	34.64	33.79	34.64	33.79	34.64	33.79	34.64

Se ment Re ortin

eo ra hical Se ment	Qtr Ended	%	Qtr Ended	%	Year Ended	%	Year Ended	%
Particulars	31.03.2009		31.03.2008		31.03.2009		31.03.2008	
Se ment Revenue								
USA	5543.24	10.34	2444.35	7.77	12274.82	7.48	9421.85	7.97
UK	5686.30	10.61	5218.94	16.60	28058.80	17.10	25962.40	21.97
Hong Kong	20043.63	37.39	12075.56	38.41	61628.07	37.56	38296.74	32.41
India	17066.96	31.84	9132.27	29.05	42167.87	25.70	31415.35	26.59
Bangladesh	1881.00	3.51	1381.59	4.39	10012.91	6.10	7643.73	6.47
South Africa	434.49	0.81	0.00	0.00	2030.82	1.24	0.00	0.00
Others	2948.52	5.50	1186.41	3.77	7916.21	4.82	5420.05	4.59
Total	**53604.14**	**100.00**	**31439.12**	**100.00**	**164089.50**	**100.00**	**118160.12**	**100.00**
Less: Inter Segm ent Revenue	6325.10		3624.11		19298.57		11242.56	
Net Segment Revenue	**47279.04**		**27815.01**		**144790.93**		**106917.56**	
Se ment Results								
Profit /(Loss) before T ax and Interest								
USA	9.65	0.46	55.19	2.04	(712.22)	19.56	194.47	2.18
UK	(699.31)	33.06	415.94	15.39	35.91	0.99	2399.83	26.89
Hong Kong	(555.99)	26.29	1195.45	44.24	886.71	24.36	3591.53	40.24
India	1267.85	59.94	922.40	34.13	2033.70	55.86	1582.52	17.73
Bangladesh	(859.86)	40.65	(108.80)	4.03	(1253.30)	34.43	725.27	8.13
South Africa	51.41	2.43	(27.45)	1.02	530.34	14.57	(27.45)	0.31
Others	180.96	8.56	113.25	4.19	153.89	4.23	430.63	4.83
Total	**(605.29)**	**171.38**	**2565.98**	**105.04**	**1675.03**	**153.99**	**8896.80**	**100.31**
Less : (i) Interest	342.38		157.26		1354.49		1263.98	
(ii) Other Un-allocable Expenditure net off.	(465.62)		-		146.88		1398.82	
Total Profit before T ax	**(482.05)**		**2408.72**		**173.66**		**6234.00**	
Ca ital Em loyed er Se ment								
USA	2317.76	3.67	2079.02	5.59	2317.76	3.67	2079.02	5.59
UK	4099.75	6.50	3713.73	9.98	4099.75	6.50	3713.73	9.98
Hong Kong	11614.11	18.41	7385.02	19.84	11614.11	18.41	7385.02	19.84
India	33989.00	53.87	19019.07	51.10	33989.00	53.87	19019.07	51.10
Bangladesh	5291.21	8.39	2871.29	7.71	5291.21	8.39	2871.29	7.71
South Africa	2271.97	3.60	1062.88	2.86	2271.97	3.60	1062.88	2.86
Others	3509.04	5.56	1088.38	2.92	3509.04	5.56	1088.38	2.92
Total	**63092.84**	**100.00**	**37219.39**	**100.00**	**63092.84**	**100.00**	**37219.39**	**100.00**

usiness Se ment	Qtr Ended	%	Qtr Ended	%	Year Ended	%	Year Ended	%
Particulars	31.03.2009		31.03.2008		31.03.2009		31.03.2008	
Se ment Revenue								
Manufacturing	21896.48	40.85	11685.05	37.17	60096.99	36.62	44479.13	37.64
Marketing, Distribution	31707.66	59.15	19754.08	62.83	103992.51	63.38	73680.99	62.36
Total	**53604.14**	100.00	**31439.13**	100.00	**164089.50**	**100.00**	**118160.12**	100.00
Less inter Segm ent Revenue	6325.10		3624.11		19298.57		**11242.56**	
Net Segment Revenue	**47279.04**		**27815.02**		**144790.93**		**106917.56**	
Se ment Results								
Profit/(Loss) before T ax and Interest								
Manufacturing	588.95	49.32	922.87	35.97	934.29	55.78	2738.42	30.78
Marketing, Distribution	(1194.24)	100.00	1643.12	64.03	740.74	44.22	6158.38	69.22
Total	**(605.29)**	**149.32**	**2565.99**	100.00	**1675.03**	**100.00**	**8896.80**	100.00
Less : (i) Interest	342.38		304.19		1354.49		1263.98	
(ii) Other Un-allocable Expenditure net off.	(465.62)				146.88		1398.82	
Total Profit before T ax	**(482.05)**		**2261.80**		**173.66**		**6234.00**	
Ca ital em loyed er se ment								
Manufacturing	42077.23	66.69	22978.74	61.74	42077.23	66.69	22978.74	61.74
Marketing, Distribution	21015.61	33.31	14240.65	38.26	21015.61	33.31	14240.65	38.26
Others		0.00	0.00	0.00			0.00	0.00
Total	**63092.84**	100.00	**37219.39**	100.00	**63092.84**	100.00	**37219.39**	100.00

For current period & prev ious year, the geographical segm ents of the Com pany based on the location of assets are United States of Am erica, United Kingdom ,Hong Kong, India,Bangladesh & South Africa.

NOTES TO INDEPENDENT AND CONSOLIDATED FINANCIALS

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

2) During the quarter ended 31st March 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 31st March 2009. (Rs.in Lacs)

Purpose of Utilisation of Funds	Projected Utilisation	Actual Utilisation upto 31st Mar.,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	81.00
Setting up an Integrated Information Technology System.	1,430.00	1,168.41
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	1,403.00
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.	-	4,369.76
Share issue Expenses	1,920.00	1,919.50
Total	28,537.20	23,065.39

Unutilised funds have been invested in Bank Fixed Deposits & Debt Mutual funds 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. The company has also extended working capital support of Rs.1002.73 lacs to its WOS ; House of Pearl Fashions (US) Ltd. And Rs.1367.02 to its subsidiary Nor Pearl Knitwear Ltd.as an interim use of funds. Due to poor credit environment in USA, this subsidiary is unable to get access its sanctioned bank lines at present.

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 31st March 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**

Sd/-
(DEEPAK SETH)
CHAIRMAN

Place : Gurgaon
Date : 30th June 2009