


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							
		AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31 ST MARCH 2010							
						(Rs. In Lacs)			
		Consolidated				Standalone			
		Quarter	Quarter	Financial	Financial	Quarter	Quarter	Financial	Financial
		Ended	Ended	Year Ended	Year Ended	Ended	Ended	Year Ended	Year Ended
		31.03.2010	31.03.2009	31.03.2010	31.03.2009	31.03.2010	31.03.2009	31.3.2010	31.03.2009
		(Audited)	(Audited)	(Audited)	(Audited)	(Audited)	(Audited)	(Audited)	(Audited)
1	a) Net Sales/ Income from Operations	56324.48	47279.04	183204.86	144790.93	2129.58	561.58	4484.25	2283.25
	b) Other Operating Income	452.01	(857.24)	953.40	1592.07	-	-	-	-
	Total	56776.49	46421.80	184158.26	146383.00	2129.58	561.58	4484.25	2283.25
2	Expenditure								
	a) (Increase)/Decrease in stock in trade & work in Progress	(905.84)	(915.68)	(1540.61)	(509.39)	-	-	-	-
	b) Consumption of raw materials	7565.50	6183.63	23273.59	18150.99	-	-	-	-
	c) Purchase of Traded Goods	33471.04	27652.76	107711.95	82253.28	1932.87	480.47	4213.87	2047.14
	d) Employees Cost	5277.99	5566.42	20740.92	18561.08	79.17	95.62	314.56	233.62
	e) Depreciation	577.15	414.03	2135.80	1660.50	68.04	5.27	212.16	19.57
	f) Manufacturing Expenses	3796.90	2820.01	11655.01	9767.23	(43.13)	56.74	104.38	123.61
	g) Other Expenditure	5641.81	5292.02	20257.78	16861.79	291.10	266.43	1085.64	754.08
	h) Total	55424.55	47013.19	184234.44	146745.48	2328.05	904.53	5930.61	3178.02
3	Profit from operations before other income, interest & exceptional items (1-2)	1351.94	(591.39)	(76.18)	(362.48)	(198.47)	(342.95)	(1446.36)	(894.77)
4	Other Income	510.78	451.70	3579.49	1890.61	245.27	379.96	1117.45	2097.54
5	Profit before interest & exceptional items (3+4)	1862.72	(139.69)	3503.31	1528.13	46.80	37.01	(328.91)	1202.77
6	Interest	908.80	342.38	1889.69	1354.49	15.05	4.93	81.64	14.03
7	Profit after interest but before exceptional items (5-6)	953.92	(482.07)	1613.62	173.64	31.75	32.08	(410.55)	1188.74
8	Exceptional Items	-	-	-	-	-	-	-	-
9	Profit(+)/Loss (-) from Ordinary Activities before tax (7+8)	953.92	(482.07)	1613.62	173.64	31.75	32.08	(410.55)	1188.74
10	Tax Expenses	(225.79)	(423.31)	199.87	41.43	54.15	148.97	(5.87)	272.08
11	Net Profit (+)/Loss (-) from Ordinary Activities After tax (9-10)	1179.71	(58.76)	1413.75	132.21	(22.40)	(116.89)	(404.68)	916.66
12	Extraordinary Item (net of tax expense)	-	-	-	-	-	-	-	-
13	Net Profit(+)/ loss(-) for the Period (11-12)	1179.71	(58.76)	1413.75	132.21	(22.40)	(116.89)	(404.68)	916.66
13 a	Minority Interest	(448.45)	(3.09)	(530.48)	405.56	-	-	-	-
	Net Profit(+)/ loss(-) after Minority interest for the Period (13+13a)	731.26	(61.85)	883.27	537.77	(22.40)	(116.89)	(404.68)	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	1950.03	1950.03
15	Reserves excluding Revaluation Reserves as per balance sheet of previous accounting year.			43248.02	44787.33				29241.68
16	Earning Per Share (EPS)								
	a) Basic and diluted EPS before Extraordinary items.								
	- Basic	3.75	(0.32)	4.53	2.76	(0.11)	(0.60)	(2.08)	4.70
	- Diluted	3.75	(0.32)	4.53	2.76	(0.11)	(0.60)	(2.08)	4.70
	b) Basic and diluted EPS after Extraordinary items.								
	- Basic	3.75	(0.32)	4.53	2.76	(0.11)	(0.60)	(2.08)	4.70
	- Diluted	3.75	(0.32)	4.53	2.76	(0.11)	(0.60)	(2.08)	4.70

Sl. No.	Particulars	Consolidated				Standalone			
		Quarter Ended	Quarter Ended	Financial Year Ended	Financial Year Ended	Quarter Ended	Quarter Ended	Financial Year Ended	Financial Year Ended
		31.03.2010 (Audited)	31.03.2009 (Audited)	31.03.2010 (Audited)	31.03.2009 (Audited)	31.03.2010 (Audited)	31.03.2009 (Audited)	31.3.2010 (Audited)	31.03.2009 (Audited)
17	Public shareholding								
	No.of Shares	6,585,255	6,589,101	6,585,255	6,589,101	6,585,255	6,589,101	6,585,255	6,589,101
	Percentage of Shareholding	33.77	33.79	33.77	33.79	33.77	33.79	33.77	33.79
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	12915088	12911242	12915088	12911242	12915088	12911242	12915088	12911242
	- 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
	- Percentage of shares (as a % of the total share capital of the Company)	66.23	66.21	66.23	66.21	66.23	66.21	66.23	66.21
NOTES TO FINANCIAL RESULTS:									
1) Audited Financial Results of the company for the quarter and year ended 31st March, 2010 have been reviewed by the Audit Committee and taken on record by the Board of Directors at their meeting held on 29th May, 2010.									
2) During the quarter ended 31st March 2010, one investor complaint was received and resolved. There were no complaints pending at the beginning and end of the quarter.									
3) Statement of Utilization of issue proceeds as on 31st March 2010.									
Purpose of Utilisation of Funds								Projected Utilisation	Actual Utilisation upto 31st March 2010
Investment in Subsidiary Companies to increase the Group's production capacity								2990.00	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.								4917.00	4,917.29
Setting up a Domestic Branded apparel retail business.								2,520.00	2,046.46
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	313.21
Extended working capital & temporary loans to its subsidiaries as an interim use of funds.								-	5,843.67
Share issue Expenses								1,920.00	1,919.50
Total								28,537.20	28,145.28
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.917.96 lacs to its WOS; House of Pearl Fashions (US) Ltd.,Rs.1367.02 lacs to Nor Pearl Knitwear Ltd., Rs.756.39 lacs to Pearl Global Ltd., and Rs.802.30 Lacs to other subsidiaries as an interim use of funds.									
## Being expenses on integrated technology system,in excess of projected utilisation.									
4) 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.									
5) The standalone results for the quarter ended 31st March 2010 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.									
6) Financial performances of stand alone for the year ended 31st March,2010- Rs. In Lacs:a) Turnover 4484.25,b) Loss Before Tax Rs.410.55 and c) Loss after Tax Rs.404.68.									
7) Statement of Assets & Liabilities pursuant to clause 41 of the Listing Agreement is appended hereunder.									
8) Figures of the previous period/ year have been regrouped and rearranged to make them comparable with those of the current period.									
								By Order of the Board	
Place : Gurgaon.								Sd/-	
Date : 29th May, 2010.								(MANAGING DIRECTOR)	

8) Segment Reporting									
									(Rs.in Lacs)
<u>Geographical Segment</u>		Qtr Ended	%	Qtr Ended	%	Year Ended	%	Year Ended	%
		31.3.2010		31.3.2009		31.03.2010		31.03.2009	
<u>Particulars</u>									
<u>Segment Revenue</u>									
UK		2330.39	3.87	5,686.30	10.61	15637.78	7.86	28058.80	17.10
Hong Kong		30056.67	49.87	20,043.63	37.39	93060.32	46.77	61628.07	37.56
India		20411.54	33.87	17,066.96	31.84	60485.67	30.40	42167.87	25.70
Others		7472.05	12.40	10,807.25	20.16	29774.33	14.97	32234.76	19.64
Total		60270.65	100.00	53,604.14	100.00	198958.10	100.00	164089.50	100.00
Less: Inter Segment Revenue		3946.17		6,325.10		15753.24		19298.57	
Net Segment Revenue		56324.48		47,279.04		183204.86		144790.93	
<u>Segment Results</u>									
<u>Profit/(Loss) before Tax and Interest</u>									
UK		(14.74)	0.80	(699.31)	37.33	(138.98)	2.60	35.91	1.21
Hong Kong		1763.94	96.02	(555.99)	29.68	4467.13	83.46	886.71	29.99
India		73.05	3.98	1,267.85	67.69	885.54	16.54	2033.70	68.79
Others		(105.48)	5.74	(617.86)	32.98	(1307.09)	24.42	(1281.31)	43.34
Total		1716.77	106.54	(605.31)	167.69	3906.60	127.02	1675.01	143.34
Less : (i) Interest		825.41		342.38		1889.69		1354.49	
(ii) Other Un-allocable Expenses net off.		(1.69)		(465.62)		403.29		146.88	
Total Profit before Tax		893.05		(482.07)		1613.62		173.64	
<u>Capital Employed per Segment</u>									
UK		1062.44	1.40	4,099.75	6.50	1062.44	1.40	4099.75	6.50
Hong Kong		15866.47	20.95	11,614.11	18.41	15866.47	20.95	11614.11	18.41
India		40185.45	53.06	33,989.00	53.87	40185.45	53.06	33989.00	53.87
Others		18625.11	24.59	13,389.98	21.22	18625.11	24.59	13389.98	21.22
Total		75739.47	100.00	63,092.84	100.00	75739.47	100.00	63092.84	100.00

										(Rs.in Lacs)
<u>Business Segment</u>	<u>Qtr Ended</u>	<u>%</u>	<u>Qtr Ended</u>	<u>%</u>	<u>Year Ended</u>	<u>%</u>	<u>Year Ended</u>	<u>%</u>		
	31.3.2010		31.3.2009		31.03.2010		31.03.2009			
<u>Particulars</u>										
<u>Segment Revenue</u>										
Manufacturing	23926.53	39.70	21,896.48	40.85	73816.66	37.10	60096.99	36.62		
Marketing, Distribution	35857.64	59.49	31,707.66	59.15	123692.75	62.17	103992.51	63.38		
Branding & Retailing	486.48	0.81			1448.69	0.73	-			
# Total	60270.65	100.00	53,604.14	100.00	198958.10	100.00	164089.50	100.00		
Less inter Segment Revenue	3946.17		6,325.10		15753.24		19298.57			
# Net Segment Revenue	56324.48		47,279.04		183204.86		144790.93			
<u>Segment Results</u>										
<u>Profit/(Loss) before Tax and Interest</u>										
Manufacturing	760.86	36.63	588.95	49.32	2029.76	41.32	934.29	55.78		
Marketing, Distribution	1316.23	63.37	(1,194.26)	100.00	2882.31	58.68	740.72	44.22		
Branding & Retailing	(360.32)	17.35	-		(1005.47)	20.47	-			
Total	1716.77	117.35	(605.31)	149.32	3906.60	120.47	1675.01	100.00		
Less : (i) Interest	825.41		342.38		1889.69		1354.49			
(ii) Other Un-allocable Expenses net off.	(1.69)		(465.62)		403.29		146.88			
# Total Profit before Tax	893.05		(482.07)		1613.62		173.64			
<u>Capital employed per segment</u>										
Manufacturing	45500.50	60.08	42,077.23	66.69	45500.50		42077.23	66.69		
Marketing, Distribution	29005.67	38.30	20,303.58	32.18	29005.67		20303.58	32.18		
Branding & Retailing	1233.30	1.63	712.03	1.13	1233.30		712.03	1.13		
# Total	75739.47	100.00	63092.84	100.00	75739.47		63092.84	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.										

Statement of Assets and Liabilities

(Rs./Lacs)

Particulars	Consolidated (Audited)		Standalone(Audited)	
	As on 31st March		As on 31st March	
	2010	2009	2010	2009
<u>SOURCES OF FUNDS</u>				
Shareholder's Funds				
(a) Share Capital	1,950.03	1,950.03	1,950.03	1,950.03
(b) Reserves & Surplus	43,485.76	45,025.05	28,842.17	29,241.68
Minority Interest	4,787.02	3,168.73	-	-
Loan Funds	25,206.58	20,141.79	497.51	572.93
Total	75,429.39	70,285.60	31,289.70	31,764.64
<u>APPLICATION OF FUNDS</u>				
Fixed Assets (Incl. CWIP)	26,240.72	27,075.77	1,753.31	1,533.86
Investments	491.49	2,786.72	16,911.44	16,850.11
Deferred Tax Asset (Net)	216.41	445.61	76.83	70.48
Current Assets, Loans & Advances				
(a) Inventories	16,800.21	13,686.94	-	-
(b) Sundry Debtors	32,809.36	30,326.71	1,049.07	577.20
(c) Cash and Bank Balances	13,205.36	9,019.90	461.34	3,509.80
(d) Loans & Advances	12,414.72	10,773.05	11,804.11	9,668.14
Less :Current Liabilities & Provisions				
Current Liabilities	(26,692.78)	(23,593.70)	(747.62)	(440.90)
Provisions	(56.10)	(235.40)	(18.77)	(4.05)
Net Current Assets	48,480.77	39,977.51	12,548.14	13,310.19
Total	75,429.39	70,285.61	31,289.72	31,764.64