	HOUSE OF PEARL		PEARL FA										
	Regd. Office:"Pearl H												
	UNA	UDITED RESUL	TS FOR THE QU.	ATER ENDED 3	OTH SEPTEMBE	ER 2008.						(De in Less)	
-	<u> </u>		Consol	idatad			Standalone (Rs. in Lacs)						
		Quarter	Quarter	Half Year	Half Year	Financial	_	Quarter	Quarter	Half Year	Half Year	Financial	
		Ended	Ended	Ended	Ended	Year Ended		Ended	Ended	Ended	Ended	Year Ended	
SI.	Particulars	30.09.2008	30.09.2007	30.09.2008	30.09.2007	31.03.2008	3	30.09.2008	30.09.2007	30.09.2008	30.09.2007	31.03.2008	
No.		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)	(L	Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)	
		,			·			,	,	,	,		
1	a) Net Sales/ Income from Operations	32957.87	25210.66	65343.51	52191.84	108002.57		434.13	0.00	612.37	0.00	1512.88	
	b) Other Operating Income	1195.04	1024.26	1467.78	1344.01	1035.61		0.00	0.00	0.00	0.00	0.00	
2	Total Expenditure	34152.91	26234.92	66811.29	53535.85	109038.18		434.13	0.00	612.37	0.00	1512.88	
2	a) (Increase)/Decrease in stock in trade & work in												
	Progress	265.15	(118.40)	1046.67	342.71	(568.71)		0.00	0.00	0.00	0.00	0.00	
	b) Consumption of raw materials	3903.65	5641.05	7403.57	8744.50	16268.98		0.00	0.00	0.00	0.00	0.00	
	c) Purchase of Traded Goods	19475.64	11109.88	36590.78	24934.39	55697.81		369.70	0.00	524.99	0.00	1437.76	
	d) Employees Cost	4512.98	2910.06	8134.61	5915.58	12265.48		41.33	15.60	66.83	33.46	86.39	
	e) Depreciation	429.47	294.51	808.83	627.59	1329.26		5.04	0.36	9.14	0.71	4.31	
	f) Manufacturing Expenses	1738.93	2148.25	4161.56	4289.13	8368.37		17.66	7.99	19.93	7.99	3.92	
	g) Other Expenditure	3249.09	2828.22	6754.87	5612.18	9513.45		121.94	77.46	246.93	132.12	306.73	
3	h) Total Profit from operations before other income,interest	33574.91	24813.57	64900.89	50466.08	102874.64		555.67	101.41	867.82	174.28	1839.11	
3	& exceptional items (1-2)	578.00	1421.35	1910.40	3069.77	6163.54		(121.54)	(101.41)	(255.45)	(174.28)	(326.23)	
4	Other Income	278.37	525.68	924.33	1226.21	2671.47		862.56	492.45	1292.28	871.51	1498.95	
5	Profit before interest & exceptional items (3+4)	856.37	1947.03	2834.73	4295.98	8835.01		741.02	391.04	1036.83	697.23	1172.72	
6	Interest	300.09	266.99	624.45	708.66	1322.18		2.90	0.00	5.86	1.43	1.43	
7	Profit after interest but before exceptional items (5-												
	6)	556.28	1680.04	2210.28	3587.32	7512.83		738.12	391.04	1030.97	695.80	1171.29	
8	Exceptional Items	0.00	0.00	0.00	0.00	1280.27		0.00	0.00	0.00	0.00	0.00	
9	Profit(+) /Loss (-) from Ordinary Activities before tax (7+8)	556.28	1680.04	2210.28	3587.32	6232.56		738.12	391.04	1030.97	695.80	1171.29	
	before tax (7+6)	550.20	1000.04	2210.20	3301.32	0232.30		730.12	391.04	1030.97	095.00	1171.29	
10	Tax Expenses	135.10	249.00	579.38	682.92	1213.24		53.57	15.29	81.42	32.05	105.29	
11	Net Profit (+)/Loss (-) from Ordinary Activities												
	After tax (9-10)	421.18	1431.04	1630.90	2904.40	5019.32		684.55	375.75	949.55	663.75	1066.00	
12	Extraordinary Item (net of tax expense)	-	-	-	-	-	-	-	-	-	-	(0.26)	
13	Net Profit(+)/ loss(-) for the Period (11-12)	421.18	1431.04	1630.90	2904.40	5019.32		684.55	375.75	949.55	663.75	1066.26	
	Minority Interest	182.96	(12.04)	53.08	(15.72)	(18.29)		0.00	0.00	0.00	0.00	0.00	
	initially interest	102.00	(12.01)	00.00	(10112)	(10.20)		0.00	0.00	0.00	0.00	0.00	
	Net Profit(+)/ loss(-) after Minority Interest for												
	the Period (11+12)	604.14	1419.00	1683.98	2888.68	5001.03		684.55	375.75	949.55	663.75	1066.26	
14	Paid-up equity share capital	1950.03	1950.03	1950.03	1950.03	1950.03		1950.03	1950.03	1950.03	1950.03	1950.03	
15	(Face value of Rs.10/-each) Reserves excluding Revaluation Reserves as					41546.24						28695.09	
10	per balance sheet of previous accounting year.					41040.24						20090.09	
	por barance sheet or previous accounting year.												
16	Earning Per Share (EPS)												
	a) Basic and diluted EPS before Extraordinary												
	items.												
	- Basic	3.10	7.28	8.64	14.81	25.65		3.51	1.93	4.87	3.40	5.47	
	- Diluted	3.10	7.28	8.64	14.81	25.65		3.51	1.93	4.87	3.40	5.47	
-	b) Basic and diluted EPS after Extraordinary items.					+							
	- Basic	3.10	7.28	8.64	14.81	25.65		3.51	1.93	4.87	3.40	5.47	
	- Diluted	3.10	7.28	8.64	14.81	25.65		3.51	1.93	4.87	3.40	5.47	
		5.70	7.20	5.54		20.00		0.01			55	0.17	
17	Public shareholding												
	No.of Shares	6,755,506	6,755,506	6,755,506	6,755,506	6,755,506		6,755,506	6,755,506	6,755,506	6,755,506	6,755,506	
	Percentage of Shareholding	34.64	34.64	34.64	34.64	34.64		34.64	34.64	34.64	34.64	34.64	

## Segment Reporting

Otr Endod									
Qtr Ended	%	Qtr Ended	%	Six Months	%	Six Months	%	Year Ended	%
30.09.2008		30.09.2007		30.09.2008		30.09.2007		<u>31.03.2008</u>	
									7.97
- / -		,							21.97
									32.41
									26.59
									6.47
2,352.31	6.31	1,394.52	4.39	3,854.36	5.31	2,773.79	4.42	5,420.05	4.59
37,271.20		31,782.44		72,586.91	100.00	62,719.42		118,160.12	
4,313.34		2,996.62		7,243.40		5,725.66		11,242.56	
32,957.86		28,785.82		65,343.51		56,993.76		106,917.56	
(259.38)	14.82	64.45	3.03	(459.93)	10.79	332.07	7.51	194.47	2.19
									26.97
				,		,			40.37
			4.60						17.79
			16.26						8.15
451.96	30.32	95.85	4.51	761.88	20.04	209.81	4.74	403.18	4.53
1,231.42		2,124.37		3,342.80		4,421.72		8,896.80	
		-				-		1,263.98	
353.02		-		508.22		-		1,398.82	
556.28		2,124.37		2,210.13		4,421.72		6,234.00	
1,962.69	3.57	1,823.21	3.46		3.57	1,823.21	3.46	2,079.02	5.59
,									9.98
	21.22		13.44			,			19.84
30,268.00		26,287.90	49.89	30,268.00	55.11	26,287.90	49.89	19,019.07	51.10
	10.52		7.90	5,775.42	10.52			2,871.29	7.71
2,595.14	4.73	1,688.61	3.20	2,595.14	4.73	1,688.61	3.20	2,151.26	5.78
54 010 65		52 687 02		54 010 65		52 687 02		37 210 20	
	4,313.34  32,957.86  (259.38) 153.68 570.26 164.71 150.19 451.96  1,231.42 322.12 353.02  556.28  1,962.69 2,663.75 11,654.65	2,339.14 6.28 6,017.76 16.15 16,196.13 43.45 7,675.71 20.59 2,690.15 7.22 2,352.31 6.31  37,271.20  4,313.34  32,957.86  (259.38) 14.82 153.68 10.31 570.26 38.25 164.71 11.05 150.19 10.07 451.96 30.32  1,231.42 322.12 353.02  556.28  1,962.69 3.57 2,663.75 4.85 11,654.65 21.22 30,268.00 55.11 5,775.42 10.52 2,595.14 4.73	2,339.14 6.28 2,316.66 6,017.76 16.15 7,476.82 16,196.13 43.45 9,887.06 7,675.71 20.59 8,146.35 2,690.15 7.22 2,561.03 2,352.31 6.31 1,394.52  37,271.20 31,782.44  4,313.34 2,996.62  32,957.86 28,785.82  (259.38) 14.82 64.45 153.68 10.31 621.78 570.26 38.25 898.98 164.71 11.05 97.82 150.19 10.07 345.49 451.96 30.32 95.85  1,231.42 2,124.37 322.12 - 353.02 -  556.28 2,124.37  1,962.69 3.57 1,823.21 2,663.75 4.85 11,645.08 11,654.65 21.22 7,078.89 30,268.00 55.11 26,287.90 5,775.42 10.52 4,163.33 2,595.14 4.73 1,688.61	2,339.14 6.28 2,316.66 7.29 6,017.76 16.15 7,476.82 23.53 16,196.13 43.45 9,887.06 31.11 7,675.71 20.59 8,146.35 25.63 2,690.15 7.22 2,561.03 8.06 2,352.31 6.31 1,394.52 4.39  37,271.20 31,782.44  4,313.34 2,996.62  32,957.86 28,785.82  (259.38) 14.82 64.45 3.03 153.68 10.31 621.78 29.27 570.26 38.25 898.98 42.32 164.71 11.05 97.82 4.60 150.19 10.07 345.49 16.26 451.96 30.32 95.85 4.51  1,231.42 2,124.37 322.12 - 353.02 -  556.28 2,124.37  1,962.69 3.57 1,823.21 3.46 2,663.75 4.85 11,645.08 22.10 11,654.65 21.22 7,078.89 13.44 30,268.00 55.11 26,287.90 49.89 5,775.42 10.52 4,163.33 7.90 2,595.14 4.73 1,688.61 3.20	2,339.14         6.28         2,316.66         7.29         3,996.57           6,017.76         16.15         7,476.82         23.53         15,609.59           16,196.13         43.45         9,887.06         31.11         27,924.68           7,675.71         20.59         8,146.35         25.63         16,384.30           2,690.15         7.22         2,561.03         8.06         4,817.41           2,352.31         6.31         1,394.52         4.39         3,854.36           37,271.20         31,782.44         72,586.91           4,313.34         2,996.62         7,243.40           32,957.86         28,785.82         65,343.51           (259.38)         14.82         64.45         3.03         (459.93)           153.68         10.31         621.78         29.27         563.05           570.26         38.25         898.98         42.32         1,171.71           164.71         11.05         97.82         4.60         1,031.45           150.19         10.07         345.49         16.26         274.64           451.96         30.32         95.85         4.51         761.88           1,231.42         2,124.37	2,339.14         6.28         2,316.66         7.29         3,996.57         5.51           6,017.76         16.15         7,476.82         23.53         15,609.59         21.50           16,196.13         43.45         9,887.06         31.11         27,924.68         38.47           7,675.71         20.59         8,146.35         25.63         16,384.30         22.57           2,690.15         7.22         2,561.03         8.06         4,817.41         6.64           2,352.31         6.31         1,394.52         4.39         3,854.36         5.31           37,271.20         31,782.44         72,586.91         100.00           4,313.34         2,996.62         7,243.40           32,957.86         28,785.82         65,343.51           (259.38)         14.82         64.45         3.03         (459.93)         10.79           153.68         10.31         621.78         29.27         563.05         14.81           570.26         38.25         898.98         42.32         1,171.71         30.81           164.71         11.05         97.82         4.60         1,031.45         27.12           150.19         10.07         345.49	2,339.14       6.28       2,316.66       7.29       3,996.57       5.51       5,628.11         6,017.76       16.15       7,476.82       23.53       15,609.59       21.50       16,265.78         16,196.13       43.45       9,887.06       31.11       27,924.68       38.47       18,076.86         7,675.71       20.59       8,146.35       25.63       16,384.30       22.57       15,618.75         2,690.15       7.22       2,561.03       8.06       4,817.41       6.64       4,356.13         2,352.31       6.31       1,394.52       4.39       3,854.36       5.31       2,773.79         37,271.20       31,782.44       72,586.91       100.00       62,719.42         4,313.34       2,996.62       7,243.40       5,725.66         32,957.86       28,785.82       65,343.51       56,993.76         (259.38)       14.82       64.45       3.03       (459.93)       10.79       332.07         153.68       10.31       621.78       29.27       563.05       14.81       1,500.37         570.26       38.25       898.98       42.32       1,171.71       30.81       1,730.18         164.71       11.05       97.82	2,339.14         6.28         2,316.66         7.29         3,996.57         5.51         5,628.11         8.97           6,017.76         16.15         7,476.82         23.53         15,609.59         21.50         16,265.78         25.93           16,196.13         43.45         9,887.06         31.11         27,924.68         38.47         18,076.86         28.82           7,675.71         20.59         8,146.35         25.63         16,384.30         22.57         15,618.75         24.90           2,690.15         7.22         2,561.03         8.06         4,817.41         6.64         4,356.13         6.93           2,352.31         6.31         1,394.52         4.39         3,854.36         5.31         2,773.79         4.42           37,271.20         31,782.44         72,586.91         10.00         62,719.42           4,313.34         2,996.62         7,243.40         5,725.66           32,957.86         28,785.82         65,343.51         56,993.76           (259.38)         14.82         64.45         3.03         (459.93)         10.79         332.07         7.51           153.68         10.31         621.78         29.27         563.05         14.81	2,339,14         6,28         2,316,66         7,29         3,996,57         5,51         5,628,11         8,97         9,421,85           6,017,76         16,15         7,476,82         23,53         15,609,59         21,50         16,265,78         25,93         25,962,40           16,196,13         43,45         9,887,06         31,11         27,924,68         38,47         18,076,86         28,82         38,296,74           7,675,71         20,59         8,146,35         25,63         16,084,30         22,57         15,618,75         24,90         31,415,35           2,690,15         7,22         2,561,03         8,06         4,817,41         6,64         4,356,13         6,95         7,643,73           2,352,31         6,31         1,394,52         4,39         3,854,36         5,31         2,773,79         4,42         5,420,05           37,271,20         31,782,44         72,586,91         100,00         62,719,42         118,160,12           4,313,34         2,996,62         7,243,40         5,725,66         11,242,56           32,957,86         28,785,82         65,343,51         56,993,76         106,917,56           (259,38)         14,82         64,45         3,03         (

Business Segment	Qtr Ended	%	Qtr Ended	%	Six Months	%	Six Months	%	Year Ended	%
Particulars Particulars	30.09.2008		30.09.2007		30.09.2008		30.09.2007		31.03.2008	
Segment Revenue										
Manufacturing	12,718.17	34.12	12,064.00	37.96	24,621.36	33.92	22,703.55	36.20	44,479.13	37.64
Marketing, Distribution	24,553.03	65.88	19,718.44	62.04	47,965.55	66.08	40,015.87	63.80	73,680.98	62.36
Total	37,271.20		31,782.44		72,586.91		62,719.42		118,160.11	
Less inter Segment Revenue	4,313.34		2,996.62		7,243.40		5,725.66		11,242.56	
Net Segment Revenue	32,957.86		28,785.82		65,343.51		56,993.76		106,917.55	
Segment Results										
Profit/(Loss) before Tax and Interest										
Manufacturing	546.35	44.37	538.74	25.31	1,484.41	44.41	882.09	19.90	2,738.42	30.78
Marketing, Distribution	685.07	55.63	1,590.06	74.69	1,858.39	55.59	3,549.92	80.10	6,158.38	69.22
Total	1,231.42		2,128.80		3,342.80		4,432.01		8,896.80	
Less : (i) Interest	322.12		· · · · ·		624.45				1,263.98	
(ii) Other Un-allocable Expenditure net off.	353.02		4.43		508.22		10.29		1,398.82	
Total Profit before Tax	556.28		2,124.37		2,210.13		4,421.72		6,234.00	
Capital employed per segment										
Manufacturing	37,804.20	68.84	31255.86	59.32	37,383.19	68.07	31255.86	59.32	22,978.73	61.74
Marketing, Distribution	17,115.45	31.16	20563.62	39.03	17,536.46	31.93	20563.62	39.03	14,240.65	38.26
Others		-	867.54	1.65		-	867.54	1.65	-	-
Total	54,919.65		52687.02		54,919.65		52687.02		37,219.38	

## NOTES TO INDEPENDENT AND CONSOLIDATED FINANCIALS:

- Unaudited Financial Results of the company for the second quarter ended 30.09.2008 have been reviewed by the Audit Committee
  and taken on record by the Board of Directors at meeting held on 31.10.2008, subjects to limited review by the Statutory Auditors of the Company.
- The profitability for the quarter has been adversely impacted primarily due to new ventures which are at the gestation period. Also, the global slow down has put pressure on the margins.
- During the quarter ended 30th September 2008, two investor complaints were received and resolved.
   There were no compliants pending at the beginning and end of the quarter.

4) Statement of Utilization of issue proceeds as on 30th September 2008.

( Rs.in Lacs)

Citatement of Camzanen of Icode proceduration Continues 2000.		( 1 to.iii Edoo)
Purpose of Utilisation of Funds	Projected	Actual Utilisation
	Utilisation	upto 30.09.08
Investment in Subsidiary Companies to increase the Group's production capacity	2990.00	849.70
Investment in Subsidiary Companies for establishment of a Design Centre and corporate office in Gurgaon.	380.00	-
Setting up an Integrated Information Technology System.	1,430.00	1,025.24
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	813.00
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	436.26
General Corporate purposes	877.00	493.20
Share issue Expenses	1,920.00	1,920.17
Total	28,537.20	15,378.61

Unutilised funds have been invested in Debt Mutual funds & fixed Deposits 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.

- 5) 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. The figures of corresponding quarter of the previous year have not been restated.
- 6) 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.
- 7) The standalone results for the quarter ended 30th September 2008 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.
- 8) 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/-(PULKIT SETH) MANAGING DIRECTOR

Place : Gurgaon Date : 31st October 2008