

**ZODIAC CLOTHING COMPANY LIMITED**  
 Regd. Office: 10/76, Off Haines Road, Worli, Mumbai - 400 018  
**UNAUDITED FINANCIAL RESULTS FOR THE QUARTER/ HALF YEAR ENDED 30TH SEPTEMBER 2011**

Rs in Lakhs

Consolidated Unaudited Results		Consolidated Results Not Subject To Limited Review By Auditors				
		3 MONTHS ended on 30.09.11 Unaudited	3 MONTHS ended on 30.09.10 Unaudited	YEAR TO DATE FIGURES FOR Current Period 30.09.11 Unaudited	YEAR TO DATE FIGURES FOR Previous Period 30.09.10 Unaudited	Previous Accounting YEAR ENDED 31.03.11 Audited
SI No	PARTICULARS					
1(a)	Net Sales	9,604	8474	17,938	16,095	34,180
(b)	Other Operating Income	473	464	789	1,125	1,800
	<b>Total Income</b>	<b>10,077</b>	<b>8938</b>	<b>18,727</b>	<b>17,220</b>	<b>35,980</b>
2	Expenditure					
(a)	(Increase) / decrease in stock in trade and work in progress	(576)	(162)	(1,407)	(397)	(568)
(b)	Consumption of raw materials	3,351	2718	6,050	5,014	10,562
(c)	Purchase of Traded Goods	1,006	677	2,085	1,229	3,304
(d)	Employees cost	1,677	1492	3,291	3,024	6,097
(e)	Depreciation	175	163	349	314	716
(f)	Other Expenditure	3,879	3000	7,262	6,040	12,657
g)	<b>Total Expenditure</b>	<b>9,512</b>	<b>7888</b>	<b>17,630</b>	<b>15,224</b>	<b>32,768</b>
3	Profit from Operations before Other income , Interest & Exceptional Items(1-2)	565	1050	1,097	1,996	3,212
4	Other Income	102	45	162	93	192
5	Profit before Interest & Exceptional Items (3+4)	667	1095	1,259	2,089	3,404
6	Interest	26	23	45	35	82
7	Profit,after Interest but before Exceptional Items (5-6)	641	1072	1,214	2,054	3,322
8	Exceptional Items					
(a)	Profit on Sale of Long Term Investments	-	-	-	-	860
(b)	Profit on sale of Leasehold Land	-	-	89	-	-
9	<b>Profit from Ordinary Activities before Tax (7+8)</b>	<b>641</b>	<b>1072</b>	<b>1,303</b>	<b>2,054</b>	<b>4,182</b>
10	Tax Expense	138	291	245	553	864
11	Net Profit from Ordinary Activities After Tax (9-10)	503	781	1,058	1,501	3,318
12	Extraordinary items	-	-	-	-	-
13	<b>Net Profit for the period (11-12)</b>	<b>503</b>	<b>781</b>	<b>1058</b>	<b>1501</b>	<b>3318</b>
14	Paid -up Equity Share Capital (Face value Rs.10/-per share)	1923	1261	1923	1261	1282
15	Reserves excluding revaluation reserves as per Balance sheet of previous accounting year					20025
16	Earnings per share (EPS)					
(a)	Basic *	2.62	4.13	5.50	7.94	17.45
(b)	Diluted *	2.61	4.08	5.49	7.84	17.36
17	Public shareholding					
	- Number of Shares	7746327	4950543	7746327	4950543	5157855
	- Percentage of Shareholding	40.28	39.25	40.28	39.25	40.23
18	Promoters and promoters group shareholding					
a)	Pledged/encumbered					
	Number of Shares	0.00	0.00	0.00	0.00	0.00
	Percentage of shares (As a % of the total shareholding of promoter and promoter group)	0.00	0.00	0.00	0.00	0.00
	Percentage of shares (As a % of the total share capital of the company)	0.00	0.00	0.00	0.00	0.00
b)	Non Encumbered					
	Number of Shares	11485269	7662171	11485269	7662171	7663209
	Percentage of shares (As a % of the total shareholding of promoter and promoter group)	100.00	100	100.00	100	100.00
	Percentage of shares (As a % of the total share capital of the company)	59.72	60.75	59.72	60.75	59.77

**Notes**

1. The financial results as reviewed by the Audit Committee were approved and taken on record by the Board of Directors in their meeting held on 10 th November, 2011

**2)NOTES ON CONSOLIDATED RESULTS**

a) Zodiac Clothing Co Ltd conducts its operation alongwith its subsidiaries. The consolidated financial unaudited statement have been furnished optionally to provide additional information. The financial statements are prepared in accordance with the principles and procedures for the preparation of consolidation of financial statement as set out in the Accounting Standard on Consolidated Financial Statements notified under The Company (Accounting Standards) Rules, 2006. The financial statements of the parent company have been combined on a line-by-line basis by adding together book values of assets ,liabilities, income and expenses after eliminating intra group balances and transactions and resulting unrealised gains/losses. The consolidated financial statements are prepared by applying uniform accounting policies and are not subject to review by the Statutory Auditors of the company.

b) The notes to standalone results below should also be considered as notes to consolidated results except note no 2 (a) and (b)

SI No	PARTICULARS	STANDALONE RESULTS SUBJECTED TO LIMITED REVIEW BY AUDITORS				
		3 MONTHS	3 MONTHS	YEAR TO DATE	YEAR TO DATE	Previous Accounting Year ended 31.03.11  Audited
		ended on	ended on	FIGURES FOR	FIGURES FOR	
		30.09.11	30.09.10	Current Period	Previous Period	
	Unaudited	Unaudited	30.09.11	30.09.10		
1(a)	Net Sales	7,838	6816	14,614	13,350	28,088
(b)	Other Operating Income	436	408	708	933	1,617
	<b>Total Income</b>	<b>8,274</b>	<b>7,224</b>	<b>15,322</b>	<b>14,283</b>	<b>29,705</b>
2	Expenditure					
(a)	(Increase) / decrease in stock in trade and work in progress	(541)	(227)	(1,277)	(413)	(611)
(b)	Consumption of raw materials	2,882	2323	5,206	4,294	8,873
(c)	Purchase of Traded Goods	537	365	1,199	840	1,898
(d)	Employees cost	1,409	1189	2,761	2,429	4,989
(e)	Depreciation	154	133	298	254	523
(f)	Other Expenditure	3,571	2729	6,689	5,569	12,059
g)	<b>Total Expenditure</b>	<b>8,012</b>	<b>6,512</b>	<b>14,876</b>	<b>12,973</b>	<b>27,731</b>
3	Profit from Operations before Other income , Interest & Exceptional Items(1-2)	262	712	446	1,310	1,974
4	Other Income	95	79	154	158	293
5	Profit before Interest & Exceptional Items (3+4)	357	791	600	1,468	2,267
6	Interest	16	13	28	26	50
7	Profit after Interest but before Exceptional Items (5-6)	341	778	572	1,442	2,217
8	Exceptional Items :					
(a)	Profit on Sale of Long Term Investments	-	-	-	-	860
(b)	Profit on sale of Leasehold Land	-	-	89	-	-
9	Profit from Ordinary Activities before Tax (7+8)	341	778	661	1,442	3,077
10	Tax Expense	108	262	185	497	747
11	Net Profit from Ordinary Activities After Tax (9-10)	233	516	476	945	2,330
12	Extraordinary items	-	-	-	-	-
13	Net Profit for the period (11-12)	233	516	476	945	2330
14	Paid -up Equity Share Capital (Face value Rs. 10/-per share)	1923	1261	1923	1261	1282
15	Reserves excluding revaluation reserves as per Balance sheet of previous accounting year					14662
16	Earnings per share (EPS)					
(a)	Basic *	1.21	2.73	2.48	5.00	12.26
(b)	Diluted *	1.21	2.69	2.47	4.94	12.19
17	Public shareholding					
	- Number of Shares	7746327	4950543	7746327	4950543	5157855
	- Percentage of Shareholding	40.28	39.25	40.28	39.25	40.23
18	Promoters and promoters group shareholding					
a)	Pledged/encumbered					
	Number of Shares	0.00	0.00	0.00	0.00	0.00
	Percentage of shares	0.00	0.00	0.00	0.00	0.00
	(As a % of the total shareholding of promoter and promoter group)					
	Percentage of shares	0.00	0.00	0.00	0.00	0.00
	(As a % of the total share capital of the company)					
b)	Non Encumbered					
	Number of Shares	11485269	7662171	11485269	7662171	7663209
	Percentage of shares	100	100	100	100	100.00
	(As a % of the total shareholding of promoter and promoter group)					
	Percentage of shares	59.72	60.75	59.72	60.75	59.77
	(As a % of the total share capital of the company)					

Notes

1. The financial results as reviewed by the Audit Committee were approved and taken on record by the Board of Directors in their meeting held on 10th November, 2011

**2) NOTES ON STANDALONE RESULTS**

a) The Statutory auditors of the company have carried out a limited review of the above Unaudited Financial Results in terms of clause 41 of the listing agreement.  
 b) In order to recognise the impact of fluctuation in foreign currency rates arising out of instruments acquired to hedge highly probable forecast transactions and firm commitments in appropriate accounting periods, the company has applied the principles of recognition and measurement set out in Accounting Standard 30 - Financial Instruments - Recognition and Measurement issued by The Institute of Chartered Accountants of India. As a result, the impact of net unrealised loss consequent to foreign currency fluctuations, in respect of effective hedging instruments represented by forward covers to hedge future exports, and interest on Foreign Currency Loans, are carried as a hedging reserve, Rs147 Lakhs as at 30th September, 2011 (Rs 52 Lakhs as at 30th September, 2010) on valuation as at the end of the reporting period, to be ultimately set off in the Profit and Loss account when the underlying transaction arises. Other Foreign Currency financial assets & liabilities that do not qualify for hedge accounting have been revalued/accounted as on 30th September, 2011 and the resultant Net Loss aggregating Rs 203 Lakhs for the quarter and Rs 236 Lakhs for the half year (Previous quarter Net loss of Rs 12 Lakhs and previous half year Net Gain of Rs 15 Lakhs) has been recognised in this unaudited financial results and included in other expenditure/ other operating income as applicable.

c) The company is exclusively engaged in the business of clothing and clothing accessories. This in the context of Accounting Standard (AS 17) "Segment Reporting", notified under The Companies (Accounting Standards) Rules, 2006 constitutes one single primary segment.

d) Out of total employee stock options granted under Zodiac Employees Stock Option Plan, 2006, 24,500 employee stock options have lapsed till date. During the quarter no employee stock options have been exercised.

e) Pursuant to the approval of the Shareholders at the Extra Ordinary General Meeting held on 17th September, 2011, the Company issued and allotted 6,410,532 equity shares of Rs 10 each on 30th September, 2011, as fully paid up bonus shares in the proportion of 1 (one) bonus share of Rs 10 each for every existing 2 (two) fully paid up equity shares

of Rs 10 each held on the Record Date, i.e. 28th September, 2011.

f) \* Pursuant to issue of bonus shares EPS has been restated as per accounting standard (AS-20) "Earnings per share", notified under The Companies (Accounting Standards) Rules, 2006 for the current period as well as the past periods/year.

g) There were no investor complaints pending to be resolved either at the beginning or at the end of the quarter. Five complaints were received during the quarter ended 30th September, 2011, that were duly attended to.

h) Statement of Assets And Liabilities as on 30 th September 2011 (Rs in Lakhs)	Standalone	
	As at 30.09.11	As at 30.09.10
<b>Shareholder's Fund</b>	Unaudited	Unaudited
a) Capital	1923	1261
b) Reserves and Surplus	14375	13662
<b>Loan Funds</b>	4513	3021
<b>Deferred Tax Liability (Net)</b>	325	235
<b>Total</b>	<b>21136</b>	<b>18179</b>
<b>Fixed Assets</b>	7756	6583
<b>Investments</b>	1536	1287
<b>Current Assets Loans &amp; Advances</b>		
a) Inventories	7923	5944
b) Sundry Debtors	3142	2393
c) Cash & Bank Balances	330	779
d) Other Current Assets	1	43
e) Loans And Advances	4,843	4,836
<b>Less: Current Liabilities &amp; Provisions</b>		
a) Liabilities	4236	3539
b) Provisions	159	147
<b>Total</b>	<b>21,136</b>	<b>18,179</b>

i) Previous year/period figures have been regrouped/reclassified, wherever necessary.

Date : 10th November, 2011  
 Place : Mumbai

By ORDER OF THE BOARD

A.Y. Ngorani  
 Vice Chairman & Managing Director