

ZODIAC CLOTHING COMPANY LIMITED

Regd. Office: Nyloc House 254, D-2 Dr. Annie Besant Road, Worli, Mumbai 400030
Tel : 022-66677000, Fax : 022-66677279, Website : www.zodiaconline.com, Email Id : cosecy@zodiacmtc.com
CIN: L17100MH1984PLC033143

STATEMENT OF CONSOLIDATED UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH JUNE, 2014

Part I

Rs. in Lakhs (Excluding Earnings per share)

Sl No	Particulars	3 Months Ended on 30th June, 2014 Unaudited	Preceding 3 Months Ended on 31st March, 2014 Unaudited (Refer Note "g" below)	Corresponding 3 Months Ended on 30th June, 2013 Unaudited	Previous Year Ended on 31st March, 2014 Audited
1	Income From Operations				
(a)	Net Sales / Income from operations (net of excise duty)	9,437	10,461	8,656	38,906
(b)	Other Operating Income	447	591	545	2,150
	Total Income From Operations (net)	9,884	11,052	9,201	41,056
2	Expenses				
(a)	Cost of Materials Consumed	3,901	3,850	3,618	14,715
(b)	Purchases of Stock in Trade	827	859	392	3,234
(c)	Change in Inventories of Finished Goods, Work in Progress and Stock in Trade	(790)	524	(168)	7
(d)	Employees Benefits Expense	1,733	1,620	1,557	6,488
(e)	Depreciation and Amortisation Expense	461	284	248	1,050
(f)	Other Expenses	3,447	2,900	3,123	12,598
	Total Expenses	9,579	10,037	8,770	38,092
3	Profit from Operations before Other income, Finance cost & Exceptional Items (1-2)	305	1,015	431	2,964
4	Other Income	260	10	220	339
5	Profit from ordinary activities before finance cost & exceptional items (3+4)	565	1,025	651	3,303
6	Finance Costs	44	57	55	249
7	Profit from ordinary activities after finance costs but before exceptional items (5-6)	511	968	596	3,054
8	Exceptional Items	-	-	-	-
9	Profit from Ordinary Activities before Tax (7+8)	511	968	596	3,054
10	Tax Expense	108	276	125	854
11	Net Profit from Ordinary Activities After Tax (9-10)	403	692	471	2,200
12	Extraordinary items (Net of Tax Expense)	-	-	-	-
13	Net Profit for the period (11-12)	403	692	471	2,200
14	Minority Interest	-	-	-	-
15	Net Profit for the period after Minority Interest (13-14)	403	692	471	2,200
16	Paid-up Equity Share Capital (Face value Rs.10/-per share)	1,939	1,939	1,939	1,939
17	Reserve excluding revaluation reserves as per Balance sheet of previous accounting year.				24,090
18	Earnings per share (EPS) (Not annualised)				
(a)	Basic	2.08	3.57	2.43	11.35
(b)	Diluted	2.07	3.57	2.43	11.35

See accompanying notes to the Financial Results

Part II

Select Information for the quarter ended 30th June, 2014

SI No	Particulars	3 Months Ended on 30th June, 2014	Preceding 3 Months Ended on 31st March, 2014	Corresponding 3 Months Ended on 30th June, 2013	Previous Year Ended on 31st March, 2014
A	PARTICULARS OF SHAREHOLDING				
1	Public shareholding				
	- Number of Shares	7831389	7859389	7883799	7859389
	- Percentage of Shareholding	40.39	40.53	40.66	40.53
2	Promoters and promoters group shareholding				
a)	Pledged/Encumbered				
	- Number of Shares	0.00	0.00	0.00	0.00
	- Percentage of shares	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
	(As a % of the total share capital of the company)				
b)	Non - Encumbered				
	- Number of Shares	11558599	11530609	11506199	11530609
	- Percentage of shares	100.00	100.00	100.00	100.00
	(As a % of the total shareholding of promoter and promoter group)				
	- Percentage of shares	59.81	59.47	59.34	59.47
	(As a % of the total share capital of the company)				

	Particulars	3 Months ended on 30th June, 2014 (Numbers)
B	Investor Complaints	
	Pending at the beginning of the Quarter	NIL
	Received during the Quarter	NIL
	Disposed of during the Quarter	NIL
	Remaining unresolved at the end of the Quarter	NIL

Notes

- a) The above Consolidated Unaudited financial results for the quarter ended 30th June, 2014 were reviewed by the audit committee, and approved by the Board of Directors on 12th August, 2014.

The Statutory Auditors of the Company have carried out a limited review of the above Consolidated Unaudited Financial Results in terms of Clause 41 of the Listing agreement.

- b) Zodiac Clothing Company Limited conducts its operation along with its subsidiaries. These Consolidated Financial Results are prepared in accordance with the principles and procedures as set out in Accounting Standard - 21 on "Consolidated Financial Statements". The Consolidated Financial Results represent the Consolidated Accounts of Zodiac Clothing Company Limited, with its following Subsidiaries:-

Name of the Subsidiary Company	Ownership Interest in %
Zodiac Finsec and Holdings Limited	100
Zodiac Clothing Company S.A.	100
Zodiac Clothing Company (UAE) LLC	100
Zodiac Clothing Company Inc	100
Zodiac Properties Limited	100

- c) The Company has opted to publish only Consolidated Financial Results. The Standalone Financial Results of the Company for the quarter ended 30th June, 2014 will be available on the Company's website viz: www.zodiaconline.com and on the websites of the BSE (www.bseindia.com) and NSE (www.nseindia.com). Additional Information on Standalone basis is as follows:

Particulars	3 Months ended 30th June, 2014	Preceding 3 months ended 31st March, 2014	Corresponding 3 months ended 30th June, 2013	Year ended 31st March, 2014
	Unaudited	Unaudited (Refer note "g" below)	Unaudited	Audited
Total Operating Income	8,318	9,198	7,954	34,851
Profit Before Tax	# 225	704	278	2,217
Net Profit after Tax	148	458	186	1,493

Includes additional depreciation charge of Rs. 196 lakhs pursuant to the Company revising the useful lives of its fixed assets in terms of schedule II to the Companies Act, 2013 which is effective from 1st April, 2014.

B u

d) Segmentwise Revenue Results and Capital Employed for the Quarter ended 30th June, 2014 (Consolidated)

(Rs. In Lakhs)

Sl No	Particulars	3 Months ended on 30th June, 2014 Unaudited	Preceding 3 Months ended on 31st March, 2014 Unaudited (Refer note "g" below)	Corresponding 3 Months ended on 30th June, 2013 Unaudited	Year to date Figures for year Ended on 31st March, 2014 Audited
1	Segment revenue				
	a) Clothing and Clothing Accessories (Net of excise duty)	9,794	10,920	9,122	40,703
	b) Investments	90	132	79	353
	Total Revenue (Net of excise duty)	9,884	11,052	9,201	41,056
2	Segment Results				
	a) Clothing and Clothing Accessories	466	926	537	2,850
	b) Investment	45	42	59	204
	Total Profit before Tax	511	968	596	3,054
3	Capital Employed (Segment Assets - Segment Liabilities)				
	a) Clothing and Clothing Accessories	20,709	20,763	20,611	20,763
	b) Investment	5,407	5,266	3,834	5,266
	Total	26,116	26,029	24,445	26,029

- e) (i) In order to recognise the impact of fluctuation in foreign currency rates arising out of derivative instruments acquired to hedge highly probable forecast transactions and firm commitments in appropriate accounting periods, the company has been consistently applying the principles of hedge accounting set out in the Accounting Standard 30, "Financial Instruments: Recognition and Measurement" issued by The Institute Of Chartered Accountants Of India, whereby the impact of net unrealised losses (or gains) of derivative instruments are carried as a Hedging Reserve to be ultimately set off in the Statement of Profit and loss when the underlying transaction is recognised.
- (ii) The non-derivative financial liabilities in the form of Pre-shipment Export Credit in Foreign Currency (PCFC) borrowings have been designated as hedging instruments to hedge the highly probable forecast sales in foreign currency.
- (iii) The balances carried in Hedging Reserve at the end of each reporting period is Rs. 47 lakhs (debit) as at 30th June, 2014, Rs. 217 lakhs (credit) as at 31st March, 2014, and Rs. 245 Lakhs (debit) as at 30th June, 2013.
- (iv) The exchange losses or gains recognised in these results and included / (netted off) in other expenses / finance costs / other income, as applicable, is Rs. 197 lakhs (gain) for the 3 months ended 30th June, 2014, Rs. 18 lakhs (gain) for the Preceding 3 months ended 31st March, 2014, Rs. 56 lakhs (loss) for the Corresponding 3 months ended 30th June, 2013, Rs. 447 lakhs (loss) for the year ended 31st March, 2014.
- f) Out of total employee stock options granted under Zodiac Employees Stock Option Plan, 2006, 101,826 employee stock options including bonus entitlement thereon have lapsed till date. During the quarter, no employee stock options have been exercised.
- g) The figures for the preceding 3 months ended 31st March, 2014 are the balancing figures between the audited figures in respect of the full financial year ended on 31st March, 2014 and published year to date unaudited figures upto the third quarter ended on 31st December, 2013.
- h) Other expenditure includes Rs. 26 lakhs being provision for remuneration to the Managing Directors for the quarter ended 30th June, 2014 which is dependent upon the Net Profit determinable under section 198 of the Companies Act, 2013 at the year end. Further the re-appointment of the Managing directors is subject to approval of the members of the Company at the ensuing Annual General Meeting.
- i) Pursuant to the Companies Act, 2013 ("the Act"), becoming effective from 1st April, 2014, the Company and an Indian Subsidiary reworked the depreciation on all the Fixed Assets with reference to the estimated useful lives of Fixed Assets prescribed under Schedule II to the Act. As a result, the charge for depreciation is higher by Rs. 196 lakhs for the quarter ended 30th June, 2014. Further, based on the transitional provision contained in Note 7(b) of Schedule II to the Act an amount of Rs. 73 lakhs (net of Deferred Tax) has been adjusted against the opening balance of retained earnings. The Foreign subsidiaries are in the process of ascertaining the revised useful lives of Fixed assets as per Schedule II to the Act and necessary adjustments, if any, will be made in the course of the financial year.
- j) Figures for the previous periods have been regrouped wherever necessary to conform to the current period's classification.

By ORDER OF THE BOARD

A.Y. Noorani

Vice-Chairman & Managing Director

Date: 12th August, 2014

Place: Mumbai