ZODIAC CLOTHING COMPANY LIMITED

Regd. Office:Nyloc House 254, D-2 Dr.Annie Besant Road, Worli, Mumbai 400030

STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31st DECEMBER, 2012

Part I

Statement of Results for the quarter and Nine Months ended 31st December 2012

(Rs in Lakhs)

		STANDALONE RESULTS SUBJECTED TO LIMITED REVIEW						CONSOLIDATED RESULTS NOT SUBJECTED TO LIMITED REVIEW					
Sl N	PARTICULARS	3 MONTHS Ended on 31.12.12 Unaudited	Preceding 3 Months Ended 30.09.12 Unaudited	Corresponding 3 Months Ended 31.12.11 Unaudited	YEAR TO DATE FIGURES FOR Current Period ENDED ON 31.12.12 Unaudited	YEAR TO DATE FIGURES FOR Previous Period ENDED ON 31.12.11 Unaudited	Previous Year Figures for Year Ended 31.03.12 Audited	3 MONTHS Ended on 31.12.12 Unaudited	Preceding 3 Months Ended 30.09.12 Unaudited	Corresponding 3 Months Ended 31.12.11 Unaudited	YEAR TO DATE FIGURES FOR Current Period ENDED ON 31.12.12 Unaudited	YEAR TO DATE FIGURES FOR Previous Period ENDED ON 31.12.11 Unaudited	Previous Year Figures for Year Ended 31.03.12 Audited
1	**Income From Operations**												
(a)	Net Sales / Income from operations (net of excise duty)	8,524	6,330	7,642	21,334	22,256	29,386	9,808	7,365	9,565	24,896	27,501	36,197
(b)	Other Operating Income	467	354	375	1,199	1,056	1,422	455	456	428	1,317	1,190	1,557
	Total Income From operations (net)	8,991	6,684	8,017	22,533	23,312	30,808	10,263	7,821	9,993	26,213	28,691	37,754
2	**Expenses**												
(a)	Cost of Materials Consumed	3,042	2,659	2,959	8,298	9,310	11,757	3,463	2,961	3,592	9,351	10,951	13,791
(b)	Purchases of Stock in Trade	363	571	417	1,335	1,616	1,993	629	752	846	2,079	2,944	3,768
(c)	Change in Inventories of Finished Goods, Work in Progress and Stock in Trade	535	(396)	(170)	(141)	(1,447)	(827)	476	(308)	(102)	(164)	(1,509)	(851)
(d)	Employees Benefits Expense	1,289	1,237	1,460	3,820	4,221	5,441	1,522	1,476	1,757	4,555	5,044	6,516
(e)	Depreciation and Amortisation Expense	199	198	159	569	457	627	251	250	206	724	592	817
(f)	Other Expenses [see note 3(d)]	3,008	2,080	3,061	7,899	8,507	11,041	3,137	2,175	3,211	8,178	8,998	11,724
	Total Expenses	8,436	6,349	7,886	21,780	22,664	30,032	9,478	7,306	9,510	24,723	27,020	35,765
3	**Profit from Operations before Other income,Finance cost & Exceptional Items(1-2)**	555	335	131	753	648	776	785	515	483	1,490	1,671	1,989
4	Other Income	109	304	277	660	459	825	76	103	77	215	267	479
5	Profit from ordinary activities before finance cost & exceptional items (3+4)	664	639	408	1,413	1,107	1,601	861	618	560	1,705	1,938	2,468
6	Finance Costs	97	71	77	232	204	286	123	92	83	295	247	354
7	Profit from ordinary activities after finance costs but before exceptional items (5-6)	567	568	331	1,181	903	1,315	738	526	477	1,410	1,691	2,114
8	Exceptional Items												
	Profit on Sale of Leasehold Land	-	-	-	-	89	89	-	-	-	-	89	89
9	**Profit from Ordinary Activities before Tax (7+8)**	567	568	331	1,181	992	1,404	738	526	477	1,410	1,780	2,203
10	Tax Expense	191	90	90	295	275	306	220	120	121	384	366	428
11	Net Profit from Ordinary Activities After Tax (9-10)	376	478	241	886	717	1,098	518	406	356	1,026	1,414	1,775
12	Extraordinary items (Net of tax Expense)	-	-	-			-	-		-	-		-
13	Net Profit for the period (11-12)	376	478	241	886	717	1098	518	406	356	1026	1414	1775
14	Paid -up Equity Share Capital (Face value Rs.10/- per share)	1939	1927	1923	1939	1923	1927	1939	1927	1923	1939	1923	1927
15	Reserve excluding revaluation reserves as per Balance sheet of previous accounting year						14524						21171
16	Earnings per share (EPS) of Rs 10/-each (Not annualised)												
(a)	Basic	1.95	2.48	1.26	4.60	3.73	5.71	2.69	2.11	1.85	5.32	7.35	9.23
(b)	Diluted	1.95	2.47	1.25	4.60	3.71	5.69	2.69	2.10	1.84	5.32	7.32	9.20

Part II

Information for the quarter and Nine months ended 31st December, 2012

A	**PARTICULARS OF SHAREHOLDING**												
1	Public shareholding												
	- Number of Shares	7883949	7764249	7725547	7883949	7725547	7764249	7883949	7764249	7725547	7883949	7725547	7764249
	- Percentage of Shareholding	40.66	40.29	40.17	40.66	40.17	40.29	40.66	40.29	40.17	40.66	40.17	40.29
2	Promoters and promoters group shareholding												
	a) Pledged/Encumbered												
	Number of Shares	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
	Percentage of shares	0.00	0.00	0.00	0.00	0.00	0.00	0.00	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	0.00	0.00	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	11506049	11506049	11506049.00	11506049	11506049	11506049	11506049	11506049	11506049	11506049	11506049	11506049
	Percentage of shares	100.00	100.00	100.00	100.00	100	100.00	100.00	100.00	100	100.00	100	100.00
	(As a % of the total shareholding of promoter and promoter group)												
	Percentage of shares												
	(As a % of the total share capital of the company)	59.34	59.71	59.83	59.34	59.83	59.71	59.34	59.71	59.83	59.34	59.83	59.71

		3 Months ended 0n 31.12.12
B	**Particulars-Investor Complaints**	
	Pending at the beginning of the Quarter	NIL
	Received During the Quarter	2
	Disposed of during the Quarter	2
	Remaining unresolved at the end of the Quarter	NIL

Notes:

1. The above Unaudited financial results for the quarter and Nine months ended 31st December, 2012 were reviewed and upon the recommendation of the audit committee, were approved by the Board of Directors on 8th February, 2013.

2. **NOTES ON CONSOLIDATED RESULTS**

a) Zodiac Clothing Co Ltd conducts its operations along with its subsidiaries. The consolidated financial unaudited results have been furnished optionally to provide additional information. These consolidated results are prepared in accordance with the principles and procedures as set out in Accounting Standard 21 on Consolidated Financial Statements, notified under The Company (Accounting Standards) Rules, 2006. These consolidated results are not subjected to a limited review by the Statutory Auditors of the company.

b) Notes 3(e) and 3(f) below are also to be considered as notes to the unaudited consolidated results.

3. **NOTES ON STANDALONE RESULTS**

a) The Statutory auditors of the company have carried out a limited review of the Standalone Unaudited Financial Results in terms of clause 41 of the listing agreements.

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

c) 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 the Accounting Standard 30 on Financial Instruments -Recognition and Measurement, issued by The Institute of Chartered Accountants of India. As a result, the impact of net unrealised losses (or gains) consequent to foreign currency fluctuations, in respect of effective hedging instruments, represented by forward covers and out of the money option contracts, to hedge future exports and interest on foreign currency Loans are carried as a Hedging Reserve on valuation at the end of each reporting period [Rs. 23 Lakhs as at 31st December, 2012, (Rs.74 Lakhs - gain) as at 30th September, 2012, Rs. 170 lakhs as at 31st December, 2011 and Rs. 20 lakhs as at 31st March, 2012], to be ultimately set off in the Statement of Profit and loss when the underlying transaction arises. Further, losses (or gains) on other foreign currency financial assets and liabilities that do not qualify for hedge accounting have been immediately recognized in these results and included/(netted off) in other expenses/finance costs, as applicable [Rs. 101 lakhs for the 3 months ended 31st December, 2012, (Rs. 152 lakhs – gain) for the Preceding 3 months ended 30th September, 2012, Rs 481 lakhs for the 3 months ended 31st December, 2011, Rs 273 lakhs for the Nine months ended 31st December, 2012, Rs 717 lakhs for the Nine months ended 31st December, 2011, and Rs. 618 lakhs for the previous year ended March 31, 2012].

d) Expenses in excess of 10% of total expenditure included in Other expenses:

(Rs in Lakhs)

Particulars	3 Months ended 31.12.2012	Preceding 3 Months ended 30.09.2012	Corresponding 3 Months Ended 31.12.11	year to date for the current period ended on 31st December, 2012	year to date for the previous period ended on 31st December, 2011	Previous Year Figures Year Ended 31.03.12
Rent	682	702	647	2,092	1,869	2,580

e) Out of total employee stock options granted under Zodiac Employees Stock Option Plan, 2006, 50,376 employee stock options including bonus entitlement thereon have lapsed till date. During the quarter, 119,700 shares have been allotted to employees/directors on excercise of 53,200 employee stock option after considering the bonus entitlement thereon.

f) Figures for the previous year/ periods are reclassified/rearranged/regrouped, wherever necessary, to conform to the current period classification.

By Order of the Board

A.Y. Noorani

Vice Chairman & Managing Director

Mumbai, 8th February, 2013