

ZODIAC CLOTHING COMPANY LIMITED
 Regd. Office: 10/76, Off Haines Road, Worli, Mumbai - 400 018
AUDITED FINANCIAL RESULTS FOR THE YEAR ENDED 31st March 2011

(Rs in Lakhs)

STANDALONE RESULTS							CONSOLIDATED RESULTS						
Sl No	PARTICULARS	YEAR TO DATE FIGURES FOR CURRENT PERIOD Ended31.03.11 Audited	YEAR TO DATE FIGURES FOR Previous Period Ended31.03.10 Audited	YEAR TO DATE FIGURES FOR CURRENT PERIOD Ended31.03.11 Audited	PREVIOUS ACCOUNTING YEAR ENDED 31.03.10 Audited								
1(a)	Net Sales	28,088	26,590	34,180	31,326	31,326							
(b)	Other Operating Income	1,617	1,685	1,800	1,778	1,778							
	Total Income	29,705	28,275	35,980	33,104	33,104							
2	Expenditure												
(a)	(Increase) / decrease in stock in trade and work in progress	(611)	(316)	(568)	(277)	(277)							
(b)	Consumption of raw materials	8,873	7,472	10,562	8,619	8,619							
(c)	Purchase of Traded Goods	1,898	2,181	3,304	2,703	2,703							
(d)	Employees cost	4,989	4,249	6,097	5,589	5,589							
(e)	Depreciation	523	460	716	634	634							
(f)	Other Expenditure *	12,059	11,206	12,657	12,034	12,034							
9)	Total Expenditure	27,731	25,252	32,768	29,302	29,302							
3	Profit from Operations before Other Income, Interest & Exceptional Items(1-2)	1,974	3,023	3,212	3,802	3,802							
4	Other Income	293	376	192	206	206							
5	Profit before Interest & Exceptional Items (3+4)	2,267	3,399	3,404	4,008	4,008							
6	Interest	50	119	82	121	121							
7	Profit after Interest but before Exceptional Items (5-6)	2,217	3,280	3,322	3,887	3,887							
8	Exceptional Items (Profit on Sale of Long Term Investments)	860	-	860	-	-							
9	Profit from Ordinary Activities before Tax (7+8)	3,077	3,280	4,182	3,887	3,887							
10	Tax Expense	747	1,175	864	1,268	1,268							
11	Net Profit from Ordinary Activities After Tax (9-10)	2,330	2,105	3,318	2,619	2,619							
12	Extraordinary Items	-	-	-	-	-							
13	Net Profit for the period (11-12)	2330	2105	3318	2619	2619							
14	Paid-up Equity Share Capital (Face value Rs. 10/-per share)	1282	839	1282	839	839							
15	Reserve excluding revaluation reserves as per Balance sheet of previous accounting year	14662	13146	20025	17640	17640							
16	Earnings per share (EPS)												
(a)	Basic **	18.39	16.73	26.18	20.82	20.82							
(b)	Diluted **	18.29	16.33	26.04	20.32	20.32							
17	Public shareholding - Number of Shares	5157855	3288262	5157855	3288262	3288262							
	- Percentage of Shareholding	40.23	39.18	40.23	39.18	39.18							
18	Promoters and promoters group shareholding a) Pledged/encumbered	0.00	0.00	0.00	0.00	0.00							
	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	7663209	5104414	7663209	5104414	5104414							
	Percentage of Shares	100.00	100.00	100.00	100.00	100.00							
	(As a % of the total shareholding of promoter and promoter group)												
	Percentage of shares	59.77	60.82	59.77	60.82	60.82							
	(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 June 28th, 2011

2) NOTES ON CONSOLIDATED RESULTS

a) Zodiac Clothing Company Ltd. conducts its operation alongwith its subsidiaries. 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 21 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.

3) NOTES ON STANDALONE RESULTS

a) In order to recognise the impact of fluctuation in foreign currency rates arising out of instruments acquired to hedge highly probable forecast transaction in appropriate accounting periods, the company has applied the principles of recognition and measurement set out in the Accounting Standard 30-Financial Instruments -Recognition and Measurement issued by The Institute Of Chartered Accountants Of India. As a result, the impact of unrealised loss (net) 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 aggregating Rs 25 Lakhs (Previous Period Rs 4 lakhs), are carried as a Hedging Reserve on valuation at the end of each 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 31.03.11 and the resultant Net Gain aggregating to Rs 35 lakhs (Previous Period Rs 14 lakhs) has been recognised and Credited to the Profit & loss Account and included in Other Operating Income in the aforesaid financial results.

b) 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.

c) Out of total employee stock options granted under Zodiac Employees Stock Option Plan, 2006, 24350 employee stock options have lapsed till date. During the Year, 224,150 shares have been allotted to employees/Directors on exercise of 154,700 employee stock options after considering the Bonus entitlement thereon.

d) There were no investor complaints pending to be resolved either at the beginning or at the end of the year. Twenty nine complaints were received during the year ended 31st March 2011 that were duly attended to.

e) * Other Expenditure for the year ended March 31, 2011 includes Rs 225 lakhs (Previous period Nil) being the provision for commission payable to the Managing Directors in accordance with the approval of the Central Government, determined u/s 349 of the Companies Act, 1956.

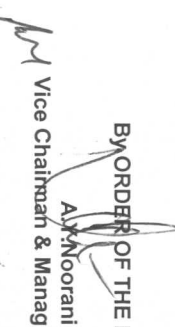
f)** Pursuant to issue of bonus shares in August, 2010 EPS has been restated as per Accounting Standard (AS-20) "Earnings per share", notified under The Companies (Accounting Standards) Rules, 2006 for the current year as well as the previous year.

g) The Compensation Committee at its meeting held on January 20, 2011, approved grant of second tranche of 2,67,350 Stock options to certain employees/Directors of the Company in terms of the Zodiac Employee Stock Option Plan, 2006

h) The Board of Directors have recommended a Dividend of Rs. 5/- per share for the financial year ended 31st March 2011 at their meeting held on June 28th, 2011 subject to the approval of the shareholders at the ensuing Annual General Meeting. The cash outflow on account of payment of dividend including Taxes would be Rs. 745 Lakhs.

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

Date: 28th June 2011
Place : Mumbai

BY ORDER OF THE BOARD

Ajay Noorani
Vice Chairman & Managing Director