

TITAN INDUSTRIES LIMITED

3, SIPCOT INDUSTRIAL COMPLEX, HOSUR 635 126.

UNAUDITED FINANCIAL RESULTS (STAND-ALONE) FOR THE PERIOD ENDED 30 JUNE 2009

(Rs. in lakhs)

	Quarter ended 30-6-2009 (Unaudited)	Quarter ended 30-6-2008 (Unaudited)	Year ended 31-3-2009 (Audited)
Sales / Income from operations	88,860	81,906	384,772
Less : Excise Duty	580	875	4,434
Net sales / Income from operations	88,280	81,031	380,338
Other operating income	12	14	90
Expenditure			
Decrease / (increase) in stock in trade and work in progress (refer note 2)	352	(3,749)	(17,867)
Consumption of raw materials	51,374	55,718	259,129
Purchase of traded goods	8,452	7,184	34,957
Employee cost	6,164	5,194	23,340
Advertising	4,447	4,070	18,136
Depreciation / Amortisation	896	773	4,176
Other expenditure	9,563	7,018	32,994
Total expenditure	81,248	76,208	354,865
Profit from operations before other income and interest	7,044	4,837	25,563
Other income	88	84	436
Profit before interest	7,132	4,921	25,999
Interest	759	455	2,943
Profit before taxes	6,373	4,466	23,056
Income taxes - Current	1,885	962	6,300
- Deferred	(186)	120	(653)
- Fringe Benefit	70	117	421
Profit after taxes	4,604	3,267	16,988
Less: Income tax of earlier years	-	-	1,092
Net Profit	4,604	3,267	15,896
Paid-up equity share capital (face value: Rs.10 per share)	4,439	4,439	4,439
Reserves excluding revaluation reserves			50,685
Basic and diluted earnings per equity share (Rs.) (Not annualised)	10.37	7.36	35.81
Public shareholding			
- Number of shares	20,838,912	20,838,912	20,838,912
- Percentage of shareholding	46.9%	46.9%	46.9%
Promoters and Promoter group shareholding			
a) Pledged / Encumbered			
- Number of shares	-	-	-
- % of shares (as a % of the total shareholding of the Promoter and Promoter group)	-	-	-
- % of shares (as a % of the total share capital of the Company)	-	-	-
b) Non-encumbered			
- Number of shares	23,550,396	23,550,396	23,550,396
- % of shares (as a % of the total shareholding of the Promoter and Promoter group)	100.0%	100.0%	100.0%
- % of shares (as a % of the total share capital of the Company)	53.1%	53.1%	53.1%
Segment Results			
Net sales / Income from segments			
Watches	20,857	17,189	90,849
Jewellery	63,555	61,572	276,320
Others	3,914	2,350	13,629
Corporate(Unallocated)	54	18	66
Total	88,380	81,129	380,864
Profit / (Loss) from segments before interest and taxes			
Watches	2,934	1,697	13,786
Jewellery	5,143	3,552	16,440
Others	(886)	(199)	(2,411)
Total	7,191	5,050	27,815
Less : Interest	759	455	2,943
Unallocable expenditure net of unallocable income	59	129	1,816
Profit before taxes	6,373	4,466	23,056
Capital Employed			
Watches	34,871	29,185	35,969
Jewellery	27,818	25,353	33,643
Others	8,852	8,522	9,059
Corporate(Unallocated)	4,499	(1,880)	(4,188)
Total	76,040	61,180	74,483

- With effect from 1 April 2009, the Company has adopted the principles of hedge and derivative accounting as set out in Accounting Standard 30, 'Financial Instruments : Recognition and Measurement' issued by the Institute of Chartered Accountants of India. Consequent to this change in accounting, the profit before tax for the quarter ended 30 June 2009 is lower by Rs.20 lakhs.
- Consequent to the adoption of hedge accounting for gold, for a more accurate reflection of the operational performance and appropriate presentation of the financial statements, the Company has adopted First-in-First-Out (FIFO) method of valuing gold inventory from 1 April 2009 as against weighted average method adopted up to 31 March 2009. This change has resulted in a higher profit before taxes of Rs.3003 lakhs during the current quarter.
- Pursuant to the Scheme of Amalgamation of Samrat Holdings Ltd., Questar Investments Ltd., and Titan Holdings Ltd. (wholly owned subsidiaries of the Company) with the Company as sanctioned by the High Court of Bombay and Karnataka, and which came into effect on 30 March 2009, all assets and liabilities have been transferred to and vested in the Company retrospectively with effect from 1 April 2007. Accordingly, the figures for the quarter ended 30 June 2008, have been appropriately recast to give effect to the Scheme of Amalgamation and to incorporate therein the profitability of the merged entities for the period.
- The Company's primary segments consist of Watches, Jewellery and Others, where the 'Others' include Eye wear, Precision Engineering, Machine Building and Clocks.
- The figures of the previous period have been regrouped/recast, where necessary.
- There was 1 investor complaint pending at the beginning of the quarter. 1 complaint was received and 2 were resolved during the quarter. There were no complaints lying unresolved at the end of the quarter.
- The Auditors have carried out a limited review of the financial results for the quarter ended on 30 June 2009, as required by the Listing Agreement.
- The financial results were reviewed by the Board Audit Committee and were approved by the Board of Directors at their meeting on 27 July 2009.

For and on behalf of the Board of Directors

BHASKAR BHAT
Managing Director

Hosur, 27 July 2009