



SEC 40 / 2018-19

9<sup>th</sup> November 2018

The General Manager, DCS – CRD  
BSE Limited  
Corporate Relationship Department  
1st Floor, New Trading Ring  
Rotunda Building, P J Towers  
Dalal Street, Fort,  
MUMBAI - 400 001  
Scrip Code: **500114**

The General Manager, DCS – CRD  
National Stock Exchange of India Ltd  
Exchange Plaza,  
Bandra-Kurla Complex,  
Bandra (East),  
MUMBAI - 400 051  
Symbol: **TITAN**

Dear Sirs,

**Sub: Unaudited Financial Results (standalone and consolidated) for the quarter and half year ended 30<sup>th</sup> September 2018**

At the Board Meeting of the Company held today, the Unaudited Financial Results (standalone and consolidated) for the quarter / half year ended 30<sup>th</sup> September 2018 was considered and approved. We submit herewith the Unaudited Financial Results for the quarter and half year ended 30<sup>th</sup> September 2018 together with the press release.

Also enclosed herewith is the Limited Review Report of the Financial Results for the quarter and half year ended 30<sup>th</sup> September 2018 issued by the Company's statutory auditors M/s B S R & Co. LLP, Chartered Accountants.

The Board meeting commenced at 9:00 a.m. and concluded at 4:00 p.m.

The above information is also available on the website of the Company: [www.titan.co.in](http://www.titan.co.in).

Please acknowledge receipt of the same.

Yours truly,  
For TITAN COMPANY LIMITED

  
Dinesh Shetty  
General Counsel & Company Secretary

Encl. As stated

Titan Company Limited

'INTEGRITY' No.193, Veerasandra, Electronics City P.O Off Hosur Main Road, Bengaluru - 560 100 India, Tel : 91 80 - 67047000, Fax : 91 80 - 67046262  
Registered Office No. 3, SIPCOT Industrial Complex Hosur 635 126 TN India, Tel 91 4344 664 199, Fax 91 4344 276037, CIN: L74999TZ1984PLC001456  
[www.titan.co.in](http://www.titan.co.in)

A **TATA** Enterprise



9<sup>th</sup> November 2018

PRESS RELEASE

**Titan Company Ltd reports a growth of 26% in Q2 income.**

Titan Company Ltd announced an impressive growth in income of 26% for the second quarter. The income from operations in the second quarter, July to September 2018, was Rs.4353 crores, against last year's income of Rs.3439 crores during the same period. The income for April to September 2018, the first half of this financial year, stands at Rs.8622 crores, registering a growth of 16% over last year.

The Standalone PBT for Q2 is Rs.446 crores, against Rs.425 crores last year, recording a growth of 5%. The growth in the profit before tax for the quarter was muted due to provision made to the tune of Rs.29 crores for investments made as part of Treasury operations in inter corporate deposits in the IL&FS group and certain one-time franchisee compensations on store takeover in the Jewellery segment.

The Jewellery business had a good quarter following a subdued first quarter and recorded an income of Rs.3582 crores as compared to Rs.2788 crores last year. The Jewellery business grew by 29% over last year in Q2. The income from Watches business recorded healthy growth too, for the quarter at Rs.676 crores against Rs.576 crores in the previous year, a growth of 17%. The Jewellery division continues to gain market share and watch business is seeing very good volume growth as well. The Eyewear business grew well, by 19% in the quarter, recording an income of Rs.120 crores as against Rs.101 crores last year. Other segments of the Company comprising accessories grew by 24% in Q2 recording an income of Rs.33 crores. The previous year income for this segment in Q2 was Rs.27 crores.

The Company's retail chain stands at 1540 stores, as on 30<sup>th</sup> September 2018 with a retail area crossing 1.9 million sq.ft. nationally for all its brands.

Mr. Bhaskar Bhat, Managing Director of the Company stated that "The Company has done well across all its businesses in the second quarter, delivering 26% growth over last year. The Jewellery business picked up this quarter after a soft first quarter and the Watches business had one of its best quarters with an extremely healthy growth in bottom line for the first half. The Eyewear business has picked up too with our investments in brand building showing results now".

S. Ravikant  
Executive Vice President  
(Corporate Communications)



Titan Company Limited

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www.titan.co.in

A TATA Enterprise



# B S R & Co. LLP

Chartered Accountants

Maruthi Info-Tech Centre  
11-12/1 Inner Ring Road  
Koramangala  
Bangalore 560 071 India

Telephone +91 80 7134 7000  
Fax +91 80 7134 7999

## Limited Review Report on quarterly and year to date unaudited standalone financial results of Titan Company Limited pursuant to the regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015

To the Board of Directors of Titan Company Limited

We have reviewed the accompanying statement of unaudited standalone financial results ("the Statement") of Titan Company Limited ("the Company") for the quarter ended 30 September 2018 and year to date results for the period 1 April 2018 to 30 September 2018, attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('Listing Regulations').

This statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on these financial results based on our review.

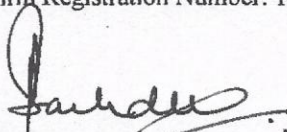
We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, *Review of Interim Financial Information Performed by the Independent Auditor of the Entity* specified under section 143(10) of the Companies Act, 2013. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial results are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement prepared in accordance with applicable accounting standards i.e. Ind AS prescribed under Section 133 of the Companies Act, 2013 and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations including the manner in which it is to be disclosed, or that it contains any material misstatement.

for B S R & Co. LLP

Chartered Accountants

Firm Registration Number: 101248W/W-100022



Supreet Sackdev

Partner

Membership Number: 205385

Place: Bengaluru

Date: 9 November 2018





# TITAN COMPANY LIMITED

CIN : L74999TZ1984PLC001456  
3, SIPCOT INDUSTRIAL COMPLEX, HOSUR 635 126.

## STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND SIX MONTHS ENDED 30 SEPTEMBER 2018

PART I

₹ in lakhs

Particulars	3 months ended			6 months ended		Year ended
	30-09-2018 (Unaudited)	30-06-2018 (Unaudited)	30-09-2017 (Unaudited)	30-09-2018 (Unaudited)	30-09-2017 (Unaudited)	31-03-2018 (Audited)
I. Revenue from operations (Refer note 4,5)						
- Sale of products/ services	435,339	426,856	343,896	862,195	744,053	1,548,345
- Other operating revenue	5,345	5,029	4,863	10,374	7,370	17,240
II. Other income	2,678	3,567	2,045	6,245	4,804	8,640
<b>III. Total income (I +II)</b>	<b>443,362</b>	<b>435,452</b>	<b>350,804</b>	<b>878,814</b>	<b>756,227</b>	<b>1,574,225</b>
IV. Expenses:						
Cost of materials and components consumed	343,104	212,829	332,787	555,933	564,983	1,024,021
Excise duty	-	-	-	-	3,455	3,455
Purchase of stock-in-trade	83,474	55,894	57,813	139,368	112,966	207,691
Changes in inventories of finished goods, stock-in-trade and work-in-progress	(108,534)	47,146	(141,522)	(61,388)	(131,045)	(93,139)
Employee benefits expense	20,575	20,654	18,102	41,229	36,069	76,226
Finance costs	1,053	883	1,434	1,936	2,492	4,768
Depreciation and amortisation expense	3,748	3,514	2,538	7,262	5,016	10,967
Advertising	13,595	13,621	9,787	27,216	20,379	44,099
Other expenses	41,758	32,213	27,350	73,971	61,297	129,900
<b>IV. Total expenses</b>	<b>398,773</b>	<b>386,754</b>	<b>308,289</b>	<b>785,527</b>	<b>675,612</b>	<b>1,407,988</b>
V. Profit before exceptional item and tax (III - IV)	44,589	48,698	42,515	93,287	80,615	166,237
VI. Exceptional item (Refer note 3)	-	-	65	-	1,095	9,165
VII. Profit before tax (V - VI)	44,589	48,698	42,450	93,287	79,520	157,072
VIII. Tax expense:						
Current tax	13,203	13,440	12,311	26,643	23,061	44,643
Deferred tax	(52)	341	(425)	289	(795)	(3,858)
<b>VIII. Total tax</b>	<b>13,151</b>	<b>13,781</b>	<b>11,886</b>	<b>26,932</b>	<b>22,266</b>	<b>40,785</b>
IX. Profit for the period (VII-VIII)	31,438	34,917	30,564	66,355	57,254	116,287
X. Other comprehensive income						
(i) Items that will not be reclassified to the statement of profit and loss						
- Remeasurement of employee defined benefit plan	(270)	(1,399)	667	(1,669)	32	2,154
- Income-tax on (i) above	76	386	(193)	462	(9)	(618)
(ii) Items that will be reclassified to the statement of profit and loss						
- Effective portion of gain or (loss) on designated portion of hedging instruments in a cash flow hedge	825	9,450	(5,125)	10,275	(5,770)	(2,570)
- income-tax on (ii) above	(219)	(2,658)	1,486	(2,877)	1,673	724
<b>X. Total other comprehensive income</b>	<b>412</b>	<b>5,779</b>	<b>(3,165)</b>	<b>6,191</b>	<b>(4,074)</b>	<b>(310)</b>
XI. Total comprehensive income (IX+X)	31,850	40,696	27,399	72,546	53,180	115,977
XII. Paid up equity share capital (face value ₹ 1 per share):	8,878	8,878	8,878	8,878	8,878	8,878
XIII. Other equity:						510,521
XIV. Earnings per equity share of ₹ 1: (based on net profit for the period (IX))						
Basic and diluted (not annualised)	3.54	3.93	3.44	7.47	6.45	13.10

See accompanying notes to the standalone unaudited financial results





# TITAN COMPANY LIMITED

CIN : L74999TZ1984PLC001456

3, SIPCOT INDUSTRIAL COMPLEX, HOSUR 635 126.

STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND SIX MONTHS ENDED 30 SEPTEMBER 2018

## BALANCE SHEET

₹ in lakhs

Particulars	As at 30-09-2018 (Unaudited)	As at 31-03-2018 (Audited)
<b>ASSETS</b>		
<b>(1) Non-current assets</b>		
(a) Property, plant and equipment	94,005	92,107
(b) Capital work-in-progress	3,704	4,081
(c) Investment property	2,402	2,268
(d) Intangible assets	3,615	3,010
(e) Intangible assets under development	486	36
<b>(f) Financial assets</b>		
(i) Investments	74,432	73,375
(ii) Other financial assets	10,993	11,560
(g) Deferred tax asset (net)	1,640	4,805
(h) Other non-current assets	10,991	10,600
(i) Income tax assets (net)	10,067	10,067
	<b>212,335</b>	<b>211,909</b>
<b>(2) Current assets</b>		
(a) Inventories	665,721	574,920
<b>(b) Financial assets</b>		
(i) Trade receivables	40,323	19,299
(ii) Cash and cash equivalents	24,019	46,644
(iii) Bank balances other than (iii) above	22,005	14,584
(iv) Other financial assets	79,638	35,378
(c) Other current assets	56,429	36,907
	<b>888,135</b>	<b>727,732</b>
<b>TOTAL ASSETS</b>	<b>1,100,470</b>	<b>939,641</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
(a) Equity share capital	8,878	8,878
(b) Other equity	542,932	510,521
<b>TOTAL EQUITY</b>	<b>551,810</b>	<b>519,399</b>
<b>Liabilities</b>		
<b>(1) Non-current liabilities</b>		
(a) Provisions	11,011	10,394
	<b>11,011</b>	<b>10,394</b>
<b>(2) Current liabilities</b>		
<b>(a) Financial liabilities</b>		
(i) Borrowings	4,958	-
(ii) Gold on loan	243,990	160,386
(iii) Trade payables	91,560	78,632
(iv) Other financial liabilities	16,823	25,125
<b>(b) Other current liabilities</b>	174,156	141,410
<b>(c) Provisions</b>	4,229	2,125
<b>(d) Current tax liabilities (net)</b>	1,933	2,170
	<b>537,649</b>	<b>409,848</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>1,100,470</b>	<b>939,641</b>







# TITAN COMPANY LIMITED

CIN : L74999TZ1984PLC001456  
3, SIPCOT INDUSTRIAL COMPLEX, HOSUR 635 126.

STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND SIX MONTHS ENDED 30 SEPTEMBER 2018

SEGMENT INFORMATION (Refer note 7)

₹ in lakhs

Particulars	3 months ended			6 months ended		Year ended
	30-09-2018 (Unaudited)	30-06-2018 (Unaudited)	30-09-2017 (Unaudited)	30-09-2018 (Unaudited)	30-09-2017 (Unaudited)	31-03-2018 (Audited)
<b>Segment revenues and profit and loss</b>						
a) Sales / Income from segments						
Watches	67,570	59,352	57,621	126,922	109,291	212,643
Jewellery	358,208	357,166	278,760	715,374	616,824	1,303,587
Eyewear	12,000	13,157	10,062	25,157	21,362	41,498
Others	3,301	2,630	2,653	5,931	4,654	9,501
Corporate (unallocated)	2,283	3,147	1,708	5,430	4,096	6,996
<b>Total</b>	<b>443,362</b>	<b>435,452</b>	<b>350,804</b>	<b>878,814</b>	<b>756,227</b>	<b>1,574,225</b>
b) Profit / (Loss) from segments before finance costs and taxes						
Watches	12,176	11,132	9,140	23,308	14,016	25,788
Jewellery	39,198	39,338	36,758	78,536	70,634	154,298
Eyewear	(100)	174	135	74	452	240
Others	(1,650)	(1,311)	(1,315)	(2,961)	(1,926)	(4,429)
Corporate (unallocated)	(3,982)	248	(834)	(3,734)	(1,164)	(14,057)
	45,642	49,581	43,884	95,223	82,012	161,840
Finance costs	1,053	883	1,434	1,936	2,492	4,768
<b>Profit before taxes</b>	<b>44,589</b>	<b>48,698</b>	<b>42,450</b>	<b>93,287</b>	<b>79,520</b>	<b>157,072</b>
c) Segment assets and liabilities						
Segment assets						
Watches	162,028	146,142	129,538	162,028	129,538	135,424
Jewellery	674,798	533,003	628,295	674,798	628,295	561,126
Eyewear	32,205	29,623	29,311	32,205	29,311	28,695
Others	6,509	5,442	6,323	6,509	6,323	5,171
Corporate(Unallocated)	224,930	311,229	167,928	224,930	167,928	209,225
<b>Total</b>	<b>1,100,470</b>	<b>1,025,439</b>	<b>961,395</b>	<b>1,100,470</b>	<b>961,395</b>	<b>939,641</b>
Segment liabilities						
Watches	47,548	47,761	50,095	47,548	50,095	44,802
Jewellery	473,957	391,289	393,274	473,957	393,274	353,553
Eyewear	9,361	8,233	8,126	9,361	8,126	8,122
Others	3,110	1,861	3,411	3,110	3,411	1,907
Corporate(Unallocated)	14,684	16,201	52,571	14,684	52,571	11,858
<b>Total</b>	<b>548,660</b>	<b>465,345</b>	<b>507,477</b>	<b>548,660</b>	<b>507,477</b>	<b>420,242</b>







# TITAN COMPANY LIMITED

CIN : L74999TZ1984PLC001456  
3, SIPCOT INDUSTRIAL COMPLEX, HOSUR 635 126.

## Notes:

- The unaudited financial results of Titan Company Limited ("the Company") have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015, as amended.
- As at 30 September 2018, the Company had, as part of its Treasury operations, invested in inter corporate deposit amounting to INR 14,500 lakhs with Infrastructure Leasing & Financial Services Limited and its subsidiary (IL&FS Group) on the basis of highest credit rating by credit rating agencies. These are due for maturity in November 2018 and December 2018. Post the downgrading of the ratings in September 2018, Management has provided for an amount of INR 2,900 lakhs for impairment in value of deposit. The Company, however, continues to monitor developments in this matter and is committed to take steps that may be necessary to ensure full recoverability.
- Exceptional items includes:
  - The Company had announced Early Retirement Schemes to its employees during the year ended 31 March 2018. The expenses incurred for the quarter and six months ended 30 September 2017 is ₹ 65 lakhs and ₹ 1,095 lakhs respectively and for the year ended 31 March 2018 is ₹ 1,665 lakhs.
  - Provision for impairment of investment in a subsidiary (Favre Leuba AG, Switzerland) made for the year ended 31 March 2018 amounting to ₹ 7,500 lakhs.

Profit / (Loss) from segments before exceptional items, finance costs and taxes are as below for the quarter and six months ended 30 September 2017 and year ended 31 March 2018:

Segment	3 months ended	6 months ended	Year ended
	30-09-2017	30-09-2017	31-03-2018
	(Unaudited)	(Unaudited)	(Audited)
Watches	9,140	15,011	27,201
Jewellery	36,823	70,734	154,350
Eyewear	135	452	240
Others	(1,315)	(1,926)	(4,429)
	44,783	84,271	177,562
Corporate (Unallocated)	(834)	(1,164)	(6,557)
	43,949	83,107	171,005

- Revenue from operations for the period up to 30 June 2017 includes excise duty on goods sold. With the implementation of Goods and Service Tax (GST) in India w.e.f. 1 July 2017, excise duty has subsumed into GST and hence, revenue from operations for the period from 1 July 2017 does not include excise duty.
- Other operating revenue includes a) Sale of precious / semi-precious stones, b) Sale of gold / platinum, c) Government grant and d) Scrap sales. Government grant pertains to the budgetary support under Goods and Service Tax (GST refund) for the existing eligible units under the different industrial promotion schemes.
- The Company has disposed off its entire shareholding in Titan TimeProducts Limited to Danlaw Technologies India Limited on 18 June 2018 at a consideration of ₹ 18.50 crores. Consequently, the Company has recognised profit on sale of investment amounting to ₹ 4.87 crores under the head "Other income" during the six months ended 30 September 2018.
- The Company is structured into four verticals namely Watches, Jewellery, Eyewear and Others where "Others" include Accessories, Fragrances and Sarees. Accordingly, the Company has presented its segment results under these business segments.
- The statutory auditors have carried out limited review of the unaudited financial results for the quarter and six months ended 30 September 2018 and have issued an unmodified review report.
- Effective 1 April 2018, the Company has adopted Ind AS 115, Revenue from Contracts with Customers using the cumulative effect (without practical expedients). There are no material impacts of transition to Ind AS 115 on retained earnings as on 1 April 2018 and the unaudited financial results for the quarter and six months ended 30 September 2018.
- The unaudited financial results of the Company for the quarter and six months ended 30 September 2018 have been reviewed by the Audit Committee of the Board and approved by the Board of Directors at their meeting on 9 November 2018.
- The comparative figures have been regrouped/reclassified, where necessary to conform to the current period's presentation.

For and on behalf of the Board of Directors

  
Bhaskar Bhat  
Managing Director

Place: Bengaluru  
Date: 9 November 2018





# BSR & Co. LLP

Chartered Accountants

Maruthi Info-Tech Centre  
11-12/1 Inner Ring Road  
Koramangala  
Bangalore 560 071 India

Telephone +91 80 7134 7000  
Fax +91 80 7134 7999

**Limited Review Report on quarterly and year to date unaudited consolidated financial results of Titan Company Limited pursuant to the regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015**

**To the Board of Directors of Titan Company Limited**

We have reviewed the accompanying statement of unaudited consolidated financial results ("the Statement") of Titan Company Limited ("the Company"), its subsidiaries (collectively referred to as 'the Group'), its associate and its joint venture (Refer to Annexure I) for the quarter ended 30 September 2018 and year to date results for the period 1 April 2018 to 30 September 2018, attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('Listing Regulations').

This statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on these consolidated financial results based on our review.

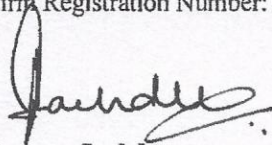
We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, *Review of Interim Financial Information Performed by the Independent Auditor of the Entity* specified under section 143(10) of the Companies Act, 2013. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the consolidated financial results are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement prepared in accordance with applicable accounting standards i.e. Ind AS prescribed under Section 133 of the Companies Act, 2013 and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations including the manner in which it is to be disclosed, or that it contains any material misstatement.

for **BSR & Co. LLP**

Chartered Accountants

Firm Registration Number: 101248W/W-100022



**Supreet Sachdev**

Partner

Membership Number: 205385

Place: Bengaluru

Date: 9 November 2018

BSR & Co. (a partnership firm with  
Registration No. BA61223) converted into  
BSR & Co. LLP (a Limited Liability Partnership  
with LLP Registration No. AAB-8181)  
with effect from October 14, 2013

Registered Office:  
5th Floor, Lodi's Exotus  
Apollo Mills Compound  
N M Joshi Marg, Mahalakshmi  
Mumbai 400 011

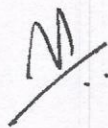


**Annexure I to the Limited Review Report**

List of Subsidiaries, Associate and Joint Venture included in the unaudited consolidated financial results:

<b>Entity</b>	<b>Relationship</b>
Titan Engineering & Automation Limited	Subsidiary
Carat Lane Trading Private Limited	Subsidiary
Favre Leuba AG, Switzerland	Subsidiary
Titan TimeProducts Limited*	Subsidiary
Titan Watch Company Limited, Hong Kong	Subsidiary of Favre Leuba AG, Switzerland
Green Infra Wind Power Theni Limited	Associate
Montblanc India Retail Private Limited	Joint Venture

\* During the period ended 30 September 2018, the Company has disposed off its entire shareholding in Titan TimeProducts Limited effective 18 June 2018. Hence, results up to 18 June 2018 of the subsidiary have been included in this Statement.







# TITAN COMPANY LIMITED

CIN : L24999TZ1984PLC001456  
3, SIPCOT INDUSTRIAL COMPLEX, HOSUR 635 126.

## STATEMENT OF CONSOLIDATED UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND SIX MONTHS ENDED 30 SEPTEMBER 2018

PART I

₹ in lakhs

Particulars	3 months ended			6 months ended		Year ended
	30-09-2018 (Unaudited)	30-06-2018 (Unaudited)	30-09-2017 (Unaudited)	30-09-2018 (Unaudited)	30-09-2017 (Unaudited)	31-03-2018 (Audited)
I. Revenue from operations (Refer note 6, 7)						
- Sale of products/ services	452,218	440,657	333,337	892,875	761,146	1,598,267
- Other operating revenues	4,205	4,146	4,881	8,991	7,419	17,328
II. Other income	2,790	3,613	2,083	6,403	4,908	8,886
<b>III. Total income (I + II)</b>	<b>459,513</b>	<b>448,716</b>	<b>340,301</b>	<b>908,229</b>	<b>773,473</b>	<b>1,624,481</b>
IV. Expenses:						
Cost of materials and components consumed	351,004	218,801	343,564	569,805	580,828	1,045,282
Excise duty	-	-	-	-	3,618	3,618
Purchase of stock-in-trade	85,538	99,093	57,899	144,631	113,134	221,201
Changes in inventories of finished goods, stock-in-trade and work-in-progress	(109,622)	45,437	(144,095)	(64,185)	(137,411)	(97,861)
Employee benefits expense	24,428	23,932	20,939	48,360	41,786	88,508
Finance costs	1,349	1,089	1,452	2,438	2,529	5,292
Depreciation and amortisation expense	4,279	4,074	3,103	8,353	6,056	13,143
Advertising	14,933	15,544	10,660	30,477	22,633	49,399
Other expenses	43,550	34,009	27,063	77,559	65,297	140,579
<b>IV. Total expenses</b>	<b>415,459</b>	<b>401,979</b>	<b>320,585</b>	<b>817,438</b>	<b>698,470</b>	<b>1,469,561</b>
V. Profit before share of profit/(loss) of an associate and a joint venture and exceptional item and tax (III - IV)	44,054	46,737	39,716	90,791	75,003	154,920
VI. Share of profit/(loss) of:						
- Associate	38	(111)	(2)	27	(4)	(37)
- Joint Venture	(208)	(36)	31	(244)	(48)	(240)
VII. Profit before exceptional item and tax (V - VI)	43,884	46,690	39,745	90,574	74,951	154,643
VIII. Exceptional item (Refer note 5)	-	-	65	-	1,095	1,665
IX. Profit before tax (VII - VIII)	43,884	46,690	39,810	90,574	73,856	152,978
X. Tax expense:						
Current tax	13,790	13,507	12,311	27,297	23,061	44,996
Deferred tax	(17)	368	(424)	351	(795)	(2,209)
<b>X. Total tax</b>	<b>13,773</b>	<b>13,875</b>	<b>11,887</b>	<b>27,648</b>	<b>22,266</b>	<b>42,787</b>
XI. Profit for the year (IX-X)	30,111	32,815	27,923	62,926	51,590	110,191
XII. Other comprehensive income						
(i) Items that will not be reclassified to the statement of profit and loss						
- Remeasurement of employee defined benefit plans	(298)	(1,510)	699	(1,808)	(81)	2,273
- Income tax on (i) above	86	421	(193)	507	(9)	(665)
(ii) Items that will be reclassified to the statement of profit and loss						
- Effective portion of gain or (loss) on designated portion of hedging instruments in a cash flow hedge	825	9,450	(5,125)	10,275	(5,770)	(2,570)
- Exchange differences in translating the financial statements of foreign operations	350	47	43	397	141	410
- income tax on (ii) above	(219)	(2,658)	1,486	(2,877)	1,673	724
<b>XII. Total other comprehensive income</b>	<b>744</b>	<b>5,750</b>	<b>(3,090)</b>	<b>6,494</b>	<b>(4,046)</b>	<b>172</b>
XIII. Total comprehensive income (XI+XII)	30,855	38,565	24,703	69,420	47,544	110,363
Profit for the period attributable to:						
- Owners of the Company	30,591	33,146	28,385	63,737	52,710	113,009
- Non-controlling interest	(480)	(331)	(592)	(811)	(1,120)	(2,818)
<b>30,111</b>	<b>32,815</b>	<b>27,793</b>	<b>62,926</b>	<b>51,590</b>	<b>110,191</b>	
Other comprehensive income for the period attributable to:						
- Owners of the Company	744	5,750	(3,090)	6,494	(4,046)	191
- Non-controlling interest	-	-	-	-	-	(17)
<b>744</b>	<b>5,750</b>	<b>(3,090)</b>	<b>6,494</b>	<b>(4,046)</b>	<b>172</b>	
Total comprehensive income for the period attributable to:						
- Owners of the Company	31,335	38,896	25,295	70,231	48,664	113,200
- Non-controlling interest	(480)	(331)	(592)	(811)	(1,120)	(2,837)
<b>30,855</b>	<b>38,565</b>	<b>24,703</b>	<b>69,420</b>	<b>47,544</b>	<b>110,363</b>	
XIV. Paid up equity share capital (face value ₹ 1 per share):	8,878	8,878	8,878	8,878	8,878	8,878
XV. Other equity:						
XVI. Earnings per equity share of ₹ 1: (based on total comprehensive income for the period attributable to Owners of Company (XIII))						
Basic and diluted (not annualised)	3.45	3.73	3.20	7.18	5.94	12.73

See accompanying notes to the consolidated unaudited financial results







# TITAN COMPANY LIMITED

CIN : L74999TZ1984PLC001456

3, SIPCOT INDUSTRIAL COMPLEX, HOSUR 635 126.

STATEMENT OF CONSOLIDATED UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND SIX MONTHS ENDED 30 SEPTEMBER 2018

## BALANCE SHEET

Particulars	₹ in lakhs	
	As at 30-09-2018 (Unaudited)	As at 31-03-2018 (Audited)
<b>ASSETS</b>		
<b>(I) Non-current assets</b>		
(a) Property, plant and equipment	110,702	110,204
(b) Capital work-in-progress	4,134	4,301
(c) Investment property	2,402	2,288
(d) Intangible assets	23,352	22,608
(e) Intangible assets under development	554	36
(f) Goodwill on consolidation	12,301	12,301
<b>(g) Financial assets</b>		
(i) Investments	3,220	3,438
(ii) Other financial assets	12,065	12,505
(h) Deferred tax assets (net)	330	3,606
(i) Other non-current assets	11,214	10,834
(j) Income tax assets (net)	10,136	10,219
	<b>190,410</b>	<b>192,320</b>
<b>(II) Current assets</b>		
(a) Inventories	688,024	592,484
<b>(b) Financial assets</b>		
(i) Investments	-	161
(ii) Trade receivables	49,155	29,569
(iii) Cash and cash equivalents	23,253	47,203
(iv) Bank balances other than (iii) above	22,010	14,586
(v) Other financial assets	79,845	33,966
<b>(c) Other current assets</b>	<b>61,664</b>	<b>42,130</b>
	<b>925,951</b>	<b>760,101</b>
<b>TOTAL ASSETS</b>	<b>1,116,361</b>	<b>952,421</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
(a) Equity share capital	8,878	8,878
(b) Other equity	529,751	500,110
Equity attributable to the equity holders	538,629	508,988
Non-controlling interest	(993)	(182)
<b>TOTAL EQUITY</b>	<b>537,636</b>	<b>508,806</b>
<b>Liabilities</b>		
<b>(I) Non-current liabilities</b>		
<b>(a) Financial liabilities</b>		
(i) Other financial liabilities	126	126
(b) Provisions	12,040	11,634
(c) Deferred tax liability (net)	377	317
	<b>12,543</b>	<b>12,077</b>
<b>(II) Current liabilities</b>		
<b>(a) Financial liabilities</b>		
(i) Borrowings	14,024	7,899
(ii) Gold on loan	246,261	161,202
(iii) Trade payables	102,758	87,774
(iv) Other financial liabilities	16,730	25,462
<b>(b) Provisions</b>	<b>4,802</b>	<b>2,473</b>
<b>(c) Other current liabilities</b>	<b>179,429</b>	<b>144,529</b>
<b>(d) Current tax liabilities (net)</b>	<b>2,178</b>	<b>2,199</b>
	<b>566,182</b>	<b>431,538</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>1,116,361</b>	<b>952,421</b>







# TITAN COMPANY LIMITED

CIN : L74999TZ1984PLC001456

3, SIPCOT INDUSTRIAL COMPLEX, HOSUR 635 126.

STATEMENT OF CONSOLIDATED UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND SIX MONTHS ENDED 30 SEPTEMBER 2018

SEGMENT INFORMATION (Refer note 9)

₹ lakhs

Particulars	3 months ended			6 months ended		Year ended
	30-09-2018 (Unaudited)	30-06-2018 (Unaudited)	30-09-2017 (Unaudited)	30-09-2018 (Unaudited)	30-09-2017 (Unaudited)	31-03-2018 (Audited)
<b>Segment revenues and profit and loss</b>						
a) Sales / Income from segments						
Watches	67,884	59,626	57,794	127,510	109,652	213,153
Jewellery	364,507	364,299	282,504	728,766	625,018	1,325,685
Eyewear	12,000	13,157	10,052	25,157	21,362	41,498
Others	12,839	8,527	8,233	21,366	13,345	37,149
Corporate (unallocated)	2,283	3,147	1,708	5,430	4,096	6,996
<b>Total</b>	<b>459,513</b>	<b>448,716</b>	<b>360,301</b>	<b>908,229</b>	<b>773,473</b>	<b>1,624,481</b>
b) Profit / (Loss) from segments before finance costs and taxes						
Watches	11,146	9,955	8,763	21,101	12,253	20,861
Jewellery	37,837	38,416	34,846	76,253	67,171	146,267
Eyewear	50	174	135	224	452	240
Others	350	(965)	(1,308)	(615)	(2,275)	(2,544)
Corporate (unallocated)	(4,150)	199	(804)	(3,951)	(1,216)	(6,554)
	45,233	47,779	41,132	93,012	76,385	158,270
Finance costs	1,349	1,089	1,452	2,438	2,529	5,292
<b>Profit before taxes including share from Associate and Joint Venture.</b>	<b>43,884</b>	<b>46,690</b>	<b>39,680</b>	<b>90,574</b>	<b>73,856</b>	<b>152,978</b>
<b>c) Segment assets and liabilities</b>						
<b>Segment assets</b>						
Watches	168,923	153,184	135,578	168,923	135,578	139,796
Jewellery	718,344	573,913	668,404	718,344	668,404	602,453
Eyewear	32,205	29,623	29,311	32,205	29,311	28,695
Others	44,482	41,171	40,323	44,482	40,323	43,499
Corporate(Unallocated)	152,407	239,243	92,693	152,407	92,693	137,978
<b>Total</b>	<b>1,116,361</b>	<b>1,037,134</b>	<b>966,309</b>	<b>1,116,361</b>	<b>966,309</b>	<b>952,421</b>
<b>Segment liabilities</b>						
Watches	49,160	49,208	50,511	49,160	50,511	46,035
Jewellery	490,645	403,929	399,387	490,645	399,387	365,515
Eyewear	9,361	8,233	8,126	9,361	8,126	8,122
Others	14,875	12,685	12,877	14,875	12,877	12,085
Corporate(Unallocated)	14,684	16,201	52,570	14,684	52,570	11,858
<b>Total</b>	<b>578,725</b>	<b>490,256</b>	<b>523,471</b>	<b>578,725</b>	<b>523,471</b>	<b>443,645</b>







# TITAN COMPANY LIMITED

CIN : L74999TZ1984PLC001156  
3, SHPCOT INDUSTRIAL COMPLEX, HOSUR 635 126.

## Notes:

1 Standalone unaudited financial results for the quarter and six months ended 30 September 2018 can be viewed on the website of the Company, National Stock Exchange of India Limited (NSE) and BSE Ltd. Information of standalone unaudited financial results of the Company in terms of Regulation 47(1)(b) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Regulations") is as under:

Particulars	3 months ended			6 months ended		Year ended
	30-09-2018 (Unaudited)	30-06-2018 (Unaudited)	30-09-2017 (Unaudited)	30-09-2018 (Unaudited)	30-09-2017 (Unaudited)	31-03-2018 (Audited)
Revenue from operations	440,684	431,585	348,759	872,569	751,423	1,565,585
Profit before tax	44,589	48,698	42,450	93,287	79,520	157,072
Net profit for the period (after tax)	31,438	34,917	30,564	66,355	57,254	116,287
Total comprehensive income	31,850	40,696	27,399	72,546	53,180	115,977

2 The unaudited financial results of the Group have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015 as amended.

3 The consolidated unaudited financial results includes results of:

### Subsidiaries

Favre Leuba A G, Switzerland  
Titan Engineering & Automation Limited  
Titan Watch Company Limited, Hong Kong  
(100% subsidiary of Favre Leuba A G)  
Carat Lane Trading Private Limited  
Titan TimeProducts Limited (up to 18 June 2018)

### Joint Venture

Montblanc India Retail Private Limited  
Associate Company  
Green Infra Wind Power Theni Limited

4 As at 30 September 2018, the Group had, as part of its Treasury operations, invested in inter corporate deposit amounting to INR 14,500 lakhs with Infrastructure Leasing & Financial Services Limited and its subsidiary (IL&FS Group) on the basis of highest credit rating by credit rating agencies. These are due for maturity in November 2018 and December 2018. Post the downgrading of the ratings in September 2018, Management has provided for an amount of INR 2,900 lakhs for impairment in value of deposit. The Group, however, continues to monitor developments in this matter and is committed to take steps that may be necessary to ensure full recoverability.

5 Exceptional items include:

The Group had announced Early Retirement Schemes to its employees during the year ended 31 March 2018. The expenses incurred for the quarter and six months ended 30 September 2017 is ₹ 665 lakhs and ₹ 1,095 lakhs respectively and for the year ended 31 March 2018 is ₹ 1,665 lakhs.

Profit / (Loss) from segments before exceptional items, finance costs and taxes are as below for the quarters and six months ended 30 September 2017 and year ended 31 March 2018:

Segment	3 months ended	6 months ended	Year ended
	30-09-2017 (Unaudited)	30-09-2017 (Unaudited)	31-03-2018 (Audited)
Watches	8,263	13,248	22,275
Jewellery	34,911	67,271	146,519
Eyewear	135	452	240
Others	(1,308)	(2,275)	(2,544)
	42,001	78,696	166,490
Corporate (Unallocated)	(804)	(1,216)	(6,555)
	41,197	77,480	159,935

6 Revenue from operations for the period up to 30 June 2017 includes excise duty on goods sold. With the implementation of Goods and Service Tax (GST) in India w.e.f. 1 July 2017, excise duty has subsumed into GST and hence, revenue from operations for the period from 1 July 2017 does not include excise duty.

7 Other operating revenue includes a) Sale of precious / semi-precious stones, b) Sale of gold / platinum, c) Government grant and d) Scrap sales. Government grant pertains to the budgetary support under Goods and Service Tax (GST refund) for the existing eligible units under the different industrial promotion schemes.

8 The Group has disposed off its entire shareholding in Titan TimeProducts Limited to Danlaw Technologies India Limited on 18 June 2018 at a consideration of ₹ 1,850 lakhs. Accordingly, the Group has included the results of Titan TimeProducts Limited from 1 April 2018 to 18 June 2018 in its consolidated unaudited financial results for the six months ended 30 September 2018. Consequently, the Company has recognised profit on sale of investment amounting to ₹ 487 lakhs under the head "Other income" during the six months ended 30 September 2018.

9 The Group is structured into four verticals namely Watches, Jewellery, Eyewear and Others where "Others" include Precision Engineering, Machine Building, Accessories, Fragrances and Sales. Accordingly, the Company has presented its segment results under these business segments in the manner consistent with the internal reporting to the chief operating decision maker (CODM).

10 The statutory auditors have carried out limited review of the unaudited consolidated financial results for the quarter and six months ended 30 September 2018 and have issued an unmodified review report.

11 Effective 1 April 2018, the Group has adopted Ind AS 115, Revenue from Contracts with Customers using the cumulative effect (without practical expedients). There are no material impacts of transition to Ind AS 115 on retained earnings as on 1 April 2018 and the unaudited financial results for the quarter and six months ended 30 September 2018.

12 The comparative figures have been regrouped/reclassified, where necessary to conform to the current period's presentation.

13 The unaudited financial results of the Group for the quarter and six months ended 30 September 2018 have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting on 9 November 2018.

Place: Bengaluru  
Date: 9 November, 2018

For and on behalf of the Board of Directors

Bhaskar Bhat  
Managing Director

