



TITAN COMPANY LIMITED

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

UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE PERIOD ENDED JUNE 30, 2017

PART I

₹ lakh

	Quarter ended 30-06-2017 (Unaudited)	Quarter ended 31-03-2017 (Unaudited) (Refer note 7)	Quarter ended 30-06-2016 (Unaudited) (Refer note 7)	Year ended 31-03-2017 (Audited)
I. Revenue from operations	402,132	358,523	282,715	1,310,016
II. Other income	2,825	2,980	1,341	7,049
III. Total Income (I +II)	404,957	361,503	284,056	1,317,065
IV. Expenses:				
Cost of materials and components consumed	237,203	269,659	174,948	857,271
Purchase of stock-in-trade	55,235	39,529	18,677	117,016
Changes in inventories of finished goods, work-in-progress and stock-in-trade	6,684	(46,443)	3,863	(31,371)
Excise duty on sale of goods	3,618	3,724	2,456	12,130
Employee benefits expense	21,066	20,227	19,635	79,386
Finance costs	1,077	896	880	3,774
Depreciation and amortization expense	2,953	2,750	2,633	11,053
Advertising	11,973	13,684	10,451	46,295
Other expenses	29,861	32,568	23,993	113,740
IV. Total Expenses	369,670	336,594	257,536	1,209,294
V. Profit before exceptional item and tax (III - IV)	35,287	24,909	26,520	107,771
VI. Exceptional item (Refer note 4)	1,030	223	9,688	10,269
VII. Profit before tax (V - VI)	34,257	24,686	16,832	97,502
VIII. Tax expense:				
Current tax	10,750	7,996	5,053	30,211
Deferred tax	(371)	(1,200)	(369)	(2,614)
VIII. Total Tax	10,379	6,796	4,684	27,597
IX. Profit for the period (VII-VIII)	23,878	17,890	12,148	69,905
X. Share of Profit/ (Loss)				
- Associate	(2)	7	7	28
- Jointly controlled entity	(79)	(81)	(66)	(205)
XI. Net Profit (IX+X)	23,797	17,816	12,089	69,728
XII. Other comprehensive income				
(i) Items that will not be reclassified to the statement of profit and loss				
- Remeasurement of employee defined benefit plans	(780)	445	-	(1,316)
- Income-tax on (i) above	184	(138)	-	365
(ii) Items that will be reclassified to the statement of profit and loss				
- Effective portion of gain and loss on designated portion of hedging instruments in a cash flow hedge	(645)	(10,958)	(9,182)	3,411
- Exchange differences in translating the financial statements of foreign operations	98	(29)	70	(117)
- income-tax on (ii) above	187	3,185	2,663	(982)
XII. Total other comprehensive income	(956)	(7,495)	(6,449)	1,361
XIII. Total comprehensive income (XI+XII)	22,841	10,321	5,640	71,089
Profit for the year attributable to:				
- Owners of the Company	24,325	18,432	12,089	71,147
- Non-controlling interest	(528)	(616)	-	(1,419)
	23,797	17,816	12,089	69,728
Other comprehensive income for the year attributable to:				
- Owners of the Company	(956)	(7,486)	(6,449)	1,370
- Non-controlling interest	-	(9)	-	(9)
	(956)	(7,495)	(6,449)	1,361
Total comprehensive income for the year attributable to:				
- Owners of the Company	23,369	10,946	5,640	72,517
- Non-controlling interest	(528)	(625)	-	(1,428)
	22,841	10,321	5,640	71,089
XIV. Earnings per equity share of ₹ 1: {based on net profit for the year (XI)} Basic & diluted (not annualised)	2.68	2.01	1.36	7.85

See accompanying notes to the financial results





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UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE PERIOD ENDED JUNE 30, 2017

PART II

Consolidated segment information for the period ended June 30, 2017

₹ lakh

	Quarter ended 30-06-2017 (Unaudited)	Quarter ended 31-03-2017 (Unaudited) (Refer note 7)	Quarter ended 30-06-2016 (Unaudited) (Refer note 7)	Year ended 31-03-2017 (Audited)
Segment revenues and profit and loss				
a) Sales / Income from segments				
Watches	51,180	49,852	49,974	203,551
Jewellery	335,221	288,656	215,059	1,034,874
Eyewear	11,067	10,947	11,049	40,580
Others	5,101	9,952	7,141	33,431
Corporate (unallocated)	2,388	2,096	833	4,629
Total	404,957	361,503	284,056	1,317,065
b) Profit / (Loss) from segments before finance costs and taxes				
Watches	3,990	548	375	11,035
Jewellery	32,325	26,465	20,385	99,796
Eyewear	317	1,076	298	1,278
Others	(967)	(986)	(833)	(2,971)
Corporate (unallocated)	(412)	(1,595)	(2,572)	(8,039)
	35,253	25,508	17,653	101,099
Finance costs	1,077	896	880	3,774
Profit before taxes	34,176	24,612	16,773	97,325
c) Segment assets and liabilities				
Segment assets				
Watches	158,397	126,807	131,229	126,807
Jewellery	499,966	499,150	412,361	499,150
Eyewear	24,721	22,589	18,738	22,589
Others	41,043	36,773	32,233	36,773
Corporate(Unallocated)	184,319	158,582	69,544	158,582
Total	908,446	843,901	664,105	843,901
Segment liabilities				
Watches	56,644	53,818	51,306	53,818
Jewellery	379,552	343,641	230,596	343,641
Eyewear	9,439	8,693	8,908	8,693
Others	11,049	9,934	8,667	9,934
Corporate(Unallocated)	4,204	2,267	12,164	2,267
Total	460,888	418,353	311,641	418,353

1 The Group has, for the first time, prepared consolidated financial statements for the quarter in accordance with Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015 as amended by the Companies (Indian Accounting Standards) (Amendment) Rules, 2016.

2 The above consolidated financial statements includes results of:

Subsidiaries

Titan TimeProducts Limited

Favre Leuba A G

Titan Engineering & Automation Limited

Titan Watch Company Hong Kong Limited

(100% subsidiary of Favre Leuba A G)

Carat Lane Trading Private Limtie (w.e.f. August 3, 2016)

Jointly controlled entity

Montblanc India Retail Private Limited

Associate Company

Green Infra Wind Power Theni Limited





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UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE PERIOD ENDED JUNE 30, 2017

3 This statement is as per Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. This Report does not have any impact on the above 'Results and Notes' for period ended June 30, 2017 which needs to be explained.

4 The Company has announced Early Retirement Scheme-Uttarakhand Units, 2017 (ERS) to its employees during the period. The entire expenses relating to the same being exceptional are classified accordingly and accounted for in the period. Profit / (Loss) from segments before exceptional items, finance costs and taxes are as below for the period ended June 30, 2017:

Segment	₹ lakh
	Current quarter
Watches	4,985
Jewellery	32,360
Eyewear	317
Others	(967)
	36,695
Corporate (Unallocated)	(412)
	36,283

5 The Group is structured into four verticals namely Watches, Jewellery, Eyewear and Others where "Others" include Precision Engineering, Machine Building, Accessories, Fragrances and Sarees. Accordingly, the Company has presented its segment results under these business segments.

6 The Company uses derivative financial instruments (hedging instruments) to manage risks associated with gold price fluctuations relating to certain highly probable forecasted transactions (sales). The hedging instruments are initially measured at fair value, and are remeasured at subsequent reporting dates. Changes in the fair value of these hedging instruments designated and effective as hedges of future cash flows are routed through Other Comprehensive Income. On occurrence of the forecast transaction (sales), the effective portion of these derivatives are adjusted against the sales (underlying hedged item) and ineffective portion is recognized as expense in the Statement of profit and loss.

7 The statutory auditors have carried out limited review of the above results for the quarter ended June 30, 2017. The unaudited results for the quarter ended March 31, 2017 and quarter ended June 30, 2016 were not subjected to review by statutory auditors of the Company.

8 The figures of previous periods have been regrouped/recasted, where necessary to confirm the current period classification.

9 The unaudited financial results of the Group for the period ended June 30, 2017 have been reviewed by the Audit Committee of the Board and approved by the Board of Directors at their meeting on August 3, 2017.

For and on behalf of the Board of Directors

BHASKAR BHAT
Managing Director

Place: Hosur
Date: August 3, 2017





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UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE PERIOD ENDED JUNE 30, 2017

PART I

₹ lakh

	Quarter ended 30-06-2017 (Unaudited)	Quarter ended 31-03-2017 (Audited)	Quarter ended 30-06-2016 (Unaudited) (Refer note 3)	Year ended 31-03-2017 (Audited)
I. Revenue from operations	394,449	345,973	276,955	1,271,689
II. Other income	2,759	2,726	1,325	6,477
III. Total Income (I +II)	397,208	348,699	278,280	1,278,166
IV. Expenses:				
Cost of materials and components consumed	232,135	263,817	173,874	843,457
Purchase of stock-in-trade	55,153	37,826	18,672	112,787
Changes in inventories of finished goods, work-in-progress and stock-in-trade	10,477	(44,635)	3,776	(28,847)
Excise duty on sale of goods	3,455	3,003	2,088	10,235
Employee benefits expense	18,160	17,550	17,862	70,095
Finance costs	1,058	823	879	3,713
Depreciation and amortization expense	2,478	2,242	2,354	9,323
Advertising	10,592	13,033	10,269	45,041
Other expenses	25,600	28,169	21,837	99,383
IV. Total Expenses	359,108	321,828	251,611	1,165,187
V. Profit before exceptional item and tax (III - IV)	38,100	26,871	26,669	112,979
VI. Exceptional item (Refer note 4)	1,030	223	9,056	9,637
VII. Profit before tax (V - VI)	37,070	26,648	17,613	103,342
VIII. Tax expense:				
Current tax	10,750	7,887	5,053	30,000
Deferred tax	(371)	(1,310)	(369)	(2,844)
VIII. Total Tax	10,379	6,577	4,684	27,156
IX. Profit for the period (VII-VIII)	26,691	20,071	12,929	76,186
X. Other comprehensive income				
(i) Items that will not be reclassified to the statement of profit and loss				
- Remeasurement of employee defined benefit plans	(635)	489	-	(1,232)
- Income-tax on (i) above	184	(142)	-	357
(ii) Items that will be reclassified to the statement of profit and loss				
- Effective portion of gain and loss on designated portion of hedging instruments in a cash flow hedge	(645)	(10,959)	(9,182)	3,411
- income-tax on (ii) above	187	3,177	2,663	(990)
X. Total other comprehensive income	(909)	(7,435)	(6,519)	1,546
XI. Total comprehensive income (IX+X)	25,782	12,636	6,410	77,732
XII. Earnings per equity share of ₹ 1: {based on net profit for the year (IX)} Basic & diluted (not annualised)	3.01	2.26	1.46	8.58

See accompanying notes to the financial results





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UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE PERIOD ENDED JUNE 30, 2017

PART II

segment information for the period ended June 30, 2017

₹ lakh

	Quarter ended 30-06-2017 (Unaudited)	Quarter ended 31-03-2017 (Audited)	Quarter ended 30-06-2016 (Unaudited) (Refer note 3)	Year ended 31-03-2017 (Audited)
Segment revenues and profit and loss				
a) Sales / Income from segments				
Watches	50,992	49,588	49,973	202,756
Jewellery	330,771	284,419	215,059	1,023,728
Eyewear	11,067	10,947	11,049	40,580
Others	1,990	1,645	1,366	6,469
Corporate (unallocated)	2,388	2,100	833	4,633
Total	397,208	348,699	278,280	1,278,166
b) Profit / (Loss) from segments before finance costs and taxes				
Watches	4,876	1,210	917	13,843
Jewellery	33,876	28,240	20,385	103,872
Eyewear	317	1,076	298	1,278
Others	(611)	(1,538)	(596)	(4,080)
Corporate (unallocated)	(330)	(1,517)	(2,512)	(7,858)
	38,128	27,471	18,492	107,055
Finance costs	1,058	823	879	3,713
Profit before taxes	37,070	26,648	17,613	103,342
c) Segment assets and liabilities				
Segment assets				
Watches	122,716	123,441	128,252	123,441
Jewellery	488,886	455,533	412,361	455,533
Eyewear	24,721	22,589	18,738	22,589
Others	6,607	4,829	2,760	4,829
Corporate(Unallocated)	256,544	228,624	97,648	228,624
Total	899,474	835,016	659,759	835,016
Segment liabilities				
Watches	53,725	53,335	51,250	53,335
Jewellery	374,050	337,966	230,596	337,966
Eyewear	9,439	8,693	8,908	8,693
Others	2,041	1,780	1,182	1,780
Corporate(Unallocated)	4,204	2,265	12,164	2,265
Total	443,459	404,039	304,100	404,039

1 The financial results of the Company have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015 as amended by the Companies (Indian Accounting Standards) (Amendment) Rules, 2016.

2 This statement is as per Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. This Report does not have any impact on the above 'Results and Notes' for period ended June 30, 2017 which needs to be explained.

3 The Honorable High Court of Madras *vide* its order dated February 13, 2017 has approved the scheme of arrangement between Titan Engineering & Automation Limited (transferee), a Wholly Owned Subsidiary of the Company and the Company to transfer all assets and liabilities of Precision Engineering Division (PED) of the Company to the transferee effective April 1, 2015. Consequently, all assets and liabilities of the PED have been transferred to the transferee on the date of transition after giving effect to adjustments as required under Ind AS 101. Profits and losses for all periods from April 1, 2015 are also transferred to the transferee. Hence, figures for the quarter ended June 30, 2016 excludes the results of PED.





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4 The Company has announced Early Retirement Scheme-Uttarakhand Units, 2017 (ERS) to its employees during the period. The entire expenses relating to the same being exceptional are classified accordingly and accounted for in the period. Profit / (Loss) from segments before exceptional items, finance costs and taxes are as below for the period ended June 30, 2017:

Segment	₹ lakh	
	Current quarter	
Watches	5,871	
Jewellery	33,911	
Eyewear	317	
Others	(611)	
	39,488	
Corporate (Unallocated)	(330)	
	39,158	

5 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.

6 The Company uses derivative financial instruments (hedging instruments) to manage risks associated with gold price fluctuations relating to certain highly probable forecasted transactions (sales). The hedging instruments are initially measured at fair value, and are remeasured at subsequent reporting dates. Changes in the fair value of these hedging instruments designated and effective as hedges of future cash flows are routed through Other Comprehensive Income. On occurrence of the forecast transaction (sales), the effective portion of these derivatives are adjusted against the sales (underlying hedged item) and ineffective portion is recognized as expense in the Statement of profit and loss.

7 The figures of previous periods have been regrouped/recasted, where necessary to confirm the current period classification.

8 The unaudited financial results of the Company for the period ended June 30, 2017 have been reviewed by the Audit Committee of the Board and approved by the Board of Directors at their meeting on August 3, 2017.

For and on behalf of the Board of Directors


BHASKAR BHAT
Managing Director

Place: Hosur
Date: August 3, 2017

