

## **Press Release**

28<sup>th</sup> October 2006

### **Himatsingka Seide Ltd's Q2 Net profit up 22.4% at Rs 1622 Lakhs**

#### **Key Highlights (Standalone)**

#### **Financial performance (Q2 ended 30<sup>th</sup> September 2006)**

- HSL's Total revenues (including other income) are up by 31.7% at Rs 5386 Lakhs compared with Rs 4087 Lakhs in the corresponding quarter of previous year.
- Sales turnover at Rs.4699 Lakhs for Quarter ended 30<sup>th</sup> September is up by 24.3% as compared to the corresponding Quarter of the previous year.
- PBIDT up by 29.13% to Rs 2277 Lakhs as against Rs 1763 Lakhs in Q2 2005-06.
- Net profits higher by 22.4% at Rs 1622 Lakhs (Q2 2005-06 Rs 1325 Lakhs).
- Quarterly Earnings per share at Rs 1.67 (post equity dilution through GDR), EPS annualised Rs 6.68.
- The Board of Directors has recommended payment of 25%( Rs. 1.25 per share of Rs.5 each) Interim Dividend. The record date for the purpose of Interim Dividend has been fixed as 3<sup>rd</sup> November 2006.

#### **Bed Linen Project**

Erection of plant & machinery is currently on at the project site in Hassan.

#### **Retail Business**

The Company's retail business operated under the brand "ATMOSPHERE" through its wholly owned subsidiary, Himatsingka Wovens Private Limited, saw significant sales growth of 57.2 % in the quarter ended 30<sup>th</sup> September, 2006 compared to corresponding period in the previous year. Sales in the quarter ended 30<sup>th</sup> September 2006 stood at Rs 575 lakhs, as compared to Rs 366 lakhs in Q2 2005-06.

**Un-audited Financial Results for the second quarter ended 30<sup>th</sup> September 2006**

	<b>Rs Lakhs</b>				
	<b>Quarter Ended 30.09.2006</b>	Quarter Ended 30.09.2005	<b>6 Months Ended 30.09.2006</b>	6 Months Ended 30.09.2005	Year Ended 31.03.2006 (Audited)
Net Sales	<b>4,699.34</b>	3,780.58	<b>8,470.55</b>	7,197.64	15,036.15
Other Income	<b>687.06</b>	306.82	<b>1,309.89</b>	628.09	1,431.06
<b>Total Revenue</b>	<b>5,386.40</b>	4,087.40	<b>9,780.44</b>	7,825.73	16,467.21
Consumption of Raw materials	<b>1,517.22</b>	1,221.79	<b>3,024.31</b>	2,299.78	5,278.36
(Increase)/Decrease in Stock	<b>105.18</b>	(91.39)	<b>(221.46)</b>	(173.14)	(441.14)
Personnel Expenses	<b>577.39</b>	424.28	<b>1,032.76</b>	833.71	1,831.67
Manufacturing Expenses	<b>401.35</b>	394.01	<b>865.30</b>	736.22	1,547.21
Admn., Sales & Other Expenses	<b>508.37</b>	375.43	<b>928.02</b>	722.29	1,644.50
<b>Total Expenditure</b>	<b>3,109.51</b>	2,324.12	<b>5,628.93</b>	4,418.86	9,860.60
<b>PBIDT</b>	<b>2,276.89</b>	1,763.28	<b>4,151.51</b>	3,406.87	6,606.61
Interest	<b>11.07</b>	41.17	<b>22.01</b>	92.65	114.90
Depreciation	<b>373.40</b>	357.90	<b>726.01</b>	707.92	1,375.17
<b>Profit Before Tax</b>	<b>1,892.42</b>	1,364.21	<b>3,403.49</b>	2,606.30	5,116.54
Provision for Taxation	<b>270.00</b>	39.50	<b>340.00</b>	154.50	286.00
<b>Net Profit</b>	<b>1,622.42</b>	1,324.71	<b>3,063.49</b>	2,451.80	4,830.54
Paid up Equity Share Capital	<b>4,871.66</b>	1,911.72	<b>4,871.66</b>	1,911.72	4,871.66
Face value of each share (Rs)	<b>5.00</b>	10.00	<b>5.00</b>	10.00	5.00
Reserves					52,489.53
Dividend	<b>1,217.91</b>	-	<b>1,217.91</b>	-	2,435.83
Dividend per share (Rs)	<b>1.25</b>	-	<b>1.25</b>	-	2.50
Basic & Diluted EPS (Rs) (Non Annualised)	<b>1.67</b>	1.73	<b>3.14</b>	3.21	5.87
Aggregate of Public Shareholding					
- No of shares	<b>47,761,783</b>	7,425,197	<b>47,761,783</b>	7,425,197	44,768,768
- % of holding (to total shareholding)	<b>49.02</b>	38.84	<b>49.02</b>	38.84	45.95

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