

Himatsingka Seide Limited

Reg. Office: 10/24, Kumara Krupa Road, High Grounds, Bangalore – 560 001

25th Jan 2009

Press Release

Himatsingka consolidated 9 months Total Revenues at Rs. 773.97 Crores Vs Rs. 588.60 Crores, a growth of 31.49%, YOY.

Consolidated financial performance (9 month ended 31st December 2008)

- HSL consolidated operational revenues for the 9 month ended December 31st 2008 stood at Rs. 773.97 crores vs Rs. 588.60 crores for the corresponding period in the previous year, a growth of 31.49 % .

Consolidated financial performance (quarter ended 31st December 2008)

- HSL consolidated operational revenues for the quarter ended December 31st 2008 stood at Rs. 284.20 crores as against Rs. 250.07 crores for the corresponding period in the previous year a growth of 13.65 %.
- The Bed Linen Manufacturing Division Himatsingka Linens, reported an EBITDA Rs. 17.54 crores during the quarter as against an EBITDA loss of Rs. 10.64 crores for the corresponding period in the previous year. The capacity utilization for the quarter stood at 73.59 %, the highest since commissioning.
- EBITDA from operations (excluding foreign exchange fluctuation) stood at Rs. 24.41 crores Vs Rs. 8.13 crores for the corresponding period in the previous year a growth of 200.25 %
- Consolidated net loss for the quarter stood at Rs. 32.95 crores vs Consolidated net loss of Rs. 1.18 crores for the corresponding period in the previous during the previous year.

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- **The consolidated financial results for the quarter have been impacted by the following. The Exceptional items include an amount provided towards the final settlement of a previously disputed foreign exchange derivative contract (Rs. 7.86 crores) and the mark to market provision on an open foreign exchange derivative contract (Rs. 22.31 crores) cumulatively amounting to Rs. 30.17 crores. In addition the company has incurred a foreign exchange loss of Rs. 5.28 crores during the quarter.**
- **In addition the company had entered into a foreign exchange derivative contract with another bank. As disclosed in the published results the mark to market as on 31st Dec 2008 is Rs. 20.98 crores. As the determination of the liability is dependant on the occurrence of a future uncertain event, the company has not provided for the same. Apart from the above the company has no other exposure to any foreign exchange derivative contracts.**

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