



# PEARL GLOBAL INDUSTRIES LIMITED

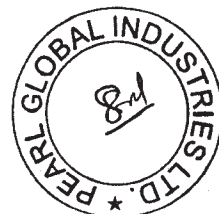
PearlGlobal

Regd. Office: "Pearl House", A-3, Community Centre, Naraina Industrial Area, Phase-II, New Delhi-110 028  
CIN:L74899DL1989PLC036849, Tel:0124-4651000, Website : www.pearlglobal.com, E-mail : investor.pearlglobal.com  
Corp. Office : Pearl Tower Plot No.51, Sector-32, Institutional Area, Gurugram-122001, Haryana.

## STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30<sup>TH</sup> JUNE 2017

(Rs. in Lacs except earning per share data)

| Sl. No. | Particulars  | CONSOLIDATED                         |                                      | STANDALONE                           |                                      |
|---------|--|--------------------------------------|--------------------------------------|--------------------------------------|--------------------------------------|
|         |  | Quarter Ended 30.06.2017 (Unaudited) | Quarter Ended 30.06.2016 (Unaudited) | Quarter Ended 30.06.2017 (Unaudited) | Quarter Ended 30.06.2016 (Unaudited) |
|         | <b>Revenue</b>   |                                      |                                      |                                      |                                      |
| I       | Revenue from Operations  | 39694.46                             | 37305.74                             | 20622.16                             | 19736.98                             |
| II      | Other Income   | 853.48                               | 775.92                               | 1434.05                              | 1059.60                              |
| III     | <b>Total income from operations (I+II)</b>   | <b>40547.94</b>                      | <b>38081.66</b>                      | <b>22056.21</b>                      | <b>20796.58</b>                      |
| IV      | <b>Expenses</b>  |                                      |                                      |                                      |                                      |
|         | a) Cost of material consumed   | 16326.42                             | 15986.31                             | 6412.22                              | 5168.39                              |
|         | b) Purchase of stock in trade  | 3367.89                              | 4325.12                              | 3259.91                              | 5032.93                              |
|         | c) Changes in inventories of finished goods, work in progress and stock in trade.                        | 439.21                               | 269.01                               | 407.35                               | 988.03                               |
|         | d) Excise Duty   | 1.58                                 | 0.32                                 | 1.58                                 | 0.32                                 |
|         | e) Employee benefits expense   | 6911.01                              | 5772.57                              | 3205.60                              | 2281.83                              |
|         | f) Depreciation & Amortization Expenses  | 536.54                               | 415.21                               | 311.98                               | 235.83                               |
|         | g) Finance Cost  | 606.68                               | 515.27                               | 465.14                               | 360.60                               |
|         | h) Other Expenditure   | 11199.56                             | 8963.20                              | 7990.86                              | 5934.96                              |
|         | <b>Total expenses (IV)</b>   | <b>39388.89</b>                      | <b>36247.01</b>                      | <b>22054.64</b>                      | <b>20002.90</b>                      |
| V       | <b>Profit from operations before exceptional items (III-IV)</b>  | <b>1159.05</b>                       | <b>1834.65</b>                       | <b>1.56</b>                          | <b>793.68</b>                        |
| VI      | Exceptional Items  | 615.76                               | (0.02)                               | 610.11                               | (0.02)                               |
| VII     | <b>Profit before Tax (V-VI)</b>  | <b>1774.81</b>                       | <b>1834.63</b>                       | <b>611.67</b>                        | <b>793.66</b>                        |
| VIII    | <b>Tax Expenses</b>  |                                      |                                      |                                      |                                      |
|         | Income Tax   | 137.24                               | 398.44                               | 0.00                                 | (252.68)                             |
|         | Deferred Tax   | 239.28                               | (35.29)                              | (233.13)                             | 28.73                                |
|         | <b>Total Tax Expenses</b>  | <b>376.52</b>                        | <b>363.15</b>                        | <b>(233.13)</b>                      | <b>(223.95)</b>                      |
| IX      | <b>Net Profit/ (loss) for the Period/Year (VII-VIII)</b>   | <b>1398.29</b>                       | <b>1471.48</b>                       | <b>378.54</b>                        | <b>569.71</b>                        |
| X       | Share of Profit/(loss) of associates   | -                                    | -                                    | -                                    | -                                    |
| XI      | Non Controlling Interest   | 11.27                                | 48.45                                | -                                    | -                                    |
| XII     | <b>Net Profit/( loss) after taxes, minority interest and share of profit/(loss) of associates (X-XI)</b> | <b>1387.02</b>                       | <b>1423.03</b>                       | <b>378.54</b>                        | <b>569.71</b>                        |
| XIII    | <b>Total other comprehensive income for the period</b>   |                                      |                                      |                                      |                                      |
|         | (a) Items that will not be reclassified to profit or loss  | 0.05                                 | 343.30                               | (1.19)                               | (0.71)                               |
|         | (b) Tax(benefit)/expense on item that will not be reclassified to Profit and Loss.                       | 0.05                                 | (10.79)                              | 0.37                                 | 0.22                                 |
|         | (c) Items that will be reclassified to Profit or Loss  | 5.94                                 | 124.52                               | -                                    | -                                    |
|         | <b>Total Other Comprehensive Income (XIII)</b>   | <b>6.04</b>                          | <b>457.03</b>                        | <b>(0.82)</b>                        | <b>(0.49)</b>                        |
| XIV     | <b>Total comprehensive income for the period (XII+XIII)</b>  | <b>1,393.06</b>                      | <b>1,880.06</b>                      | <b>377.72</b>                        | <b>569.22</b>                        |
| XV      | <b>Total Comprehensive income for the period attributable to</b>   |                                      |                                      |                                      |                                      |
|         | -Owners of the Company   | 1392.78                              | 1779.85                              | -                                    | -                                    |
|         | -Non Controlling Interest  | 0.28                                 | 100.21                               | -                                    | -                                    |
| XVI     | <b>Paid-up equity share capital</b><br>(Face value of Rs.10/-each)                                       | 2166.39                              | 2166.39                              | 2166.39                              | 2166.39                              |
| XVII    | <b>Earning Per Share (In Rs.)</b><br>(of Rs.10 each) (not annualised):                                   |                                      |                                      |                                      |                                      |
|         | (a) Basic  | 6.43                                 | 8.68                                 | 1.74                                 | 2.63                                 |
|         | (b) Diluted  | 6.43                                 | 8.68                                 | 1.74                                 | 2.63                                 |



**NOTES TO FINANCIAL RESULTS:**

- 1 The above results were reviewed and recommended by the audit Committee and then approved by the Board of Directors at their meetings held on September 12, 2017. The results for the quarter ended June 30, 2017 have been subjected to limited review by the Statutory Auditors of the Company.
- 2 The financial results have been prepared in accordance with the principal and procedures of Indian Accounting Standards ("Ind AS") as notified under the Companies (Indian Accounting standards) Rules, 2015 as specified in section 133 of the Companies Act, 2013.
- 3 The Company has adopted Ind AS from April 1, 2017 and accordingly, these financial results together with the results of the comparative previous period have been prepared in accordance with the recognition and measurement principals laid down in Ind AS 34 on Interim Financial Reporting prescribed under section 133 of the Companies Act 2013, read with relevant rules issued thereunder and the other accounting principles generally accepted in India. The date of transition to Ind AS is April 1, 2016. The Impact of transition has been accounted for the opening reserves and the comparative period results have been restated accordingly. The results for the quarter ended June 30, 2016 have not been subjected to limited review or audit. However the management has exercised necessary due diligence to ensure that financial results for the quarter ended June 30, 2016 provide a true and fair view of the Company's affairs. The opening balance sheet as at April 1, 2016 and the results for the subsequent periods would be finalised and will be subject to audit at the time of annual financial statements for the year ended March 31, 2018.
- 4 Exceptional items includes Profit of Rs.610.11 Lacs on sale of Building during the quarter ended June 30, 2017.
- 5 Reconciliation of Net Profit after tax as previously reported under GAAP and Ind AS for the quarter ended June 30, 2016 is as under. (Rs.in Lacs)

| Particulars                              | Standalone | Consolidated |
|--|------------|--------------|
| Net profit as per previous India GAAP.   | 447.34     | 1,298.55     |
| Fair valuation of Financial Instruments  | 56.94      | 48.56        |
| Impact of Lease Equalisation Receivable  | 23.24      | 23.24        |
| Other Ind AS Adjustments                 | 16.98      | 16.98        |
| Deffered tax impact on above adjustments | 25.21      | 35.70        |
| Net profit for the period under Ind AS   | 569.71     | 1,423.03     |
| Other Comperhensive Income/(Loss)        | (0.49)     | 457.03       |
| Total Comperhensive Income as per Ind AS | 569.22     | 1,880.06     |

The above reconciliation of net profit after tax Ind AS of the corresponding quarter with net profit reported under previous GAAP has been reported by the management and not been subject to limited review or audit.

- 6 The Standalone unaudited results of the Company for the quarter ended June 30, 2017 are also available on the Company's website ([www.pearlglobal.com](http://www.pearlglobal.com)) and on the website of BSE ([www.bseindia.com](http://www.bseindia.com)) and NSE ([www.nseindia.com](http://www.nseindia.com))



By Order of the Board  
For Pearl Global Industries Limited

  
(Pulkit Seth)  
Managing Director  
DIN 00003044

Place : Gurugram

Date : 12<sup>th</sup> September, 2017

| <b>6. Reporting of Segment wise Revenue, Results, Assets and Liabilities (Consolidated)</b> |                    |               |                    |               |
|---|--------------------|---------------|--------------------|---------------|
|   | <b>Qtr Ended</b>   | <b>%</b>      | <b>Qtr Ended</b>   | <b>%</b>      |
|   | <b>30.06.2017</b>  |               | <b>30.06.2016</b>  |               |
|   | <b>(Unaudited)</b> |               | <b>(Unaudited)</b> |               |
| <b>Segment Revenue</b>  |                    |               |                    |               |
| Hong Kong   | 18138.61           | 32.81         | 12859.01           | 26.34         |
| India   | 20622.17           | 37.30         | 19736.98           | 40.43         |
| Bangladesh  | 13440.34           | 24.31         | 12467.40           | 25.54         |
| Others  | 3087.09            | 5.58          | 3748.28            | 7.68          |
| <b>Total</b>  | <b>55288.21</b>    | <b>100.00</b> | <b>48811.67</b>    | <b>100.00</b> |
| Less: Inter Segment Revenue   | 15593.75           |               | 11505.93           |               |
| <b>Net Segment Revenue</b>  | <b>39694.46</b>    |               | <b>37305.74</b>    |               |
| <b>Segment Results</b>  |                    |               |                    |               |
| <b>Profit /(Loss) before Tax and Interest</b>   |                    |               |                    |               |
| Hong Kong   | 117.63             | 4.94          | 333.19             | 14.18         |
| India   | 1070.65            | 44.96         | 1122.65            | 47.77         |
| Bangladesh  | 991.86             | 41.65         | 672.97             | 28.64         |
| Others  | 201.35             | 8.45          | 221.09             | 9.41          |
| <b>Total</b>  | <b>2381.49</b>     | <b>100.00</b> | <b>2349.90</b>     | <b>100.00</b> |
| Less : (i) Interest   | 606.68             |               | 515.27             |               |
| (ii) Other Un-allocable Expenditure net off.  | 0.00               |               | 0.00               |               |
| <b>Total Profit before Tax</b>  | <b>1774.81</b>     |               | <b>1834.63</b>     |               |
| <b>Segment Assets</b>   |                    |               |                    |               |
| Hong Kong   | 24712.74           | 24.65         | 11006.71           | 14.19         |
| India   | 50124.16           | 50.00         | 42711.56           | 55.06         |
| Bangladesh  | 20780.71           | 20.73         | 19488.49           | 25.12         |
| Others  | 4628.39            | 4.62          | 4369.22            | 5.63          |
| <b>Total</b>  | <b>100246.00</b>   | <b>100.00</b> | <b>77575.98</b>    | <b>100.00</b> |
| <b>Segment Liabilities</b>  |                    |               |                    |               |
| Hong Kong   | 9910.04            | 28.90         | 3772.69            | 13.89         |
| India   | 15158.81           | 44.20         | 13846.10           | 50.96         |
| Bangladesh  | 8574.26            | 25.00         | 8890.33            | 32.72         |
| Others  | 649.86             | 1.90          | 660.82             | 2.43          |
| <b>Total</b>  | <b>34292.97</b>    | <b>100.00</b> | <b>27169.94</b>    | <b>100.00</b> |



# S.R. DINODIA & Co. LLP

CHARTERED ACCOUNTANTS

K-39 Connaught Place, New Delhi-110001 INDIA  
Ph. : +91-(0)11-4370 3300 Fax : +91-(0)11-4151 3666

**Auditor's Limited Review Report on Quarterly Consolidated Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

To  
The Board of directors of  
**Pearl Global Industries Limited**

We have reviewed the accompanying statement of Unaudited Consolidated Financial Results (the Statement) of Pearl Global Industries Ltd. ("the Company") and its subsidiaries (collectively referred to as 'the Group') for the quarter ended June 30, 2017, attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015, as modified by Circular no. CIR/CFD/FAC/62/2016 dated July 5, 2016. Attention is drawn to the fact that the figures for the corresponding quarter ended June 30, 2016 including the reconciliation of profit under IND AS of the corresponding quarter with profit reported under previous GAAP, as reported in these consolidated financial results have been approved by Company's Board of Directors but have not been subjected to review.

This statement, which is the responsibility of the Parent's Management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ('Ind AS 34'), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to issue a report on these Financial statements 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 Independent Auditor of the Entity' issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free from material misstatement. A review is limited primarily to inquiries of the Company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

The statement includes the result of the following entities:

| <b>Name of the Entity</b>  | <b>Relationship</b>     |
|--|-------------------------|
| Lerros Fashions India Limited  | Wholly Owned Subsidiary |
| Pixel Industries Limited   | Wholly Owned Subsidiary |
| Knorp Knit Industries Limited  | Wholly Owned Subsidiary |
| Pearl Global Fareast Limited   | Wholly Owned Subsidiary |
| Pearl Global (HK) Limited including:<br>-DSSP Global Limited<br>-PT Norwest Industries Limited | Wholly Owned Subsidiary |



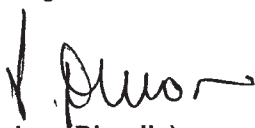
We did not review the interim financial results of three foreign subsidiaries included in the Statement, whose interim financial results reflect, total revenues of Rs.19,816.81 Lakhs, total profit after tax of Rs.1,004.92 Lakhs and total comprehensive income of Rs.1,011.79 Lakhs for the quarter ended June 30, 2017, as considered in the Statement. These interim financial results have been reviewed by the other auditors whose reports have been furnished to us by the management and our report on the Statement, in so far as it relates to the amounts and disclosures included in respect of these foreign subsidiaries, is based solely on the review reports of such other auditors.

Based on our review conducted as above, nothing has come to our attention that cause us to believe that the accompanying statement of unaudited Consolidated Financial Results prepared in accordance with applicable Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Companies Act, 2013, read with relevant rules issued thereunder and other recognized accounting practices and policies generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular no. CIR/CFD/FAC/62/2016 dated July 5, 2016 including the manner in which it is to be disclosed, or that it contains any material misstatement.

**For S.R. Dinodia & Co. LLP**

*Chartered Accountants*

Firm Registration Number 001478N/N50000N

  
(Sandeep Dinodia)  
Partner  
Membership No. 083689



Place: Gurugram

Date: September 12, 2017



# S.R. DINODIA & Co. LLP

CHARTERED ACCOUNTANTS

K-39 Connaught Place, New Delhi-110001 INDIA  
Ph. : +91-(0)11-4370 3300 Fax : +91-(0)11-4151 3666

## Auditor's Limited Review Report on Quarterly Standalone Financial results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To  
The Board of Directors,  
**Pearl Global Industries Limited**


We have reviewed the accompanying statement of unaudited Standalone Financial Results ("the Statement") of Pearl Global Industries Limited ("the Company") for the quarter ended **June 30, 2017** attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015, as modified by Circular no. CIR/CFD/FAC/62/2016 dated July 5, 2016. Attention is drawn to the fact that the figures for the corresponding quarter ended June 30, 2016 including the reconciliation of profit under IND AS of the corresponding quarter with profit reported under previous GAAP, as reported in these standalone financial results have been approved by Company's Board of Directors but have not been subjected to review.

This statement which is the responsibility of the Company's Management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ('Ind AS 34'), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to issue a report on these financial statements 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' issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial Statements 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 cause us to believe that the accompanying statement of unaudited standalone financial results prepared in accordance with applicable Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Companies Act, 2013, read with relevant rules issued there under and other recognized accounting practices and policies generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular no. CIR/CFD/FAC/62/2016 dated July 5, 2016 including the manner in which it is to be disclosed, or that it contains any material misstatement.

**For S.R. Dinodia & Co. LLP.**  
Chartered Accountants  
Firm's Registration Number 001478N/N50000N

  
**(Sandeep Dinodia)**  
Partner  
Membership Number 083689



Place of signature : Gurugram  
Date: September 12, 2017