



Unaudited Financial Result for the Nine Months Ended 31.12.2011

Rs in lacs

PARTICULARS	Quarter Ended			Nine Months Ended		Year Ended
	31.12.2011 (Unaudited)	30.09.2011 (Unaudited)	31.12.2010 (Unaudited)	31.12.2011 (Unaudited)	31.12.2010 (Unaudited)	31.03.2011 (Audited)
1. Income from Operations	8434	8177	8371	25199	25575	33003
2. Expenditure						
a) (Increase) / Decrease in stock	29	(507)	(636)	(411)	(768)	(1,065)
b) Materials consumed	3,127	3798	4,129	10,478	11,128	14445
c) Dyes & Chemical	686	601	529	1,697	1,683	2,166
d) Staff cost	959	881	888	2,751	2,845	3694
e) Power & Fuel	875	922	821	2,600	2,239	3072
f) Depreciation	388	388	345	1,160	1,155	1522
g) Forex Loss / (Gain)	294	(232)	(288)	(164)	(381)	(579)
h) Other Expenditure	1,708	1565	1,854	5,065	5,332	6715
Total Expenditure	7966	7416	7642	23176	23233	29970
3. Profit / (Loss) from Operations before Other Income, & Interest	468	761	729	2,023	2,342	3033
4. Other Income	-	-	4	-	4	10
5. Profit / (Loss) before Interest	468	761	733	2,023	2,346	3043
6. Interest	748	744	624	2,226	1,936	2580
7. Profit / (Loss) after Interest but before Taxation	(280)	17	109	(203)	410	463
8. Provision for taxation						
- Current Tax (Minimum Alternate Tax)	(39)	15	-	-	-	-
- MAT Credit Entitlement	39	(15)	-	-	-	-
9. Net Profit / (Loss)	(280)	17	109	(203)	410	463
10. Paid-up Equity Capital (Face value of equity shares:- Rs.10/- each)	3633	3633	3633	3633	3633	3633
11. Reserve excluding Revaluation reserves (Net of Debit balance of Profit & Loss Account)	-	-	-	-	-	1,844
12. Basic and Diluted EPS (Rs.)	(0.92)	(0.10)	0.23	(1.00)	0.97	0.98
13. Aggregate of Public Shareholding						
- Number of shares	13124714	13124714	13124714	13124714	13124714	13124714
- Percentage of shareholding	36.12%	36.12%	36.12%	36.12%	36.12%	36.12%
14. Promoters and Promoter group Shareholding						
a. Pledged / Encumbered						
- Number of shares	Nil	Nil	Nil	Nil	Nil	Nil
- Percentage of shares (as a % of total shareholding of promoter and promoter group)	Nil	Nil	Nil	Nil	Nil	Nil
- Percentage of shares (as a % of total share capital of the company)	Nil	Nil	Nil	Nil	Nil	Nil
b. Non-encumbered						
- Number of shares	23207635	23207635	23207635	23207635	23207635	23207635
- Percentage of shares (as a % of total shareholding of promoter and promoter group)	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%
- Percentage of shares (as a % of total share capital of the company)	63.88%	63.88%	63.88%	63.88%	63.88%	63.88%

**MORARJEE TEXTILES LTD**

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Senapati Bapat Marg, Lower Parel,  
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**Note :**

1. The above unaudited Financial results for the quarter/nine month ended 31st December, 2011 have been reviewed by the audit committee and approved by the Board of Directors respectively at there meeting held on 16<sup>th</sup> January, 2012. The Statutory Auditors of the Company have carried out a Limited Review.
2. The Company has only one reportable segment – Textile Product.
3. The company has a working capital Foreign Currency Loan of US Dollar 5 Million. If this loan would have been converted at the exchange rate prevailing as on 31st December, 2011 the liability would have been higher by Rs. 4.31 crore and correspondingly profit would have been adversely affected by Rs. 2.18 crore for current quarter and Rs.4.31 crore for the nine month ended 31st December, 2011.

The liability on account of foreign currency will be finally crystallized on repayment. Any gain or loss in the intervening period is notional. Hence, the company has decided not to recognize the same for the current quarter.

The auditors have commented on this aspect in their Limited Review Report for the quarter, as a deviation from Accounting Standard 11

4. During May 2011, there was a fire in a portion of one of the manufacturing unit at Nagpur. The material and asset loss caused by fire are fully insured. Therefore pending settlement of insurance claim the loss caused is shown as claim receivable net of adhoc payment receipt. On final settlement the difference in loss and actual claim received, will be charged to Profit & Loss account

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5. The Board of Directors of the Company at its meeting held on 29<sup>th</sup> December, 2011 had considered and approved a Composite Scheme of Arrangement and Amalgamation between Morarjee Textiles Limited ('Morarjee') and Five Star Mercantile Limited ('FSML') and Morarjee Holdings Private Limited ('MHPL') and their respective shareholders ('the Scheme') under Sections 391 to 394 read with Sections 100 to 103 of the Companies Act, 1956.

The Scheme is subject to approval by the shareholders and Hon'ble Bombay High Court. Once the Scheme becomes effective on such approvals, the Garment business of the Company will stand transferred to a separate company with effect from the appointed date 1<sup>st</sup> April, 2011.

All the Company's shareholders will be issued shares of FSML of Face Value and Paid up Value of Rs. 3/- in the ratio of 1:1. Simultaneously, the Face Value and Paid Up Value of the Company's shares shall stand reduced to Rs. 7/- from Rs. 10/-.

Pending the necessary approval if the scheme is given effect to the company, the Income from Operations and net profit of the company would be as under :  
(Rs in lacs)

	For the Quarter Ended 31.12.2011	for Nine Months ended 31.12.2011
Income from Operations	7773	22151
Net Profit	311	1082

6. The six investor complaints received during the quarter have been resolved. No investor complaint is lying unresolved at end of the quarter.
7. Corresponding figures of the previous period / year have been regrouped wherever necessary.

**For Morarjee Textiles Limited**

**R K Rewari**  
**CEO & Executive Director**

Mumbai : 16<sup>th</sup> January, 2012

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Note :

1. The above unaudited Financial results for the quarter / nine month ended 31st December, 2011 have been reviewed by the audit committee and approved by the Board of Directors at its meeting held on 16<sup>th</sup> January, 2012

2. The above consolidated result includes the financials of subsidiary companies :

- A) Morarjee International s.r.l.
- B) Mens Club S.P.A.
- C) Five Star Mercantile Ltd.
- D) Morarjee Holdings Pvt Ltd.

and proportionate financials of joint venture companies :

- A) Just Textiles Ltd
- B) Morarjee Castiglioni (India) Private Ltd

3. The company has a working capital Foreign Currency Loan of US Dollar 5 Million. If this loan would have been converted at the exchange rate prevailing as on 31st December, 2011 the liability would have been higher by Rs. 4.31 crore and correspondingly profit would have been adversely affected by Rs. 2.18 crore for current quarter and Rs.4.31 crore for the nine month ended 31st December, 2011.

The liability on account of foreign currency will be finally crystallized on repayment. Any gain or loss in the intervening period is notional. Hence, the company has decided not to recognize the same for the current quarter.

4. During May 2011, there was a fire in a portion of one of the manufacturing unit at Nagpur. The material and asset loss caused by fire are fully insured. Therefore pending settlement of insurance claim the loss caused is shown as claim receivable net of adhoc payment receipt. On final settlement the difference in loss and actual claim received, will be charged to Profit & Loss account

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Consolidated Unaudited Financial Result for the Nine Months Ended 31.12.2011

Rs In lacs

PARTICULARS	Quarter Ended			Nine Months Ended		Year Ended
	30.12.2011 (Unaudited)	30.08.2011 (Unaudited)	31.12.2010 (Unaudited)	31.12.2011 (Unaudited)	31.12.2010 (Unaudited)	31.03.2011 (Audited)
1. Income from Operations	8875	8748	8887	26878	27140	35312
2. Expenditure						
a) (Increase) / Decrease in stock	(20)	(514)	(852)	(808)	(770)	(1,038)
b) Materials consumed	3217	3,877	4270	10777	11459	14992
c) Dyes & Chemical	666	659	581	1901	1842	2,394
d) Staff cost	1034	931	949	2925	2996	3,356
e) Power & Fuel	983	1,036	920	2938	2542	3,457
f) Depreciation	420	418	372	1248	1233	1,627
g) Forex Loss / (Gain)	286	(235)	(288)	(178)	(381)	(579)
h) Other Expenditure	1940	1,760	1,998	5988	5793	7487
Total Expenditure	8528	7930	8141	24772	24714	32205
3. Profit / (Loss) from Operations before Other Income Interest	449	815	746	2106	2426	3107
4. Other Income	-	1	5	3	8	37
5. Profit / (Loss) Before Interest	449	816	751	2109	2434	3144
6. Interest	773	779	645	2314	2001	2,685
7. Profit / (Loss) after interest but before Taxation	(324)	37	106	(205)	433	456
8. Provision for taxation						
- Current Tax (including Minimum Alternate Tax)	(48)	24	-	-	-	14
- Mat Credit Entitlement	48	(24)	-	-	-	(12)
9. Deferred Tax Adjustment	-	-	-	-	-	9
10. Net Profit / (Loss) before Minority Interest	(324)	37	106	(205)	433	445
11. Share of Minority Interest	0	(1)	(1)	(1)	3	20
12. Total Profit / (Loss) after Minority Interest	(324)	36	105	(206)	436	465
13. Paid-up Equity Capital (Face value of equity shares:- Rs.10/- each)	3633	3633	3633	3633	3633	3633
14. Reserve excluding Revaluation reserves (Net of Debit Balance of Profit & Loss Account)						2037
15. Basic and Diluted EPS (Rs.)	(1.04)	(0.05)	0.22	(1.01)	1.05	0.98
16. Aggregate of Public Shareholding						
- Number of shares	13124714	13124714	13124714	13124714	13124714	13124714
- Percentage of shareholding	36.12%	36.12%	36.12%	36.12%	36.12%	36.12%
a. Pledged / Encumbered						
- Number of shares	Nil	Nil	Nil	Nil	Nil	Nil
- Percentage of shares (as a % of total shareholding of promoter and promoter group)	Nil	Nil	Nil	Nil	Nil	Nil
- Percentage of shares (as a % of total share capital of the company)	Nil	Nil	Nil	Nil	Nil	Nil
b. Non-encumbered						
- Number of shares	23207635	23207635	23207635	23207635	23207635	23207635
- Percentage of shares (as a % of total shareholding of promoter and promoter group)	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%
- Percentage of shares (as a % of total share capital of the company)	63.88%	63.88%	63.88%	63.88%	63.88%	63.88%

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The Scheme is subject to approval by the shareholders and Hon'ble Bombay High Court. Once the Scheme becomes effective on such approvals, the Garment business of the Company will stand transferred to a separate company with effect from the appointed date 1<sup>st</sup> April, 2011.

All the Company's shareholders will be issued shares of FSML of Face Value and Paid up Value of Rs. 3/- in the ratio of 1:1. Simultaneously, the Face Value and Paid Up Value of the Company's shares shall stand reduced to Rs. 7/- from Rs. 10/-.

Pending the necessary approval, if the scheme is given effect to the company, the Income from operations and net profit of the company on consolidated basis would be as under :

	(Rs in lacs)	
	For the Quarter Ended 31.12.2011	For Nine Months Ended 31.12.2011
Income from Operations	8313	23830
Net Profit	267	1080

6. The Company has only one reportable segment – Textile Products.
7. Corresponding figures of the previous period / year have been regrouped wherever necessary.

**For Morarjee Textiles Limited**

**R K Rewari**  
**CEO & Executive Director**

Mumbai : 16<sup>th</sup> January, 2012

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