

V.I.P. INDUSTRIES LIMITED

Regd. Off: 78-A, MIDC Estate, Satpur, Nashik- 422 007

Unaudited Financial Results for the Quarter & Nine Months ended 31st December, 2010

(Rs in Crores)

Sr	Particulars	Consolidated					Standalone				
		Quarter Ended		Nine Months Ended		Year Ended	Quarter Ended		Nine Months Ended		Year Ended
		31.12.2010 (unaudited)	31.12.2009 (unaudited)	31.12.2010 (unaudited)	31.12.2009 (unaudited)	31.03.2010 (audited)	31.12.2010 (unaudited)	31.12.2009 (unaudited)	31.12.2010 (unaudited)	31.12.2009 (unaudited)	31.03.2010 (audited)
1	(a) Net Sales/Income from Operations (b) Other Operating Income Total Income (a+b)	200.4 0.4 200.8	167.3 0.6 167.9	591.4 1.2 592.6	506.2 1.1 507.3	643.7 1.6 645.3	194.4 0.4 194.8	159.6 0.6 160.2	576.0 0.9 576.9	479.5 1.1 480.6	609.3 1.6 610.9
2	Expenditure a) (Increase) / decrease in stock in trade and work in progress b) Consumption of Raw Materials c) Purchase of Traded goods d) Employees Cost e) Depreciation f) Rebates, Discounts & commission g) Other expenditure h) Total	(2.7) 35.3 62.1 19.4 3.8 13.9 40.6 172.4	9.8 32.0 30.8 17.1 4.9 13.0 36.6 144.2	(0.7) 118.0 160.3 57.7 11.5 44.1 117.4 508.2	9.2 104.7 113.6 52.0 13.6 41.3 111.2 445.7	(6.2) 144.0 146.2 69.1 17.6 50.6 146.6 567.9	(6.5) 35.3 61.6 18.4 3.8 13.7 38.7 165.0	7.6 32.0 27.8 15.3 4.8 12.7 36.9 137.1	(6.3) 118.0 156.7 54.4 11.3 43.2 113.2 490.5	2.8 104.7 103.2 47.3 13.3 40.3 107.4 419.0	(11.0) 144.0 131.0 63.2 17.3 49.5 139.0 533.0
3	Profit from Operations before Other income, interest and Exceptional Items (1-2)	28.4	23.7	84.4	61.5	77.4	29.8	23.1	86.4	61.6	77.9
4	Other Income	-	-	0.1	0.4	0.6	-	-	0.1	0.4	0.6
5	Profit before Interest and Exceptional items (3+4)	28.4	23.7	84.5	61.9	78.0	29.8	23.1	86.5	62.0	78.5
6	Interest	0.9	2.1	3.1	7.7	9.3	0.8	1.8	2.5	6.6	8.0
7	Profit after Interest but before Exceptional items (5-6)	27.5	21.6	81.5	54.3	68.7	29.1	21.3	84.1	55.4	70.5
8	Exceptional Items	-	-	-	-	-	(28.5)	-	(28.5)	-	-
9	Profit (+)/Loss(-) from Ordinary Activities before tax (7+8)	27.5	21.6	81.5	54.3	68.7	0.6	21.3	55.6	55.4	70.5
10	Tax Expense	(2.5)	5.3	8.9	10.1	14.2	(2.5)	5.3	8.9	10.1	14.2
11	Net Profit (+)/Loss(-) from Ordinary Activities after tax (9-10)	30.0	16.3	72.6	44.2	54.5	3.1	16.0	46.7	45.3	56.3
12	Extra-ordinary item (net of tax expense)	-	1.5	-	5.1	6.2	-	1.5	-	5.1	6.2
13	Net Profit (+)/ Loss (-) for the period (11-12)	30.0	14.8	72.6	39.1	48.3	3.1	14.5	46.7	40.2	50.1

Handwritten signature

Sr	Particulars	Consolidated						Standalone					
		Quarter Ended		Nine Months Ended		Year Ended		Quarter Ended		Nine Months Ended		Year Ended	
		31.12.2010 (unaudited)	31.12.2009 (unaudited)	31.12.2010 (unaudited)	31.12.2009 (unaudited)	31.03.2010 (audited)	31.12.2010 (unaudited)	31.12.2010 (unaudited)	31.12.2009 (unaudited)	31.12.2010 (unaudited)	31.12.2009 (unaudited)	31.03.2010 (audited)	31.03.2010 (audited)
14	Paid-up equity share capital (face value of Rs 10/- each)	28.3	28.3	28.3	28.3	28.3	28.3	28.3	28.3	28.3	28.3	28.3	28.3
15	Reserves excluding Revaluation Reserves as per balance sheet of previous accounting year	-	-	-	-	116.1	-	-	-	-	-	143.9	143.9
16	Earning per share (EPS) Rs : a) Basic/ Diluted EPS before extra ordinary items b) Basic/ Diluted EPS after extra ordinary items	10.6	5.8	25.7	15.6	19.3	1.1	5.7	16.5	16.5	16.0	19.9	19.9
17	Public Shareholding - No of Shares - Percentage of shareholding	15,847,518 56.1	15,985,018 56.6	15,847,518 56.1	15,985,018 56.6	15,942,518 56.4	15,847,518 56.1	15,985,018 56.6	15,847,518 56.1	15,985,018 56.6	15,985,018 56.6	15,942,518 56.4	15,942,518 56.4
18	Promoters and promoter group Shareholding a) Pledged/Encumbered - Number of shares - Percentage of shares (as a % of the total shareholding of promoter and promoter group) - Percentage of shares (as a % of the total share capital of the company) b) Non-encumbered - Number of shares - Percentage of shares (as a % of the total shareholding of promoter and promoter group) - Percentage of shares (as a % of the total share capital of the company)	Nil 12,415,945 100.0	Nil 12,278,445 100.0	Nil 12,415,945 100.0	Nil 12,278,445 100.0	Nil 12,320,945 100.0	Nil 12,415,945 100.0	Nil 12,278,445 100.0	Nil 12,415,945 100.0	Nil 12,278,445 100.0	Nil 12,278,445 100.0	Nil 12,320,945 100.0	Nil 12,320,945 100.0
		43.9	43.4	43.9	43.4	43.6	43.9	43.4	43.9	43.4	43.4	43.6	43.6

28-11-10

Notes:

- 1) The above results were reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 27th January, 2011.
- 2) The above standalone results for the quarter and nine months ended 31st December, 2010 have been reviewed by the Auditors of the Company.
- 3) The Board of Directors at their meeting held on 27th January, 2011 has declared an Interim Dividend of Rs. 3/- (previous year Rs. 2/-) per equity share of Rs.10 each for the financial year 2010 - 2011.
- 4) M/s Carlton Travel Goods Ltd. - UK, the wholly owned Subsidiary of the Company posted losses of Rs 23.2 crores in the year 2008-09 mainly on account of the European recession and highly volatile foreign exchange rates. Due to this and the continuing losses, the Company undertook a business re-organization, of its European operations, to stem further losses by minimizing cross currency exposure through direct billing, to the UK Subsidiary's customers, from the Holding company and reducing overheads.

The Board of Directors of V.I.P. Industries Limited, the Holding company, after due discussion and deliberation and in the face of continued weak conditions in the European markets has concluded that there is no possibility of recovering the amounts due from its UK subsidiary and hence has approved the write off, subject to approval from the Reserve Bank of India, of the Trade Debtors from, and Provision for diminution in value of investments in, the UK Subsidiary.

Accordingly in the standalone results, the Exceptional item includes the amount provided towards diminution in value of investment of Rs. 1.7 crores and Provision for Doubtful Debts of Rs. 26.8 crores. Due to which the PAT in the standalone is lower by 19.6 Crs (net of Deferred Tax Credit of Rs. 8.9 crores) for the quarter and nine months ended 31st December, 2010. This has no adverse impact on the consolidated results as there is a corresponding write back in the UK Subsidiary's Books.
- 5) With reference to Note (4) above, pertaining to write off of receivables from the Subsidiary, the Company has created a deferred tax asset of Rs 8.9 Crores during the quarter & nine months ended 31st December 2010.
- 6) 'Other Expenditure' includes write off of Rs. 0.9 crores on account of reversal of export benefits on non recoverable export proceeds from its Subsidiary M/s Carlton Travel Goods Limited.
- 7) The Earning Per Share for the year ended 31st March, 2010 is for the whole year, whereas for the quarter/nine months ended period(s), it is only for that period.
- 8) The Company is engaged primarily in the luggage business and therefore, there is only one reportable segment in accordance with the Accounting Standards on Segment Reporting (AS 17).
- 9) Generally, the luggage business is seasonal in nature and accordingly, financial results for the quarter are not representative of the whole year.
- 10) There were no Investor Complaints pending at the beginning of the quarter. During the quarter, 77 complaints were received which have been resolved. As on 31st December, 2010, there were no complaints pending.
- 11) Figures of previous year / period(s) have been regrouped wherever necessary.

Place: Mumbai

Date: 27th January, 2011

On behalf of the Board of Directors



Dilip G. Piramall
Chairman