



TITAN COMPANY LIMITED

(formerly known as TITAN INDUSTRIES LIMITED)

CIN : L74999TZ1984PLC001456

3, SIPCOT INDUSTRIAL COMPLEX, HOSUR 635 126

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND SIX MONTHS ENDED 30 SEPTEMBER 2014

Notes:

1 STANDALONE STATEMENT OF ASSETS AND LIABILITIES

Particulars	₹ lakhs	
	As at 30-9-2014 (Unaudited)	As at 31-3-2014 (Audited)
A EQUITY AND LIABILITIES		
Shareholders' Funds		
(a) Share Capital	8,878	8,878
(b) Reserves and Surplus	287,600	243,518
Sub-total - Shareholders' funds	296,478	252,396
2 Non-Current Liabilities		
Long-term provisions	7,639	7,176
Sub-total - Non-current liabilities	7,639	7,176
3 Current Liabilities		
(a) Short-term borrowings	92,606	80,627
(b) Trade payables	130,909	85,773
(c) Other current liabilities	34,376	153,610
(d) Short-term provisions	11,549	31,120
Sub-total - Current liabilities	269,540	351,130
TOTAL - EQUITY AND LIABILITIES	573,657	610,702
B ASSETS		
1 Non-current assets		
(a) Fixed assets	68,098	62,911
(b) Non-current investments	3,032	2,657
(c) Deferred tax asset (net)	1,177	935
(d) Long-term loans and advances	24,317	20,372
Sub-total - Non-current assets	96,624	86,875
2 Current assets		
(a) Inventories	395,856	386,719
(b) Trade receivables	16,524	15,202
(c) Cash and cash equivalents	19,486	88,893
(d) Short-term loans and advances	44,639	31,342
(e) Other current assets	528	1,671
Sub-total - Current assets	477,033	523,827
TOTAL - ASSETS	573,657	610,702

- The name of the Company was changed from Titan Industries Limited to Titan Company Limited with effect from 1 August 2013.
- The Company's primary segments consist of Watches, Jewellery and Others, where the 'Others' include Eye wear, Precision Engineering, Machine Building, Clocks and Accessories. Due to regulatory changes during 2013-14 in relation to purchase and funding of gold, the Company has reviewed the definition of operating assets and operating liabilities and as required by Accounting Standard (AS) 17 - Segment Reporting, has revised the allocation of certain assets to the business segments to reflect the current business practices.
- Consequent to the applicability of the Companies Act, 2013 with effect from 1st April 2014, depreciation for the six month ended 30 September 2014 has been calculated based on the useful life as specified under Schedule II of the said ACT, except for furniture & fixtures and vehicles. On account of the above, the depreciation for the six month ended 30 September 2014 debited to the statement of profit and loss is higher by Rs.945.29 lakhs. In terms of Schedule II of the Companies Act, 2013 an amount of Rs.415.24 lakhs (net of tax) has been debited to the opening balance of the retained earnings as at 1st April 2014 towards the carrying amount of assets, where the remaining useful life of these assets are Nil.
- During the quarter, Favre Leuba AG (a subsidiary of Titan Company Limited) has acquired Titan Watch Company Limited, Hongkong for HKD 10,000.
- The figures of the previous period have been reworded/recast, where necessary.
- The financial results were reviewed by the Board Audit Committee and were approved by the Board of Directors at their meeting on 30 October 2014.
- The Auditors have carried out a limited review of the financial results for the period ended on 30 September 2014, as required by the Listing Agreement.

For and on behalf of the Board of Directors

BHASKAR BHAT
Managing Director

Bangalore, 30 October 2014

	₹ lakhs					
	Quarter ended 30-09-2014 (Unaudited)	Quarter ended 30-06-2014 (Unaudited)	Quarter ended 30-09-2013 (Unaudited)	Half year ended 30-09-2014 (Unaudited)	Half year ended 30-09-2013 (Unaudited)	Year ended 31-3-2014 (Audited)
PART I						
Statement of Standalone Unaudited/Audited Results						
1 Income from operations						
(a) Net sales / Income from operations (Net of excise duty)	356,467	285,366	229,002	641,833	537,781	1,081,508
(b) Other operating income	2,840	3,778	3,895	6,618	5,883	10,071
Total income from operations (Net)	359,307	289,144	232,897	648,451	543,664	1,091,579
2 Expenses						
(a) Cost of materials consumed	246,152	181,045	195,788	427,197	373,807	655,878
(b) Purchase of stock-in-trade	29,397	30,795	47,693	60,192	96,166	159,142
(c) Changes in inventories of finished goods, work in progress and stock-in-trade	(4,420)	4,084	(83,502)	(336)	(68,810)	(9,957)
(d) Employee benefits expense	16,393	14,619	13,458	31,012	26,515	53,449
(e) Advertising	10,583	9,925	9,435	20,508	19,902	40,443
(f) Depreciation and amortisation expense	1,987	2,434	1,490	4,421	2,951	6,559
(a) Other expenses	27,896	21,238	23,852	49,134	45,418	87,780
Total expenses	327,988	264,140	208,214	592,128	495,949	993,294
3 Profit from operations before other income and finance costs	31,319	25,004	24,683	56,323	47,715	98,285
4 Other income	1,780	2,540	3,038	4,320	6,862	12,019
5 Profit before finance costs	33,099	27,544	27,721	60,643	54,577	110,304
6 Finance costs	1,088	3,497	1,995	4,585	3,698	8,711
7 Profit before taxes	32,011	24,047	25,726	56,058	50,879	101,593
8 Tax expense						
- Current	7,962	6,613	7,203	14,575	14,246	26,300
- Deferred	51	(293)	(142)	(242)	(280)	(131)
- Taxes of earlier years						1,310
9 Profit after taxes	23,998	17,727	18,665	41,725	36,913	74,114
10 Paid-up equity share capital (face value: ₹ 1 per share)	8,878	8,878	8,878	8,878	8,878	8,878
11 Reserves excluding revaluation reserves as per balance sheet of previous accounting year						243,518
12 Basic and diluted earnings per equity share (₹) (Not annualised)	2.70	2.00	2.10	4.70	4.16	8.35
See accompanying note to the financial results						
PART II						
Select information for the quarter and six months ended 30 September 2014						
A PARTICULARS OF SHAREHOLDING						
1 Public shareholding						
- Number of shares	416,778,240	416,778,240	416,778,240	416,778,240	416,778,240	416,778,240
- Percentage of shareholding	46.9%	46.9%	46.9%	46.9%	46.9%	46.9%
2 Promoters and Promoter group shareholding						
a) Pledged / Encumbered						
- Number of shares	2,559,589	2,559,589	2,559,589	2,559,589	2,559,589	2,559,589
- % of shares (as a % of the total shareholding of promoter and promoter group)	0.5%	0.5%	0.5%	0.5%	0.5%	0.5%
- % of shares (as a % of the total share capital of the Company)	0.3%	0.3%	0.3%	0.3%	0.3%	0.3%
b) Non-encumbered						
- Number of shares	468,448,331	468,448,331	468,448,331	468,448,331	468,448,331	468,448,331
- % of shares (as a % of the total shareholding of promoter and promoter group)	99.5%	99.5%	99.5%	99.5%	99.5%	99.5%
- % of shares (as a % of the total share capital of the Company)	52.8%	52.8%	52.8%	52.8%	52.8%	52.8%
B INVESTOR COMPLAINTS						
Pending at the beginning of the quarter	1					
Received during the quarter	15					
Disposed of during the quarter	14					
Remaining unresolved at the end of the quarter	2					
Segment Results						
Net sales / Income from segments						
Watches	52,746	43,995	43,907	96,741	83,775	179,080
Jewellery	292,938	232,527	177,739	525,465	436,400	863,203
Others	13,790	12,783	11,403	26,573	23,721	49,979
Corporate(Unallocated)	1,613	2,379	2,886	3,992	6,630	11,336
Total	361,087	291,684	235,935	652,711	550,526	1,103,598
Profit / (Loss) from segments before interest and taxes and after share of losses of associate						
Watches	6,657	4,821	4,314	11,478	8,159	18,892
Jewellery	26,818	21,776	22,021	48,594	42,325	85,353
Others	84	48	(29)	132	248	379
Total	33,559	26,645	26,306	60,204	50,732	104,624
Less : Finance costs	1,088	3,497	1,995	4,585	3,698	8,711
Unallocable expenditure net of unallocable income	460	(899)	(1,415)	(439)	(3,845)	(5,680)
Profit before taxes	32,011	24,047	25,726	56,058	50,879	101,593
Capital Employed						
Watches	67,817	61,787	59,268	67,817	59,268	58,157
Jewellery	248,844	134,399	104,052	248,844	104,052	164,664
Others	23,372	21,452	18,822	23,372	18,822	21,425
Corporate(Unallocated)	47,874	93,628	110,971	47,874	110,971	87,842
Total	387,907	311,266	293,113	387,907	293,113	332,088