

**TITAN INDUSTRIES LIMITED**

3, SIPCOT INDUSTRIAL COMPLEX, HOSUR 635 126.

UNAUDITED FINANCIAL RESULTS (STAND-ALONE) FOR THE PERIOD ENDED 30 SEPTEMBER 2010

(Rs. in lakhs)

	Quarter ended 30-9-2010 (Unaudited)	Quarter ended 30-9-2009 (Unaudited)	Half year ended 30-9-2010 (Unaudited)	Half year ended 30-9-2009 (Unaudited)	Year ended 31-3-2010 (Audited)
Sales / Income from operations	155,122	115,641	281,146	204,501	470,312
Less : Excise Duty	1,525	961	2,273	1,541	2,870
Net sales / Income from operations	153,597	114,680	278,873	202,960	467,442
Other operating income	9	8	16	20	58
Expenditure					
Decrease / (increase) in stock in trade and work in progress	(26,229)	(17,006)	(43,674)	(16,654)	(11,166)
Consumption of raw materials	114,988	92,021	206,627	143,395	314,890
Purchase of traded goods	22,716	9,681	40,551	18,133	41,215
Employee cost	8,239	6,518	16,028	12,682	27,449
Advertising	6,150	5,156	12,451	9,603	21,115
Depreciation / Amortisation	859	890	1,678	1,786	6,008
Other expenditure	10,377	7,498	18,408	17,061	34,443
Total expenditure	137,100	104,758	252,069	186,006	433,954
Profit from operations before other income and interest	16,506	9,930	26,820	16,974	33,546
Other income	806	309	1,608	397	1,128
Profit before interest	17,312	10,239	28,428	17,371	34,674
Interest	238	503	491	1,262	2,542
Profit before taxes	17,074	9,736	27,937	16,109	32,132
Income taxes - Current	4,304	2,222	7,043	4,107	8,150
- Deferred	(7)	(176)	(11)	(362)	(1,342)
- Fringe Benefit	-	(70)	-	-	-
Profit after taxes	12,777	7,760	20,905	12,364	25,324
Less: Income tax of earlier years	-	-	-	-	292
Net Profit	12,777	7,760	20,905	12,364	25,032
Paid-up equity share capital (face value: Rs.10 per share)	4,439	4,439	4,439	4,439	4,439
Paid up Debt capital (6.75% non convertible debentures of Rs.250 each)	-	-	5,283	5,283	5,283
Reserves excluding revaluation reserves	-	-	-	-	67,999
Debt Redemption Reserve	-	-	2,069	1,541	2,069
Debt Equity Ratio	-	-	0.08	0.12	0.10
Debt Service Coverage Ratio	-	-	52.80	13.80	7.92
Interest Service Coverage Ratio	-	-	57.90	13.76	13.64
Basic and diluted earnings per equity share (Rs.) (Not annualised)	28.78	17.48	47.10	27.85	56.39
Public shareholding					
- Number of shares	20,701,760	20,838,912	20,701,760	20,838,912	20,809,943
- Percentage of shareholding	46.6%	46.9%	46.6%	46.9%	46.9%
Promoters and Promoter group shareholding					
a) Pledged / Encumbered					
- Number of shares	-	-	-	-	-
- % of shares (as a % of the total shareholding of the group)	-	-	-	-	-
- % of shares (as a % of the total share capital of the Company)	-	-	-	-	-
b) Non-encumbered					
- Number of shares	23,687,548	23,550,396	23,687,548	23,550,396	23,579,365
- % of shares (as a % of the total shareholding of the group)	100.0%	100.0%	100.0%	100.0%	100.0%
- % of shares (as a % of the total share capital of the Company)	53.4%	53.1%	53.4%	53.1%	53.1%
Segment Results					
Net sales / Income from segments					
Watches	35,836	29,552	61,238	50,409	102,678
Jewellery	112,456	82,262	207,510	145,817	350,419
Others	5,603	3,103	10,983	7,017	15,176
Corporate(Unallocated)	517	80	766	134	355
Total	154,412	114,997	280,497	203,377	468,628
Profit / (Loss) from segments before interest and taxes					
Watches	7,635	5,827	11,799	8,761	14,473
Jewellery	9,984	5,772	16,810	10,915	25,468
Others	(467)	(1,107)	(300)	(1,993)	(3,889)
Total	17,152	10,492	28,309	17,683	36,052
Less : Interest	238	503	491	1,262	2,542
Unallocable expenditure net of unallocable income	(160)	253	(119)	312	1,378
Profit before taxes	17,074	9,736	27,937	16,109	32,132
Capital Employed					
Watches	28,315	28,580	28,315	28,580	22,709
Jewellery	21,791	35,253	21,791	35,253	37,180
Others	9,855	9,025	9,855	9,025	7,802
Corporate(Unallocated)	40,799	3,930	40,799	3,930	12,502
Total	100,760	76,788	100,760	76,788	80,193

1. STATEMENT OF ASSETS AND LIABILITIES

(Rs. in lakhs)

	As at 30-9-2010 (Unaudited)	As at 30-9-2009 (Unaudited)	As at 31-3-2010 (Audited)
SOURCES OF FUNDS			
Shareholders' funds			
a) Share capital	4,439	4,439	4,439
b) Reserves and surplus	88,826	63,197	67,999
Loan funds	7,031	7,696	7,279
Deferred tax liability (Net)	464	1,456	476
Total	100,760	76,788	80,193
APPLICATION OF FUNDS			
Fixed assets	28,414	29,999	27,492
Investments	763	767	763
Current assets, loans and advances			
a) Inventories	181,026	137,536	134,033
b) Sundry debtors	9,822	9,926	9,361
c) Cash and bank balances	45,803	13,191	18,672
d) Loans and advances	18,416	13,494	18,305
Less :			
Current liabilities and provisions			
a) Current liabilities	177,107	123,432	114,959
b) Provisions	6,377	4,693	13,474
Net current assets	71,583	46,022	51,938
Total	100,760	76,788	80,193

2. The Company's primary segments consist of Watches, Jewellery and Others, where the 'Others' include Eye wear, Precision Engineering, Machine Building and Clocks.

3. Capital employed under Corporate (Unallocated) includes cash and bank balances of Rs.37345 lakhs (Sep 30, 2009 : Rs.3000 lakhs ; March 31, 2010 : Rs.14980 lakhs).

4. There was no investor complaint pending at the beginning of the quarter. 4 complaints were received and 1 was resolved during the quarter. There were 3 complaints lying unresolved at the end of the quarter.

5. The Debt Equity ratio, Debt Service Coverage and Interest Service Coverage ratios have been calculated as under
Debt Equity Ratio = Total Loan Funds / (Share Capital + Reserves and Surplus - Hedging Reserve - Intangible Assets)
Debt Service Coverage Ratio = Profit before Interest and Tax / (Interest on Long Term Debt + Principal Repayment during the period)
Interest Service Coverage Ratio = Profit before Interest and Tax / Interest Expense

6. The Auditors have carried out a limited review of the financial results for the quarter ended on 30 September 2010, as required by the Listing Agreement.

7. The figures of the previous period have been regrouped/recast, where necessary.

8. The financial results were reviewed by the Board Audit Committee and were approved by the Board of Directors at their meeting on 25 October 2010.

For and on behalf of the Board of Directors
BHASKAR BHAT
Managing Director

Bangalore, 25 October 2010