

**AUDITED FINANCIAL RESULTS FOR THE YEAR ENDED
31ST MARCH 2007**

(Amount Rupees in thousands)						
		Nine months (Re- viewed) ended on	Fourth Quarter ended (Re- viewed) on		Year Ended (Audited)	
			31.12.2005	31.03.2007	31.03.2006	31.03.2007
1	Net Sales	10,29,765	3,06,429	2,51,575	13,36,194	8,59,638
2	Other Income	54,786	18,933	2,770	73,719	7,176
	Total Income	10,84,551	3,25,362	2,54,345	14,09,913	8,66,794
	Total Expenditure					
3	a. (Increase)/Decrease in stock	(1,06,151)	(10,325)	(28,187)	(1,16,476)	(79,611)
	b. Consumption of Raw materials	5,37,701	1,38,527	1,28,663	6,76,228	4,41,605
	c. Manufacturing Expenses	94,448	20,389	23,722	1,14,837	73,826
	d. Administrative Expenses	49,664	11,339	11,339	73,622	38,616
	e. Personnel Expenses	1,00,664	34,180	26,465	1,34,844	91,693
	f. Selling Expenses	1,44,946	55,732	25,016	2,00,678	93,989
	Total Expenditure	8,21,272	2,62,461	1,87,018	10,83,733	6,60,118
4	Depreciation & Amortization	21,210	8,409	4,219	29,619	13,903
5	Interest and Finance charges	11,348	3,439	2,478	14,787	10,785
6	Profit before tax	2,30,721	51,054	60,632	181,990	1,81,990
7	Provision for Taxation	76,320	18,989	21,001	95,309	62,646
8	Net Profit after tax before prior period items	1,54,401	32,065	39,630	1,86,466	1,16,496
9	Prior period items (Net of Tax)	-	--	-	-	2,848
10	Net Profit after tax	1,54,401	32,065	39,630	1,86,466	1,16,496
11	Paid up Equity Capital (Refer Note 4)	1,23,250	1,23,250	92,250	1,23,250	92,250
12	Reserves excluding revaluation reserves			-	11,37,026	2,75,987
13	Basic and diluted EPS (Non-annualised)	12.57	2.60	4.30	15.17	17.81
	Aggregate of Non-Promoter Shareholding					
14	-Number of Shares	35,35,037	35,35,037	4,35,000	35,35,037	4,35,000
	-Percentage of Shareholding	26.68	26.68	4.72	26.68	4.72
15	Face Value of Shares (in Rs.)	10	10	10	10	10

NOTES :

1. The above results have been reviewed by the Audit Committee and taken on record by the Board of Directors in their meeting held on 15th May 2007.
2. Provision for Taxation Includes current tax, deferred tax and fringe benefit tax.

3. The company is primarily engaged in single business segment of manufacturing and marketing of Apparels and is managed as one business unit.
4. The Company raised money by way of public issue of 31,00,037 equity shares through 100% book building and the shares were allotted on 5th April 2006 to the applicants. Post allotment of the above shares, paid up capital of the Company consist of 1, 23, 25,037 equity shares.
5. Board has recommended a dividend @ 25 % on 1,23,25,037 fully paid equity shares of Rs.10 each.
6. There were no investor complaints pending at the beginning of the quarter. 12 complaints were received during the quarter. All complaints were resolved and no complaints were pending to be redressed for the quarter ended 31st March 2007.
7. As a result of restructuring of the group entities during the year 2005-06, the entire apparel manufacturing and marketing business vested with the Company. Since the new business vested with the company only for part of the previous year, current year figures are not strictly comparable with figures of previous year.

Consolidated Sales and PAT in respect of entire apparels business of company and promoter group entities for the previous year ended 31st March 2006 is as below:

Particulars	For the Year Ended 31st March 2006
Net Sales (Net of intra group sales)	940,854
Profit after tax	130,478

8.

9. The company had two subsidiaries viz Kewal Kiran Retail (India) Private Limited and Kornerstone Retail Limited which were divested w.e.f. 7th August 2005 and 21st December 2005 respectively, hence results does not include consolidated financials.

10. Details of utilization of issue proceeds (Amount Rs. in thousands)

Purpose of utilization of fund	Projected utilization upto year ended 31 st March 2007	Actual utilization upto 31 st March 2007
Corporate Office	50,000	43,378
Setting Up Retail Stores	216,620	51,054
Setting up of Manufacturing unit	323,990	63,584

Share Issue Expenses	72,550	78,085
Total Expenses	6,63,160	2,36,101

The lower utilization on the projects is due to delay in getting possession of retail and manufacturing premises.

Unutilized Funds as on 31st March 2007 has been invested in fixed deposits with banks.

Place: Mumbai
Date: 15th May 2007

By Order of the Board
For Kewal Kiran Clothing Limited

Kewalchand P Jain
Chairman & Managing Director