



23rd January, 2015

The Manager
Listing Department
The National Stock Exchange of India Ltd.
Exchange Plaza, 5th Floor
Plot No. C/1, G Block
Bandra – Kurla, Bandra (E),
Mumbai – 400051
Tel.: 022 – 26598100 – 14

Fax No. 022 – 26598237, 26598238

Sub: Submission of Unaudited Financial Results for the 3rd Quarter and Nine Months ended 31st December, 2014 and outcome of the Board Meeting.

Reg : Compliance with the provisions of Clause – 41 of the Listing Agreement

Compliance Officer : Munish Kakra (CFO & Company Secretary)
Contact Address : Libertypuram, 13th Milestone, G.T. Karnal Road, Kutail,
P. O. Bastara, Distt. Karnal 132114 (Haryana)
Ph. 01748 – 251101 – 03, 9313601387

Scrip Code : LIBERTSHOE **ISIN No.** : INE 557B01019

Dear Sir/Madam,

Please refer to our earlier letter dated 7th January, 2015, wherein we have intimated the convening of our Board Meeting on 23rd January, 2015 for approval of the Unaudited Financial Results of the Company for the 3rd Quarter and Nine Months ended 31st December, 2014 and other allied matters.

In this regard, please be informed that the Board of Directors in their Meeting held today have, inter-alia, approved the Unaudited Financial Results of the Company for the 3rd Quarter and Nine Months ended 31st December, 2014 in accordance with Clause 41 of the Listing Agreement. The copy of the approved results in the prescribed format along with the notes is enclosed herewith as **Annexure-A**.

Further, the Statutory Auditors have also carried out their Limited Review of the aforesaid results. There is no impact of the report on the results and notes which needs to be explained and in their review the Statutory Auditors found the same to be in order. Please also find enclosed herewith the Report on Limited Review carried out by our Statutory Auditors in respect of the Unaudited Financial Results of the Company for the 3rd Quarter and Nine Months ended 31st December, 2014 as **Annexure-B**.



Liberty Shoes Ltd.

Corporate Office : Building No. 8, Tower-B, 2nd Floor, DLF Cyber Citi, Phase-II, Gurgaon-122 002, Haryana, India
Tel.: +91-124-4616200, 3856200 Fax: +91-124-4616222, E-mail: mail@libertyshoes.com www.liberty.in

Registered Office: Libertypuram, 13th Milestone, G.T.Karnal Road, P.O. Bastara, Distt. Karnal-132 114, Haryana (India)
Tel.: +91-1748-251101~3 Fax : +91-1748-251100, E-mail: lpm@libertyshoes.com

CIN No. L19201HR1986PLC033185

The brief highlights of the results are as under:

- (a) Both the domestic & exports, segment of Sales have improved and overall Company's Sales have increased by 21%. The Company recorded the Sales of Rs. 150.06 Crores as compared to Rs. 124.37 Crores in the corresponding quarter of the previous year
- (b) The Earning before Interest, Tax and Depreciation (EBITDA) and Net Profit margins have improved substantially over the immediately preceding Quarter.
- (c) The Company, during the period under consideration sold 32.65 Lacs pairs as against 25.22 Lacs pairs in the corresponding period of previous year.
- (d) The Company, during the period of Nine Months ended 31st December, 2014 has added 53 new exclusive stores in its kitty of Company Owned & Company Operated (COCO) and franchisee format under its retail expansion Program.

The Board of Directors in their meeting also considered and approved the following:

1. The existing business arrangements continuing with M/s Liberty Enterprises & M/s Liberty Group Marketing Division under which two manufacturing facilities at Gharaunda & Karnal including their Distribution Networks and License usage of Sub Brands, will be expiring after 12 years on 31st March 2015 and to formalize the process of acquisition of these assets by the Company, a leading business consulting firm M/s KPMG & Associates has jointly been engaged by the parties. The consultant will submit their report within 6-8 weeks time for the consideration of the Board and will be made effective from 1st April, 2015 subject to regulatory compliances. The Company will also pursue acquisition of remaining assets of footwear and related business held by the Promoter Family by 31st March 2016.
2. Authorization to the Company for initiating its fund raising exercise and appointment of Merchant Bankers and other agencies in this respect.
3. Appointment of Woman Director and Additional Director in compliance with the listing requirements.

The Board meeting after the adoption and discussion of the agenda items concluded at 3.30 PM.

You are requested to take the above information on your records.

Thanking you,

Sincerely Yours,

For **Liberty Shoes Ltd.**



Munish Kakra
CFO & Company Secretary

Encl.: a/a

PART-I STATEMENT OF UNAUDITED RESULTS FOR THE 3RD QUARTER AND NINE MONTHS ENDED 31ST DECEMBER, 2014

(₹ in Lacs except Shares & EPS)

Particulars	3 Months Ended 31st December, 2014	Preceding 3 Months Ended 30th September, 2014	Corresponding 3 Months Ended 31st December, 2013	Nine Months Ended 31st December, 2014	Corresponding Nine Months Ended 31st December, 2013	Year Ended 31st March, 2014
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1 Income from Operations						
Gross Sales	15006.18	15007.29	12437.21	40643.21	35409.11	50060.20
Domestic	13795.64	13433.14	11336.81	36712.13	32243.33	45501.71
Exports	1210.54	1574.15	1100.40	3931.08	3165.78	4558.49
Less: Excise Duty	568.59	626.80	456.37	1661.38	1265.16	1711.33
(a) Net Sales/Income from Operations (Net of Excise duty)	14437.59	14380.49	11980.84	38981.83	34143.95	48348.87
(b) Other Operating Income	23.09	69.63	47.15	127.43	118.77	41.19
Total Income from Operations (Net)	14460.68	14450.12	12027.99	39109.26	34262.72	48390.06
2 Expenses						
a) Cost of Materials Consumed	4912.49	5853.29	4416.56	16049.45	14066.44	19174.18
b) Purchases of Stock-In-Trade	3167.47	3825.66	822.45	7334.78	3918.21	6146.75
c) Changes in Inventories of Finished Goods, Work-In-Progress and Stock-in-Trade	(157.81)	(1415.43)	1034.76	(2653.09)	(317.36)	12.37
d) Employee Benefits Expenses	1640.06	1617.59	1472.08	4729.02	4382.57	5798.18
e) Depreciation and Amortisation Expenses	327.79	283.48	281.53	878.28	806.65	1106.57
f) Other Expenses	3702.68	3637.58	3254.01	10561.66	9350.82	13157.13
Total Expenses	13592.68	13802.17	11281.39	36900.10	32207.33	45395.18
3 Profit from Operations before Other Income, Finance Costs and Exceptional Items (1-2)	868.00	647.95	746.60	2209.16	2055.39	2994.88
4 Other Income	17.65	10.29	0.88	36.36	3.45	34.73
5 Profit from Ordinary Activities before Finance Costs and Exceptional Items (3+4)	885.65	658.24	747.48	2245.52	2058.84	3029.61
6 Finance Costs	447.28	402.13	383.44	1214.87	1172.67	1607.46
7 Profit from Ordinary Activities after Finance Costs but before Exceptional Items (5-6)	438.37	256.11	364.04	1030.65	886.17	1422.15
8 Exceptional Items	0.12	(13.26)	(4.34)	(11.04)	1.57	(19.72)
9 Profit from Ordinary Activities before Tax (7+8)	438.49	242.85	359.70	1019.61	887.74	1402.43
10 Tax Expense	21.46	(10.30)	(1.78)	16.67	(5.62)	75.53
Current Year (Net of MAT Credit Entitlement)	34.56	1.57	4.85	57.63	13.28	120.06
Tax related to earlier years	10.70	-	-	10.70	-	2.86
Deferred Tax Liability	(23.80)	(11.87)	(6.63)	(51.66)	(18.90)	(47.39)
11 Net Profit from Ordinary Activities after Tax (9-10)	417.03	253.15	361.48	1002.94	893.36	1326.90
12 Extra Ordinary Items	-	-	-	-	-	-
13 Net Profit for the period (11-12)	417.03	253.15	361.48	1002.94	893.36	1326.90
14 Paid-up Equity Share Capital (Face Value ₹ 10/- per share)	1704.00	1704.00	1704.00	1704.00	1704.00	1704.00
15 Reserves excluding Revaluation Reserves	-	-	-	-	-	12,119.01
16(i) Earning Per Share (EPS) (before Extraordinary Items) (of ₹ 10/- Each) (not annualised)						
a) Basic	2.45	1.49	2.12	5.89	5.24	7.79
b) Diluted	2.45	1.49	2.12	5.89	5.24	7.79
16(ii) Earning Per Share (EPS) (after Extraordinary Items) (₹ 10/- Each)(not annualised)						
a) Basic	2.45	1.49	2.12	5.89	5.24	7.79
b) Diluted	2.45	1.49	2.12	5.89	5.24	7.79



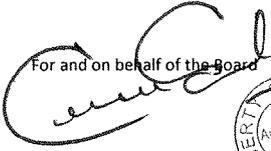
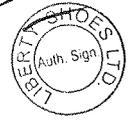
PART- II SELECT INFORMATION FOR THE 3RD QUARTER AND NINE MONTHS ENDED 31ST DECEMBER, 2014

PARTICULARS OF SHAREHOLDING							
1	Public Shareholding						
	- Number of Shares	5,977,493	5,977,493	5,957,493	5,977,493	5,957,493	5,977,493
	- Percentage of Shareholding	35.08	35.08	34.96	35.08	34.96	35.08
2	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	11,062,507	11,062,507	11,082,507	11,062,507	11,082,507	11,062,507
	- Percentage of Shares (as a % of the 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 the Total Share Capital of the Company)	64.92	64.92	65.04	64.92	65.04	64.92

B	INVESTORS COMPLAINTS	3 Months Ended 31st December, 2014
	Particulars	
	Pending at the beginning of the quarter	NIL
	Received during the quarter	NIL
	Disposed off during the quarter	NIL
	Remaining unresolved at the end of the quarter	NIL

Notes :-

- The above given results have been reviewed & recommended by the Audit Committee and have also been approved by the Board in their Meeting held on 23rd January, 2015. The Statutory Auditors have also carried out their Limited Review of the aforesaid results. The related Report is being sent to Stock Exchanges. There is no impact of the report on the above results and notes which needs to be explained.
- The Company's business activities fall within the single segment i.e Footwear in terms of Accounting Standard -17 on segment reporting.
- The Company has its Wholly Owned Subsidiary (WOS) at Middle East for expanding its overseas foot print but this WOS has not yet commenced its operations. The above given results include the relevant details like expenditure and investments of Company's Overseas Wholly Owned Subsidiary at Middle East.
- Consequent to the enactment of the Companies Act, 2013 (the Act) and its applicability for accounting period commencing after 1st April, 2014, the Company has reviewed and revised the estimated useful lives of its fixed assets, generally in accordance with the provisions of the Schedule II of the Act. On account of these changes, there is no material impact on the depreciation charged for the quarter/period ended 31st December, 2014.
- The existing business arrangements continuing with M/s Liberty Enterprises & M/s Liberty Group Marketing Division under which two manufacturing facilities at Gharaunda & Karnal including their Distribution Networks and License usage of Sub Brands, will be expiring after 12 years on 31st March 2015 and to formalize the process of acquisition of these assets by the Company, a leading business consulting firm M/s KPMG & Associates has jointly been engaged by the parties. The consultant will submit their report within 6-8 weeks time for the consideration of the Board and will be made effective from 1st April, 2015 subject to regulatory compliances.
- During the period of Nine Months ended 31st December, 2014, the Company has added 53 new exclusive stores in its kitty of Company Owned & Company Operated (COCO) and franchisee format under its retail expansion programme.
- Previous period /year figures are regrouped /rearranged wherever necessary to confirm to the current period classification.

For and on behalf of the Board

 Adesh Kumar Gupta
 Chief Executive Officer


Place :Libertypuram, Karnal

Date : Friday, 23rd January, 2015

Pardeep Tayal & Co.
Chartered Accountants

Indian Bank Building
G.T. Road, Panipat
0180-2632160, 2631360
Fax: 0180-2646198

23rd January, 2015

The Board of Directors

Liberty Shoes Ltd.
Libertypuram, 13 Mile Stone
G.T. Karnal Road, P.O. Bastara
Distt. Karnal, (Haryana)

Sub: Limited Review Report for the 3rd Quarter and Nine Months ended 31st December, 2014

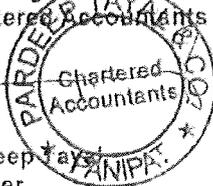
Dear Sir,

We have reviewed the accompanying statement of Unaudited Financial Results of **Liberty Shoes Ltd.** for the 3rd Quarter and Nine Months ended 31st December, 2014 except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the management and have not been audited by us. This statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on these financial statements based on our review.

We conducted our review in accordance with the Standard on Review Engagement (SRE) 2400, *Engagements to Review Financial Statements* issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable accounting standards and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement including the manner in which it is to be disclosed, or that it contains any material misstatement.

Thanking you,
For Pardeep Tayal & Co.
Firm Registration No. 002733N
Chartered Accountants


Pardeep Tayal
Partner
Membership No. 081643