

**QUARTERLY COMPLIANCE REPORT ON CORPORATE GOVERNANCE  
PURSUANT TO CLAUSE 49 OF THE LISTING AGREEMENT**

Name of the Company : **HOUSE OF PEARL FASHIONS LIMITED**

Quarter ending on : **30.06.2008**

Particulars	Clause of Listing Agreement	Compliance Status Yes/ No	Remarks
<b>I. Board of Directors</b>	49 I		
(A) Composition of Board	49 (I A)	Yes	N. A.
(B) Non-Executive Directors compensation & Disclosures	49 (I B)	Yes	N. A.
(C) Other provisions as to Board and Committees	49 (I C)	Yes	N. A.
(D) Code of Conduct	49 (I D)	Yes	The Company has adopted Code of Conduct for Board of Directors and Senior Management. Annual Declaration in this regard shall be complied in the Annual Report.
<b>II. Audit Committee</b>	49 (II)		
(A) Qualified & Independent Audit Committee	49 (II A)	Yes	N. A.
(B) Meeting of Audit Committee	49 (II B)	Yes	N. A.
(C) Powers of Audit Committee	49 (II C)	Yes	N. A.
(D) Role of Audit Committee	49 (II D)	Yes	N. A.
(E) Review of Information by Audit Committee	49 (II E)	Yes	N. A.
<b>III. Subsidiary Companies</b>	49 (III)	Yes	N. A.
<b>IV. Disclosures</b>	49 (IV)		
(A) Basis of related party transactions	49 (IV A)	N. A.	N. A.
(B) Disclosure of Accounting Treatment	49 (IV B)	Yes	N. A.
(C) Board Disclosures	49 (IV C)	Yes	N. A.
(D) Proceeds from Public Issues, Right Issues, Preferential Issues, etc.	49 (IV D)	-	Complied with in Quarterly Results
(E) Remuneration of Directors	49 (IV E)	Yes	N. A.
(F) Management	49 (IV F)	-	Will be complied with at the time of Annual Report
(G) Shareholders	49 (IV G)	Yes	Annual disclosure requirements will be complied with at the time of Annual Report
<b>V. CEO / CFO Certification</b>	49 (V)	-	Will be complied with at the time of Annual Report
<b>VI. Report on Corporate Governance</b>	49 (VI)	-	Will be complied with at the time of Annual Report
<b>VII. Compliance</b>	49 (VII)	-	Will be complied with at the time of Annual Report

for **HOUSE OF PEARL FASHIONS LIMITED**

Sd/-  
**(Sandeep Sabharwal)**  
**General Manager & Company Secretary**

Place: Gurgaon.  
Date: 14.07.2008