



INOX LEISURE LIMITED

Registered Office: ABS Towers, Old Padra Road,Vadodara 390 007, Gujarat

AUDITED FINANCIAL RESULTS FOR THE YEAR ENDED 31ST MARCH, 2012

PART I									(Rs in lakhs)
Statement of Audited Results for the Year Ended 31/03/2012									
	Particulars	Standalone					Consolidated		
		3 months ended 31/03/2012	Preceding 3 months ended 31/12/2011	Corresponding 3 months ended 31/03/2011	Year ended 31/03/2012	Previous Year ended 31/03/2011	Year ended 31/03/2012	Previous Year ended 31/03/2011	
		(unaudited)	(unaudited)	(unaudited)	(audited)	(audited)	(audited)	(audited)	
1	Income from operations								
	(a) Net sales/Income from operations	9,154	11,095	6,610	41,509	33,453	63,754	36,698	
	(b) Other operating income	105	89	88	365	279	731	334	
	Total income from operations (net) (a+b)	9,259	11,184	6,698	41,874	33,732	64,485	37,032	
2	Expenses								
	(a) Direct Cost								
	i) Entertainment Tax	1,093	1,424	890	5,206	4,483	8,304	4,923	
	ii) Exhibition Cost	2,670	3,263	1,808	11,995	9,515	18,032	10,294	
	iii) Cost of Food & Beverages	497	567	348	2,226	1,775	3,487	1,951	
	(b) Employee benefits expense	627	640	527	2,626	2,318	3,945	2,605	
	(c) Property Rent, Conducting Fees & Common Facility Charges	1,720	1,740	1,572	6,769	5,857	10,549	6,791	
	(d) Depreciation and amortisation expense	511	505	484	2,016	1,883	3,747	2,295	
	(e) Goodwill on consolidation written off	0	0	0	0	0	12	0	
	(f) Other expenses	2,308	1,842	1,588	7,648	6,523	12,882	7,386	
	Total expenses (a to f)	9,426	9981	7,217	38,486	32,354	60,958	36,245	
3	Profit / (Loss) from operations before other Income, finance costs and exceptional items (1-2)	(167)	1,203	(519)	3,388	1,378	3,527	787	
4	Other income	110	117	181	604	505	807	566	
5	Profit / (Loss) from ordinary activities before finance costs and exceptional items (3+4)	(57)	1,320	(338)	3,992	1,883	4,334	1,353	
6	Finance costs	448	355	453	1,759	1,523	2,426	1,619	
7	Profit / (Loss) from ordinary activities after finance costs but before exceptional items (5-6)	(505)	965	(791)	2,233	360	1,908	(266)	
8	Exceptional items	(973)	0	(51)	(973)	561	(1,797)	(561)	
9	Profit / (Loss) from ordinary activities before tax	(1,478)	965	(842)	1,260	921	111	295	
10	Tax expense								
	- Taxation for the year	(312)	145	(336)	386	218	416	228	
	- Taxation in respect of earlier years	(154)	0	7	(154)	7	(154)	(241)	
11	Net Profit / (Loss) from ordinary activities after tax (9-10)	(1,012)	820	(513)	1,028	696	(151)	308	
12	Extraordinary Items	0	0	0	0	0	0	0	
13	Net Profit / (Loss) for the period (11-12)	(1,012)	820	(513)	1,028	696	(151)	308	
14	Share of profit / (loss) of associates								
15	Minority interest – share in loss						574	193	
16	Net Profit / (Loss) after taxes, minority interest and share of profit / (loss) of associates (13+14+15)	(1,012)	820	(513)	1,028	696	423	501	
17	Paid-up equity share capital (Face Value Rs. 10 per share)	6,156	6,155	6,154	6,156	6,154	6,156	6,154	
18	Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year				26,674	25,650	25873	25,388	
19	Earnings Per Share (of Rs. 10/- each)								
	Basic	(1.64)	1.33	(0.83)	1.67	1.13	0.69	0.81	
	Diluted	(1.64)	1.33	(0.83)	1.67	1.13	0.69	0.81	

PART II								
Select Information for the Year Ended 31/03/2012								
	Particulars	3 months ended 31/03/2012	Preceding 3 months ended 31/12/2011	Corresponding 3 months ended 31/03/2011	Year ended 31/03/2012	Previous Year ended 31/03/2011	Year ended 31/12/2012	Previous Year ended 31/03/2011
A	PARTICULARS OF SHAREHOLDING							
1	Public shareholding							
	- Number of shares	20692995	20692995	21066581	20692995	21066581	20692995	21066581
	- Percentage of shareholding	33.43%	33.43%	34.04%	33.43%	34.04%	33.43%	34.04%
2	Promoters and Promoter Group Shareholding							
	a) Pledged/Encumbered							
	- Number of shares	NIL	Nil	Nil	NIL	Nil	NIL	Nil
	- Percentage of shares (as a % of the total shareholding of Promoter and Promoter Group)	NIL	Nil	Nil	NIL	Nil	NIL	Nil
	- Percentage of shares (as a % of the total share capital of the company)	NIL	Nil	Nil	NIL	Nil	NIL	Nil
	b) Non-encumbered							
	- Number of Shares	41202553	41202553	40828967	41202553	40828967	41202553	40828967
	- Percentage of shares (as a % of the total shareholding of promoter and promoter-group)	100%	100%	100%	100%	100%	100%	100%
	- Percentage of shares (as a % of the total share capital of the company)	66.57%	66.57%	65.96%	66.57%	65.96%	66.57%	65.96%

	Particulars	3 months ended (31/03/2012)
B	INVESTOR COMPLAINTS	
	Pending at the beginning of the quarter	NIL
	Received during the quarter	NIL
	Disposed of during the quarter	NIL
	Remaining unresolved at the end of the quarter	NIL

Notes

- The above results, reviewed by the Audit Committee, were approved by the Board of Directors at their meeting held on 24th May, 2012.
- The figures for the quarter ended 31st March 2012 and 31st March 2011 are the balancing figures between the audited figures in respect of the full financial year and the published year to date figures up to the third quarter of the relevant financial year.
- Corresponding figures for previous year/period have been regrouped / recast wherever necessary to correspond to the presentation in the current year/period
- The Entertainment Tax exemption in respect of some of the Multiplexes of the Company has been accounted on the basis of eligibility criteria as laid down in the respective Schemes but is subject to final Orders yet to be received from respective authorities. Accordingly the amount of Rs 413 lakhs (Previous Year Rs. 305 lakhs) being Entertainment Tax in respect of such Multiplexes has not been charged to the statement of profit & loss. Cumulative amount as on 31st March 2012 - Rs. 3007 lakhs (as on 31st March 2011 - Rs. 2594 lakhs).
- As per the amendment made by the Finance Act 2010, renting of immovable property is defined as a taxable service with retrospective effect from 1 June, 2007 and accordingly, in the annual accounts for the year ended 31st March 2010, the Company had provided for service tax in respect of rent on immovable properties for the year ended 31st March, 2009 and 31st March, 2010.
During the year ended 31st March 2011, this levy was challenged by the Company by filing Writ Petitions with various High Courts and some of the High Courts had granted a stay against the levy of service tax in respect of immovable properties of the Company situated within their respective jurisdictions. Based on legal advice obtained by the Company, no provision of service tax in respect of immovable properties was made for the year ended 31st March, 2011. Further, the amount provided in the accounts during the year ended 31st March 2010 towards such service tax was reversed and the same is shown as an exceptional item in the above results.
During the current year, the levy has been upheld by several High Courts. The Company has preferred a Special Leave Petition before the Hon'ble Supreme Court which is pending and the Company has made the payments as directed by the Hon'ble Supreme Court.
In the above circumstances, the Company has provided for service tax on renting of immovable properties. Accordingly an amount of Rs. 525 lakhs being the charge for the current year is included in 'Other Expenditure' and amount of Rs. 973 lakhs being the charge for the period upto 31st March 2011 is shown as an exceptional item in the above results.
- In the appellate proceedings before the Commissioner of Income-tax (Appeals) and Income Tax Appellate Tribunal, Ahmedabad Bench, the Company's contention that the amount of entertainment tax exemption availed for some of its multiplexes is a capital receipt has been accepted. Provision for current tax is made on the same basis for such properties.
Provision for current taxation is for Minimum Alternate Tax (MAT) payable on book profit. MAT paid by the Company is entitled to be carried forward and utilized in subsequent years. In the opinion of management, on the basis of projections, estimates of future taxable income and the period available for utilization of MAT credit, the Company would have normal tax liability within the specified period to avail such MAT credit. Consequently, the Company has recognized Rs 412 lakhs (Previous year Rs.293 lakhs) towards MAT credit entitlement and the cumulative amount as on 31st March, 2012 is Rs. 2003 lakhs.
- The remuneration paid to the Manager for the period from 1st April 2010 to 30th September 2012 is in excess of the limits of section 198 and 387 read with Schedule XIII to the Companies Act, 1956 and required approval of the Central Government. The Company has made a representation against the rejection of the initial application made by the Company in this regards and the same is pending.
The Manager has been re-appointed for the period from 1st October 2011 to 31st March 2013. The Company has made the necessary application to the Central Government for approval of the remuneration.

SEGMENT WISE REVENUE, RESULTS AND CAPITAL EMPLOYED FOR THE YEAR ENDED 31ST MARCH 2012.

		Rs in lakhs							
Sr. No	Particulars	Standalone				Consolidated			
		3 Months Ended 31/03/2012	Preceding 3 months ended 31/12/2011	Corresponding 3 months ended 31/03/2011	Year ended 31/03/2012	Year ended 31/03/2011	Year ended 31/03/2012	Year ended 31/03/2011	
[I]	Segment Revenue								
I	Multiplexes	9336	11215	6742	42032	33817	64744	37146	
ii	Others	-	-	-	-	1	52	5	
iii	Un-allocable and Corporate	33	86	137	446	419	496	447	
	Total Segment Revenue (external)	9369	11301	6879	42478	34237	65292	37598	
[II]	Segment Result								
I	Multiplexes	(1063)	1256	(527)	2595	2027	2773	1628	
ii	Others	(2)	(22)	(1)	(24)	(4)	(29)	(68)	
	Total Segment Result	(1065)	1234	(528)	2571	2023	2744	1560	
	Add: Un-allocable Income	34	86	137	447	419	(206)	351	
	Less: Finance cost	(448)	(355)	(451)	(1759)	(1521)	(2426)	(1617)	
	Total Profit Before Tax	(1479)	965	(842)	1259	921	112	294	
[III]	Segment Capital Employed (Segment Assets- Segment Liabilities)								
I	Multiplexes	37,173	38,670	43465	37173	43465	39656	61287	
ii	Others	141	(13)	50	141	50	142	66	
iii	Un-allocable and corporate	(4485)	(4813)	(11711)	(4485)	(11711)	(2762)	(26193)	
	Total	32829	33844	31804	32829	31804	37036	35160	

CONSOLIDATED STATEMENT OF ASSETS AND LIABILITIES

		Rs in lakhs			
Sr. No	Particulars	Standalone		Consolidated	
		As at 31/03/2012	As at 31/03/2011	As at 31/03/2012	As at 31/03/2011
A)	EQUITY AND LIABILITIES				
1	Shareholders' funds				
	(a) Share capital	6,156	6,154	6,156	6,154
	(b) Reserves and surplus	26,673	25,650	25,873	25,389
	Sub-total – Shareholders' funds	32,829	31,804	32,029	31,543
2	Minority Interest			5,007	3,617
3	Non-current liabilities				
	(a) Long-term borrowings	20,798	18,872	20,890	19,971
	(b) Deferred tax liabilities (net)	1,941	1,745	1,941	1,745
	(c) Other long-term liabilities	77	25	82	523
	(d) Long-term provisions	188	163	295	234
	Sub-total – Non-current liabilities	23,004	20,805	23,208	22,473
4	Current liabilities				
	(a) Short-term borrowings	0	0	214	1,122
	(b) Trade payables	3,678	2,317	5,393	3,734
	(c) Other current liabilities	4,058	4,244	6,451	14,685
	(d) Short term provisions	809	168	1,595	220
	Sub-total – Current liabilities	8,545	6,729	13,653	19,761
	TOTAL – EQUITY AND LIABILITIES	64,378	59,338	73,897	77,394
B	ASSETS				
1	Non-current assets				
	(a)Fixed assets (including capital work-in-progress)	35,727	34,894	48,920	49,505
	(b) Goodwill on consolidation	0	0	6,115	5,053
	(c) Non-current investments	17,925	8,536	70	52
	(d)Deferred tax assets (net)	0	0	28	35
	(e)Long-term loans and advances	7,415	11,666	11,928	15,272
	(f) Other non-current assets	192	143	323	278
	Sub-total - Non-current assets	61,259	55,239	67,384	70,195
2	Current assets				
	(a) Current investments	0	0	1,850	11
	(b) Inventories	312	262	416	340
	(c) Trade receivables	1,417	1,270	2,004	1,881
	(d) Cash and cash equivalents	714	1,690	1,140	3,568
	(e) Short-term loans and advances	629	751	1,031	1,204
	(f) Other current assets	47	126	72	195
	Sub-total - Current assets	3,119	4,099	6,513	7,199
	TOTAL - ASSETS	64,378	59,338	73,897	77,394

On behalf of the Board of Directors
For INOX Leisure Limited

Deepak Asher
Director

Place : Mumbai
Date : 24th May , 2012