



INOX LEISURE LIMITED

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

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED 30TH SEPTEMBER, 2012

Part I							(Rs in Lacs)
Statement of Unaudited Results for the Quarter and Half Year Ended 30/09/2012							
Sl. No.	Particulars	Quarter Ended			Half year ended		Year ended 31-03- 2012
		30-09-2012	30-06-2012	30-09-2011	30-09-2012	30-09-2011	
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	Income from operations						
	(a) Net sales/Income from operations	13570	11703	11308	25273	21257	41509
	(b) Other operating income	135	94	94	229	170	365
	Total income from operations (net) (a+b)	13705	11797	11402	25502	21427	41874
2	Expenses						
	(a) Direct Cost						
	i) Entertainment Tax	1690	1375	1433	3065	2689	5206
	ii) Exhibition Cost	3932	3255	3259	7187	6080	11995
	iii) Cost of Food & Beverages	758	688	598	1446	1162	2226
	(b) Employee benefits expense	699	667	678	1366	1359	2626
	(c) Property Rent, Conducting Fees & Common Facility Charges	1838	1726	1657	3564	3309	6769
	(d) Depreciation and amortisation expense	517	513	507	1030	1000	2016
	(e) Other expenses	2263	2131	1724	4394	3473	7648
	Total expenses (a to e)	11697	10355	9856	22052	19072	38486
3	Profit/(Loss) from operations before other Income, finance costs and exceptional items (1-2)	2008	1442	1546	3450	2355	3388
4	Other income	65	49	226	114	377	604
5	Profit / (Loss) from ordinary activities before finance costs and exceptional items (3+4)	2073	1491	1772	3564	2732	3992
6	Finance costs	596	580	476	1176	959	1759
7	Profit / (Loss) from ordinary activities after finance costs but before exceptional items (5-6)	1477	911	1296	2388	1773	2233
8	Exceptional items	0	0	0	0	0	(973)
9	Profit / (Loss) from ordinary activities before tax	1477	911	1296	2388	1773	1260
10	Tax expense						
	- Taxation for the year	526	362	386	888	553	386
	- Taxation in respect of earlier years	0	0	0	0	0	(154)
11	Net Profit / (Loss) from ordinary activities after tax (9-10)	951	549	910	1500	1220	1028
12	Extraordinary Items	0	0	0	0	0	0
13	Net Profit / (Loss) for the period (11-12)	951	549	910	1500	1220	1028
14	Paid-up equity share capital (Face Value Rs. 10 per share)	6156	6156	6154	6156	6154	6156
15	Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year						26674
16	Earnings Per Share (of Rs. 10/- each)						
	Basic	1.55	0.89	1.48	2.44	1.98	1.67
	Diluted	1.55	0.89	1.48	2.44	1.98	1.67

PART II						
Sl. No.	Particulars	Quarter Ended			Half year ended	
		30-09-2012	30-06-2012	30-09-2011	30-09-2012	30-09-2011
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
A	PARTICULARS OF SHAREHOLDING					
1	Public shareholding					
	- Number of shares	20692995	20692995	20692995	20692995	20692995
	- Percentage of shareholding	33.43%	33.43%	33.43%	33.43%	33.43%
2	Promoters and Promoter Group Shareholding					
	a) Pledged/Encumbered					
	- Number of shares	NIL	NIL	NIL	NIL	NIL
	- Percentage of shares (as a % of the total shareholding of Promoter and Promoter Group)	NIL	NIL	NIL	NIL	NIL
	- Percentage of shares (as a % of the total share capital of the company)	NIL	NIL	NIL	NIL	NIL
	b) Non-encumbered					
	- Number of Shares	41202553	41202553	41202553	41202553	41202553
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100%	100%	100%	100%	100%
	- Percentage of shares (as a % of the total share capital of the company)	66.57%	66.57%	66.57%	66.57%	66.57%

	Particulars	3 months ended 30/09/2012
B	INVESTOR COMPLAINTS	
	Pending at the beginning of the quarter	NIL
	Received during the quarter	3
	Disposed off during the quarter	3
	Remaining unresolved at the end of the quarter	NIL

UNAUDITED STANDALONE STATEMENT OF ASSETS AND LIABILITIES AS AT 30TH SEPTEMBER 2012.

Rs in Lacs			
	Particulars	As at 30-09-2012 (Unaudited)	As at 31-03-2012 (Audited)
A)	EQUITY AND LIABILITIES		
1	Shareholders' funds		
	(a) Share Capital	6156	6156
	(b) Reserves and Surplus	28174	26673
	Sub-total – Shareholders' funds	34330	32829
2	Share application money pending allotment		
3	Non-current liabilities		
	(a) Long-term borrowings	21298	20798
	(b) Deferred tax liabilities (net)	2457	1941
	(c) Other long-term liabilities	1640	77
	(d) Long-term provisions	226	188
	Sub-total – Non-current liabilities	25621	23004
4	Current liabilities		
	(a) Trade payables	4032	3678
	(b) Other current liabilities	5480	4058
	(c) Short term provisions	806	809
	Sub-total – current liabilities	10318	8545
	TOTAL – EQUITY AND LIABILITIES	70269	64378
B)	ASSETS		
1	Non-current assets		
	(a) Fixed assets	32151	33313
	(b) Capital work-in-progress	7108	2414
	(c) Non-current investments	18395	17925
	(d) Long-term loans and advances	7579	7415
	(e) Other non-current assets	184	192
	Sub-total - Non-current assets	65417	61259
2	Current assets		
	(a) Current investments	702	0
	(b) Inventories	320	312
	(c) Trade receivables	1819	1417
	(d) Cash and cash equivalents	1054	714
	(e) Short-term loans and advances	898	629
	(f) Other current assets	59	47
	Sub-total - Current assets	4852	3119
	TOTAL – ASSETS	70290	64378

Notes

- The above results, reviewed by the Audit Committee, were approved by the Board of Directors at the meeting held on 26th October, 2012. The statutory auditors of the Company have carried out Limited Review of the above results.
- Corresponding figures for previous period/year have been regrouped / recast wherever necessary to correspond to the presentation in the current period/year.
- 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 Company has not charged Rs. 106/198 lakhs to the Statement of Profit and Loss for the quarter / half year ended 30 September 2012 being the Entertainment Tax in respect of such Multiplexes. Corresponding figures for the previous quarter / half year ended 30 September, 2011, and for the year ended 31 March, 2012, are Rs 130 / 233 lakhs and Rs 413 lakhs respectively. Cumulative amount as on 30th September, 2012 is Rs. 2487 lakhs.
- During the year ended 31st March 2012, the levy of service tax on rent of immovable properties 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 these circumstances, the Company has provided for service tax on renting of immovable properties. In the financial statements for the year ended 31st March 2012 the amount of Rs. 973 lakhs being the charge for the period upto 31st March 2011 was shown as an exceptional item.
- 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 the MAT credit entitlement of Rs. 41/274 lakhs for the quarter / half year ended 30 September 2012. Corresponding figures for the previous quarter / half year ended 30 September, 2011, and for the year ended 31st March, 2012, are Rs 276/399 lakhs and Rs 412 lakhs respectively. Cumulative amount as on 30th September, 2012 is Rs. 2277 lakhs
- The remuneration paid to the Manager for the period from 1st April 2010 to 31st March 2011 was 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 had made representations against the rejection of the applications made by the Company. Ministry of Corporate Affairs (MCA) vide its letter dated 31st July, 2012 had informed the Company to obtain Members Special Resolution in favour of the proposal for waiver of recovery of excess remuneration paid to Manager for the entire period from 1st April 2010 to 31st March 2011. Accordingly the Company has obtained the approval of members by passing a Special Resolution by way of postal ballot and the copy of the same has been submitted to MCA and their approval is awaited. The Manager has been re-appointed for the period from 1st October 2011 to 31st March 2013.
- At the meeting of Board of Directors of the Company held on 13 September 2012, the Board has approved the "Composite Scheme of Amalgamation" under Section 391 to 394 of the Companies Act, 1956 for amalgamation of Fame India Limited and its subsidiaries, viz., Fame Motion Pictures Limited, Big Picture Hospitality Services Private Limited and Headstrong Films Private Limited with the Company, subject to the approval of the Scheme by the Bombay High Court, the Gujarat High Court, the stock exchanges, Competition Commission of India, the members of the Company and any other statutory authorities as may be required. Once sanctioned, the Scheme will be effective from the appointed date i.e. 1st April 2012. The Company has filed necessary applications with the Bombay High Court and the Gujarat High Court, after obtaining approvals from the stock exchanges. Pending the necessary approvals, no effect has been given to the said Scheme in the above results.
- In terms of Clause 46A of AS 11 "The Effects of Changes in Foreign Exchange Rates" as inserted by Notification No. G.S.R. 914(E) dated 29th December, 2011 issued by the Ministry of Corporate Affairs, Government of India, the Company has opted to capitalize the exchange differences arising on long term monetary items, in so far they relate to acquisition of depreciable capital assets .Accordingly, such exchange difference (gain) of Rs. 83 lacs for the quarter ended 30th September 2012, has been reduced from the cost of fixed assets. Up to the last year such exchange differences were charged to statement of profit and loss. Due to this change in accounting policy, the profit before tax for the current quarter/six months period ended 30th September 2012, and the carrying amount of fixed assets, are lower by Rs. 83 lacs.
- The Company is primarily engaged in the business of operating and managing multiplexes and cinema theatres which is the only reportable business segment as per Accounting Standard (AS17) – Segment Reporting. Further, all activities of the Company are in India and hence there are no reportable geographical segments.

On behalf of the Board of Directors
For INOX Leisure Limited
Deepak Asher
Director

Place : NOIDA
Date : 26th October, 2012