

**UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED 30<sup>TH</sup> SEPTEMBER, 2009.**

Rs in lakhs

Sr. No	Particulars	3 months ended 30.09.2009 (Unaudited)	3 months ended 30.09.2008 (Unaudited)	Half year ended 30.09.2009 (Unaudited)	Half year ended 30.09.2008 (Unaudited)	Year ended 31.03.2009 (Audited)
1	(a) Net Sales / Income from operations	7038	5957	10467	11137	22469
	(b) Other Operating Income	30	40	52	52	121
	<b>Total Income (a+b)</b>	<b>7068</b>	<b>5997</b>	<b>10519</b>	<b>11190</b>	<b>22590</b>
2	Expenditure					
	a) Entertainment Tax	931	780	1307	1323	2838
	b) Film Distributors Share	1775	1378	2553	2539	5309
	c) Film Distribution Rights & Print Cost Amortised	1	126	8	297	385
	d) Cost of Movie Production	371	0	371	0	0
	e) Cost of Food & Beverages	373	343	578	619	1210
	f) Employees Cost	401	464	823	946	1803
	g) Property Rent & Conducting Fees	750	641	1447	1239	2643
	h) Depreciation (including amortization)	369	307	744	593	1265
	i) Other Expenditure	1259	1420	2404	2660	4898
	j) Total (a to i)	6230	5459	10235	10216	20351
3	Profit from Operations before Other Income, Interest and Exceptional Items (1-2)	838	538	284	974	2239
4	Other Income	15	5	20	150	198
5	Profit before Interest and Exceptional Items (3+4)	853	543	304	1124	2437
6	Interest	96	79	187	167	447
7	Profit after Interest but before Exceptional Items (5-6)	757	464	117	957	1990
8	Exceptional Items	0	0	0	0	0
9	Profit from Ordinary Activities before Tax	757	464	117	957	1990
10	Tax expense – see note 6 below	227	137	(12)	261	(444)
11	Net Profit from Ordinary Activities after tax (9-10)	530	327	129	696	2434
12	Extraordinary Items (net of tax expense)	0	0	0	0	0
13	Net profit for the period (11-12)	530	327	129	696	2434
14	Paid-up equity share capital (Face Value Rs. 10 per share)	6148	6147	6148	6147	6147
15	Reserve excluding Revaluation Reserves (as per balance sheet of previous accounting year)					22215
16	Earnings Per Share (EPS) (In Rs.)					
	Basic EPS	0.86	0.26	0.21	0.56	3.96
	Diluted EPS	0.86	0.26	0.21	0.56	3.96
17	Public Shareholding					
	- Number of shares	21289658	22295548	21289658	22295548	21783915
	- Percentage of shareholding	34.40%	36.02%	34.40%	36.02%	35.19%
18	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	40605890	39600000	40605890	39600000	40111633
	- 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)	65.60%	63.98%	65.60%	63.98%	64.81%

**SEGMENT WISE REVENUE, RESULTS AND CAPITAL EMPLOYED FOR THE QUARTER AND HALF YEAR ENDED 30TH SEPTEMBER, 2009.**

Rs in lakhs

Sr. No	Particulars	3 months ended 30.09.2009 (Unaudited)	3 months ended 30.09.2008 (Unaudited)	Half year ended 30.09.2009 (Unaudited)	Half year ended 30.09.2008 (Unaudited)	Year ended 31.03.2008 (Audited)
[I]	<b>Segment Revenue</b>					
i	Multiplexes	6667	5986	10111	11157	22517
ii	Film Distribution	8	24	18	138	152
iii	Film Production	400	0	400	0	0
iv	Power	50	21	89	73	120
v	Un-allocable and Corporate	2	11	4	143	151
	<b>Total Segment Revenue</b>	<b>7127</b>	<b>6042</b>	<b>10622</b>	<b>11511</b>	<b>22940</b>
	Less: Inter Segment Revenue	44	40	83	171	152
	<b>Total External Revenue</b>	<b>7083</b>	<b>6002</b>	<b>10539</b>	<b>11340</b>	<b>22788</b>
[II]	<b>Segment Result</b>					
i	Multiplexes	755	650	197	1134	2509
ii	Film Distribution	31	(117)	15	(195)	(286)
iii	Film Production	29	0	29	0	0
iv	Power	36	0	60	42	63
	<b>Total Segment Result</b>	<b>851</b>	<b>533</b>	<b>301</b>	<b>981</b>	<b>2286</b>
	Add: Un-allocable Income	1	11	3	143	151
	Less: Interest expenses	95	80	187	167	447
	<b>Total Profit Before Tax</b>	<b>757</b>	<b>464</b>	<b>117</b>	<b>957</b>	<b>1990</b>
[III]	<b>Segment Capital Employed (Segment Assets- Segment Liabilities)</b>					
i	Multiplexes	33358	31100	33358	31100	32444
ii	Film Distribution	45	217	45	217	309
iii	Film Production	0	0	0	0	290
iv	Power	692	817	692	817	699
v	Un-allocable and corporate	(5486)	(5382)	(5486)	(5382)	(5278)
	<b>Total</b>	<b>28609</b>	<b>26752</b>	<b>28609</b>	<b>26752</b>	<b>28465</b>

**Notes**

- The above results, reviewed by the Audit Committee, were taken on record at the meeting of the Board of Directors held on 27<sup>th</sup> October, 2009 and have undergone "Limited Review" by the Statutory Auditors of the Company.
- Corresponding figures for previous period / year have been regrouped / recast wherever necessary to correspond to current period / year classification.
- The Entertainment Tax exemption in respect of some of the multiplexes of the Company have been accounted on the basis of eligibility criteria as laid down in the respective Schemes, but is subject to final Government Orders. On the basis of documents regarding entitlements, including provisional orders where available, the Company has not charged Rs. 78.07 / 101.90 lakhs to the Profit and Loss Account for the quarter / half year ended 30<sup>th</sup> September 2009 being the Entertainment Tax of such Multiplexes. Corresponding figures for the previous quarter / half year ended 30<sup>th</sup> September, 2008, and for the year ended 31<sup>st</sup> March, 2009, are Rs 54.23 / 103.91 lakhs and Rs 216.68 lakhs respectively.
- In respect of the Multiplex Cinema Theatre at Vadodara, the issues in respect of the eligibility for exemption from payment of entertainment tax and the method of computing the exemption availed, have been decided in favour of the Company by the Honourable High Court of Gujarat vide its order dated 26<sup>th</sup> June, 2009. Pending receipt of final eligibility certificate the figures indicated in the above note include the figures pertaining to the said Multiplex.
- There were no investors' complaints pending at the beginning of the quarter. The Company received 7 complaints during the quarter. The Company has disposed all 7 complaints and there were no complaints outstanding at the end of the quarter.
- In the appellate proceedings before the Commissioner of Income-tax (Appeals) for the Assessment Year 2003-04, 2004-05 and 2005-06, the Company's contention, that the amount of entertainment tax exemption to which it is entitled to, is a capital receipt, has been accepted. Accordingly, treating the amount of entertainment tax exemption amounts as a capital receipt in respect of multiplexes in those States covered by the above orders, the Company has recomputed its current tax liability and deferred tax liability, and credited an amount of Rs. 1022.62 lakhs in the Profit and Loss Account as "Taxation in respect of Earlier Years" during the year ended 31<sup>st</sup> March 2009. Provision for tax for the year ended 31<sup>st</sup> March 2009 and for the quarter and half year ended 30<sup>th</sup> September 2009 is also made on the same basis.
- The Honorable Delhi Court, vide judgment dated 18<sup>th</sup> April 2009 in the case of Home Solution Retail India Ltd. & Others v. Union of India, has held that renting of immovable property by itself is not a service and accordingly the levy of service tax on activity of renting immovable property is 'ultra vires' the Finance Act, 1994. In view of this judgment, the service tax on renting of immovable property has not been charged to the Profit and Loss Account during the year ended 31<sup>st</sup> March 2009 and for the quarter and half year ended 30<sup>th</sup> September 2009.
- During the year ended 31<sup>st</sup> March 2009, in view of Circular No. CBEC No. 137/72/2008-CX dated 21<sup>st</sup> November 2008 issued by the Central Board of Excise and Customs, the Company had taken credit for unutilized accumulated amount of service tax credit as on 31<sup>st</sup> March 2008 amounting to Rs. 321.22 lakhs. Other Expenditure for the year ended 31<sup>st</sup> March 2009 is net of such credit.
- The amount of Entertainment Tax for the Quarter Ended 30th September, 2009 includes Rs.101.49 lakhs for prior period.

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

**Place : Mumbai  
Date : 27<sup>th</sup> October, 2009**