

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED 30TH SEPTEMBER, 2011

						Rs in lakhs
Sr. No	Particulars	Quarter ended 30 Sept 2011 (Unaudited)	Quarter ended 30 Sept 2010 (Unaudited)	Half year ended 30 Sept 2011 (Unaudited)	Half year ended 30 Sept 2010 (Unaudited)	Year ended 31 st Mar, 2011 (Audited)
1	(a) Net Sales / Income from operations	11310	8832	21260	16823	33461
	(b) Other Operating Income	92	72	171	117	271
	Total Income (a+b)	11402	8904	21431	16940	33732
2	Expenditure					
	(a) Direct Cost					
	I) Entertainment Tax	1433	1215	2689	2222	4483
	ii) Film Distributors Share	3144	2458	5866	4682	9148
	iii) Cost of Food & Beverages	598	477	1162	935	1775
	(b) Employees Cost	677	575	1358	1166	2317
	(c) Property Rent, Conducting Fees & Common Facility Charges	1657	1405	3309	2710	5857
	d) Depreciations (including amortization)	507	446	1000	890	1883
	e) Other Expenditure (Refer Note 3)	1842	1628	3695	2876	6332
	Total (a) to (e)	9858	8204	19079	15481	31795
3	Profit from Operations before Other Income, Interest and Exceptional Items (1-2)	1544	700	2352	1459	1937
4	Other Income	226	119	377	217	505
5	Profit before Interest and Exceptional Items (3+4)	1770	819	2729	1676	2442
6	Interest	474	354	956	695	1521
7	Profit after Interest but before Exceptional Items (5-6)	1296	465	1773	981	921
8	Exceptional Items	0	0	0	0	0
9	Profit from Ordinary Activities before Tax	1296	465	1773	981	921
10	Tax expense					
	- Provision for taxation for the year	386	133	553	297	218
	- Taxation in respect of earlier periods	0	0	0	0	7
11	Net Profit from Ordinary Activities after tax (9-10)	910	332	1220	684	696
12	Extraordinary Items (net of tax expense)	0	0	0	0	0
13	Net profit for the period (11-12)	910	332	1220	684	696
14	Paid-up equity share capital (Face Value Rs. 10 per share)	6154	6152	6154	6152	6154
15	Reserve excluding Revaluation Reserves (as per last balance sheet)					25624
16	Earnings Per Share (EPS) (In Rs.) – (not annualised)					
	Basic EPS	1.48	0.54	1.98	1.11	1.13
	Diluted EPS	1.48	0.54	1.98	1.11	1.13
17	Public Shareholding					
	- Number of shares	20692995	21116009	20692995	21116009	21066581
	- Percentage of shareholding	33.43%	34.12%	33.43%	34.12%	34.04%
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	41202553	40779539	41202553	40779539	40828967
	- 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%	65.88%	66.57%	65.88%	65.96%

SEGMENT WISE REVENUE, RESULTS AND CAPITAL EMPLOYED FOR THE QUARTER AND HALF YEAR ENDED 30TH SEPTEMBER, 2011.

						Rs in lakhs
Sr. No	Particulars	Quarter ended 30 Sept 2011 (Unaudited)	Quarter ended 30 Sept 2010 (Unaudited)	Half year ended 30 Sept 2011 (Unaudited)	Half year ended 30 Sept 2010 (Unaudited)	Year ended 31 st Mar, 2011 (Audited)
[I]	Segment Revenue					
i	Theatrical Exhibition	11447	8928	21470	16967	33811
ii	Film Distribution	0	0	0	1	1
iii	Power	41	32	85	72	107
iv	Un-allocable and Corporate	177	93	327	183	419
	Total Revenue	11665	9053	21882	17223	34338
	Less: Inter Segment Revenue - Power	37	29	74	66	101
	Total External Revenue	11628	9024	21808	17157	34237
[II]	Segment Result					
i	Theatrical Exhibition	1566	712	2346	1454	1979
ii	Film Distribution	0	(2)	0	(3)	(4)
iii	Power	27	16	56	42	48
	Total Segment Result	1593	726	2402	1493	2023
	Add: Un-allocable Income	177	93	327	183	419
	Less: Interest expenses	474	354	956	695	1521
	Total Profit Before Tax	1296	465	1773	981	921
[III]	Segment Capital Employed (Segment Assets- Segment Liabilities)					
i	Theatrical Exhibition	39436	37098	39436	37098	42871
ii	Film Distribution	25	51	25	51	25
iii	Power	619	667	619	667	619
iv	Un-allocable and corporate	(7057)	(6028)	(7057)	(6028)	(11711)
	Total	33023	31788	33023	31788	31804

STATEMENT OF ASSETS & LIABILITIES AS AT 30TH SEPTEMBER, 2011.

						Rs in lakhs
Sr. No	Particulars	As At 30 Sept 2011 (Unaudited)	As At 30 Sept 2010 (Unaudited)	As At 31 Mar, 2011 (Audited)		
A)	Shareholders' Funds					
	(a) Capital	6154	6152	6154		
	(b) Employee Stock Options Outstanding	21	55	25		
	(c) Reserves and Surplus	26848	25581	25625		
B)	Loan Funds	20160	20282	21394		
C)	Deferred Tax Liability	2263	1830	1745		
	Total	55446	53900	54943		
A)	Fixed Assets (including capital work-in-progress, capital advances and pre-operative expenditure pending allocation)	34773	34547	34899		
B)	Investments	12555	8317	8536		
C)	Current Assets, Loans and Advances					
	(a) Inventories	296	247	262		
	(b) Sundry Debtors	1310	908	1270		
	(c) Cash and Bank Balances	1863	6953	1733		
	(d) Other Current Assets	24	48	93		
	(e) Loans and Advances	9509	7134	12545		
	Total (a to e)	13002	15290	15903		
D)	Less : Current Liabilities and Provisions					
	(a) Current Liabilities	4500	3907	4064		
	(b) Provisions	384	347	331		
	Total (a to b)	4884	4254	4395		
	Net Current Assets	8118	11036	11508		
	Total	55446	53900	54943		

Notes

- The above results, reviewed by the Audit Committee, were taken on record at the meeting of the Board of Directors held on 18th October, 2011. 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 current period / year classification.
- The figures for the current period are not directly comparable with those of the previous period since service tax on rentals upto 31st March 2010 of Rs. 613 lakhs was reversed during the half year ended 30th September 2010.
- 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. 130/233 lakhs to the Profit and Loss Account for the quarter / half year ended 30 September 2011 being the Entertainment Tax in respect of such Multiplexes. Corresponding figures for the previous quarter / half year ended 30 September, 2010, and for the year ended 31 March, 2011, are Rs 88 / 159 lakhs and Rs 305 lakhs respectively. Cumulative amount as on 30th September, 2011 is Rs. 2826 lakhs.
- The Company has challenged Service Tax payable on Renting of Immovable Property before various Hon'ble High Courts, of which Hon'ble High Court of Mumbai and Delhi have upheld the levy, vide Orders delivered on 4 August 2011 and 23 September 2011 respectively. The Company has preferred a Special Leave Petition (SLP) before Hon'ble Supreme Court against the Order of Hon'ble High Court of Mumbai which is listed for hearing on 21 October 2011 and is in process of preferring a similar SLP against the Order of Hon'ble High Court of Delhi. Pending the final outcome of the petition, no provision of Service Tax payable on Renting of Immovable Property has been made and provision, if any, will be recognised after the matter is finally decided. The amount relating to Service Tax on Renting of Immovable Property, if held payable, for the quarter / half year ended 30 September 2011 is Rs. 122 / 245 lakhs. Corresponding figures for the previous quarter / half year ended 30 September, 2010, and for the year ended 31st March, 2011, are Rs 109/199 lakhs and Rs 424 lakhs respectively. Cumulative amount as on 30 September, 2011 is Rs. 1229 lakhs.
- 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 and is consequently for Minimum Alternate Tax payable on book profits which is entitled to be carried forward and utilized in subsequent years. In the opinion of management, on the basis of projections and estimates of future taxable income, 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. 276/399 lakhs for the quarter / half year ended 30 September 2011. Corresponding figures for the previous quarter / half year ended 30 September, 2010, and for the year ended 31st March, 2011, are Rs 110/228 lakhs and Rs 293 lakhs respectively. Cumulative amount as on 30th September, 2011 is Rs. 1990 lakhs
- The remuneration paid to the Manager of the Company is in excess of the limits of Section 198 and 387 read with Schedule XIII to the Companies Act, 1956 to the extent of Rs. 20 lakhs for the year ended 31st March 2011 and Rs. 16 lakhs for the half year ended 30th September, 2011, and requires approval of the Central Government. The Company has applied to the Central Government for approval of the said remuneration.
- There were no investors' complaints pending at the beginning of the quarter. The Company has not received any complaints during the quarter.

**On behalf of the Board of Directors
For INOX Leisure Limited**

Place : Mumbai
Date :18th October, 2011

**Deepak Asher
Director**