

## UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30 JUNE 2005

Rs in lacs

STANDALONE				
SR. NO.	PARTICULARS	PERIOD	PERIOD	YEAR
		(UNAUDITED)	(UNAUDITE	(AUDITED)
		01.04.09 to 30.06.09	01.04.08 to 30.06.08	01.04.08 to 31.03.09
1	INCOME			
a)	Net sales / income from operations	4,994.21	18,379.15	48,001.14
b)	Other operational income	98.88	140.25	525.58
	Total income	5,093.09	18,519.40	48,526.72
2	EXPENDITURE			
a)	Increase / (Decrease) in stock	8.93	(36.13)	(326.67)
b)	Purchase of raw material including traded goods	738.78	1,279.56	5,263.56
c)	Personnel Cost	1,256.15	2,501.30	5,645.72
d)	Distributors share	911.99	1,950.57	5,992.30
e)	Other Direct operational expenses	855.01	3,688.54	4,823.65
f)	Depreciation	1,211.96	1,217.93	2,891.81
g)	Amortisation	13.84	3,389.53	8,570.51
h)	Rent	1,608.63	1,719.06	6,440.64
i)	Other expenditure	2,959.46	2,925.46	12,462.24
	Total expenditure	9,564.75	18,635.82	51,763.76
3	(Loss) from Operations before Other Income, Interest & Exceptional items	(4,471.66)	(116.42)	(3,237.04)
4	Other Income	189.60	2,430.57	6,555.99
5	Profit before Interest & Exceptional items	(4,282.06)	2,314.15	3,318.95
6	Interest expense and finance charges (net)	2,328.41	2,130.35	6,274.76
7	(Loss) / Profit after Interest but before exceptional items	(6,610.47)	183.80	(2,955.81)
8	Exceptional items	-	-	-
9	(Loss) / Profit from Ordinary Activities before tax	(6,610.47)	183.80	(2,955.81)
10	Tax expense	-	68.47	16.71
11	Net (Loss) / Profit from Ordinary Activities after tax	(6,610.47)	115.33	(2,972.52)
12	Extraordinary items (Net of tax expenses)	-	-	-
13	Net (Loss) / profit for the period	(6,610.47)	115.33	(2,972.52)
14	Paid-up equity capital (face value Rs.5/- per share)	2,306.31	2,306.31	2,306.31
15	Reserves excluding revaluation reserves			51,935.61
16	Earning per share for the period before extra-ordinary items (in Rupees)			
	Basic	(14.33)	0.25	(6.44)
	Diluted	(14.33)	0.24	(6.44)
17	Earning per share for the period after extra-ordinary items (in Rupees)			
	Basic	(14.33)	0.25	(6.44)
	Diluted	(14.33)	0.24	(6.44)
18	Public Shareholding			
	- Number of Shares	17,771,170	19,471,170	17,771,170
	- Percentage of Shareholding	38.53	42.21	38.53
19	Promoters and Promoter Group Shareholding			
a)	Pledged / Encumbered			
	- Number of Shares	Nil	NA	Nil
	- Percentage of Shars (as a % of the total shareholding of promoter and promoter group)	NA	NA	NA
	- Percentage of Shars (as a % of the total share capital of the Company)	NA	NA	NA
b)	Non-encumbered			
	- Number of Shares	28,355,000	NA	28,355,000
	- Percentage of Shars (as a % of the total shareholding of promoter and promoter group)	100.00	NA	100.00
	- Percentage of Shars (as a % of the total share capital of the Company)	61.47	NA	61.47

**SEGMENT WISE REVENUE, RESULTS AND CAPITAL EMPLOYED FOR THE QUARTER ENDED 30 JUNE 2009**

**Rs in lacs**

<b>STANDALONE</b>			
<b>PARTICULARS</b>	<b>PERIOD</b>	<b>PERIOD</b>	<b>YEAR</b>
	<b>(UNAUDITED)</b>	<b>(UNAUDITED)</b>	<b>(AUDITED)</b>
	<b>01.04.09 to 30.06.09</b>	<b>01.04.08 to 30.06.08</b>	<b>01.04.08 to 31.03.09</b>
<b>Segment Revenue</b>			
Film Facilities	1,788.69	3,026.99	11,122.28
Theatrical exhibition	3,172.63	4,981.83	22,480.48
Film production and distribution	172.36	5,267.00	15,458.12
Radio Business (Refer note 2)	-	5,086.75	-
Others (Refer note 2)	-	336.90	-
	5,133.68	18,699.47	49,060.88
Less: Inter Segment Revenue	40.59	180.07	534.16
Net Sales/Income from Operations	5,093.09	18,519.40	48,526.72
Add: Others (unallocated)	189.60	2,430.57	6,555.99
<b>Total Income</b>	<b>5,282.69</b>	<b>20,949.97</b>	<b>55,082.71</b>
<b>Segment Results ( Profit / ( Loss ) before interest and tax )</b>			
Film Facilities	75.01	1,004.58	4,463.49
Theatrical exhibition	(2,620.26)	16.14	(3,400.85)
Film production and distribution	133.36	828.24	3,621.87
Radio Business (Refer note 2)	-	(858.88)	-
Others (Refer note 2)	-	(176.43)	-
Total Segment Results	(2,411.89)	813.65	4,684.51
Interest expense and finance charges			
Less: (net)	2,328.41	2,130.35	6,274.76
Other Unallocable income net off unallocable expenses	(1,870.17)	1,500.50	(1,365.56)
<b>Total Profit before Tax</b>	<b>(6,610.47)</b>	<b>183.80</b>	<b>(2,955.81)</b>
<b>Capital Employed ( Segment assets less segment liabilities )</b>			
Film Facilities	28,844.78	14,910.32	25,956.58
Theatrical exhibition	80,131.12	51,710.60	75,924.83
Film production and distribution	11,311.16	24,802.22	14,965.82
Radio Business (Refer note 2)	-	34,785.61	-
Others (Refer note 2)	-	3,343.03	-
Unallocated	(72,938.92)	(61,834.23)	(62,605.31)
<b>Total</b>	<b>47,348.14</b>	<b>67,717.55</b>	<b>54,241.92</b>

- The financial results of the Company for the quarter ended 30 June 2009 have been reviewed by the audit committee, approved by the Board of Directors at the meeting held on 31 July 2009 and have been subject to limited review by the Statutory auditors of the Company. The above financials pertain to the Adlabs Films Limited as a standalone entity.
- The Honourable High Court of Judicature at Bombay has sanctioned a scheme for de-merger of the Radio Division of the Company to Reliance Media World Limited (formerly known as Reliance Unicom Limited ) with effect from 1 April 2008. The Honourable High Court of Judicature at Bombay has also sanctioned a scheme of amalgamation of wholly owned subsidiaries of the Company with itself with effect from 1 April 2008. The results of the comparative quarter do not consider the effect of the demerger of the Radio Division and the merger of wholly owned subsidiaries with the Company. Hence the results of the current quarter are strictly not comparable with the results for the quarter ended 30 June 2008.
- Provision for taxes has been made considering the provisions of Finance Bill No. 2 of 2009
- There were no complaints from the investors pending at the beginning of the quarter. The Company received 4 complaints and resolved these complaints during the quarter and consequently there are no complaints pending at the end of the quarter.
- The Company has opted to publish consolidated financial results from the quarter ending 30 June 2008.

- 6 During the financial period ended 31 March 2008, the Company re-classified the liability towards Foreign Currency Convertible Bonds ('FCCB') as non-monetary liability inter-alia on the basis of the trend of earnings, movement of the Company's share prices and conversion option exercised by the FCCB holders. The Company continues to classify the liability towards FCCB as a non-monetary liability as in its view the current fall in the market price of the Company's share price and non-conversion by bond holders is a temporary aberration. Consequently, the foreign exchange fluctuation (gain) / loss for the quarter ended 30 June 2009 aggregating to Rs (118.31) lacs (2008: Rs. 1,011.71 lacs) has not been recognised by management. Cumulative loss not recognized due to classification of FCCB as a non-monetary liability is Rs. 2,872.12 lacs in respect of outstanding FCCB's. Unrecognized losses on FCCB's which were converted into equity shares in earlier periods is Rs. 2,199.50 lacs.
- 7 The Company has acquired 100% stake in AAA Digital Imaging Private Limited, a company engaged in digital restoration of content and other allied processing activities with effect from 4 May 2009.
- 8 Figures for the previous quarter / year have been regrouped / rearranged to conform to current quarters presentation.

Place: Mumbai

**For ADLABS FILMS LTD**

Date: 31 July 2009

**Director**

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30 JUNE 2009

(Rs. in lacs)

CONSOLIDATED				
SR. NO.	PARTICULARS	PERIOD (UNAUDITED)	PERIOD (UNAUDITED)	YEAR (AUDITED)
		01.04.09 to 30.06.09	01.04.08 to 30.06.08	01.04.08 to 31.03.09
1	INCOME			
a)	Net sales / income from operations	10,341.08	22,715.43	65,593.05
b)	Other operational income	138.57	181.77	647.31
	Total income	10,479.65	22,897.20	66,240.36
2	EXPENDITURE			
a)	Increase / (Decrease) in stock	(199.47)	(63.09)	70.80
b)	Purchase of raw material including traded goods	1,183.02	1,170.92	5,587.82
c)	Personnel Cost	2,818.93	3,004.18	10,147.75
d)	Distributors share	2,182.60	4,211.93	8,758.09
e)	Other Direct operational expenses	1,346.89	3,766.53	9,451.42
f)	Depreciation	1,763.73	1,342.38	3,808.11
g)	Amortisation	14.97	3,389.53	8,880.99
h)	Rent	2,635.23	4,407.14	9,672.07
i)	Other expenditure	3,046.38	1,452.17	15,553.67
	Total expenditure	14,792.28	22,681.69	71,930.72
3	(Loss) / Profit from Operations before Other Income, Interest & Exceptional items	(4,312.63)	215.51	(5,690.36)
4	Other Income	346.72	2,461.38	7,092.89
5	Profit before Interest & Exceptional items	(3,965.91)	2,676.89	1,402.53
6	Interest expense and finance charges (net)	2,456.85	2,130.90	6,360.27
7	(Loss) / Profit after Interest but before exceptional items	(6,422.76)	545.99	(4,957.74)
8	Exceptional items	-	-	-
9	(Loss) / Profit from Ordinary Activities before tax	(6,422.76)	545.99	(4,957.74)
10	Tax expense	37.16	207.26	501.89
11	Net (Loss) / Profit from Ordinary Activities after tax	(6,459.92)	338.73	(5,459.63)
12	Extraordinary items (Net of tax expenses)	-	-	-
13	(Loss) / Profit before minority interest	(6,459.92)	338.73	(5,459.63)
14	Minority Interest	(90.34)	106.35	(322.12)
15	Net (Loss) / Profit for the period	(6,369.58)	232.38	(5,137.51)
16	Paid-up equity capital (face value Rs.5/-per share)	2,306.31	2,306.31	2,306.31
17	Reserves excluding revaluation reserves			50,114.26
18	Earning per share for the period before extra-ordinary items (in Rupees)			
	Basic	(13.81)	0.50	(11.33)
	Diluted	(13.81)	0.48	(11.33)
19	Earning per share for the period after extra-ordinary items (in Rupees)			
	Basic	(13.81)	0.50	(11.33)
	Diluted	(13.81)	0.48	(11.33)
20	Public Shareholding			
	- Number of Shares	17,771,170	19,471,170	17,771,170
	- Percentage of Shareholding	38.53	42.21	38.53
21	Promoters and Promoter Group Shareholding			
a)	Pledged / Encumbered			
	- Number of Shares	Nil	NA	Nil
	- Percentage of Shars (as a % of the total shareholding of promoter and promoter group)	NA	NA	NA
	- Percentage of Shars (as a % of the total share capital of the Company)	NA	NA	NA
b)	Non-encumbered			
	- Number of Shares	28,355,000	NA	28,355,000
	- Percentage of Shars (as a % of the total shareholding of promoter and promoter group)	100.00	NA	100.00
	- Percentage of Shars (as a % of the total share capital of the Company)	61.47	NA	61.47

**SEGMENT WISE REVENUE, RESULTS AND CAPITAL EMPLOYED FOR THE QUARTER ENDED  
30 JUNE 2009**

(Rs. in lacs)

<b>CONSOLIDATED</b>			
<b>PARTICULARS</b>	<b>PERIOD (UNAUDITED)</b>	<b>PERIOD (UNAUDITED)</b>	<b>YEAR (AUDITED)</b>
	<b>01.04.09 to 30.06.09</b>	<b>01.04.08 to 30.06.08</b>	<b>01.04.08 to 31.03.09</b>
<b>Segment Revenue</b>			
Film Facilities	2,888.88	2,990.88	13,497.99
Theatrical exhibition	7,087.27	7,768.62	34,474.69
Film production and distributor	708.07	6,930.24	21,164.82
Radio Business (Refer note 2)	-	5,086.75	-
Others (Refer note 2)	-	336.90	-
	10,684.22	23,113.39	69,137.50
Less: Inter Segment Revenue	204.57	216.19	2,897.14
Net Sales/Income from Operations	10,479.65	22,897.20	66,240.36
Add: Others (unallocated)	346.72	2,461.38	7,092.89
<b>Total Income</b>	<b>10,826.37</b>	<b>25,358.58</b>	<b>73,333.25</b>
<b>Segment Results ( Profit / ( Loss ) before interest and tax )</b>			
Film Facilities	150.77	1,004.58	4,339.24
Theatrical exhibition	(2,988.79)	84.66	(4,545.63)
Film production and distributor	128.01	1,091.64	3,216.39
Radio Business (Refer note 2)	-	(858.88)	-
Others (Refer note 2)	-	(176.43)	-
Total Segment Results	(2,710.01)	1,145.57	3,010.00
Less: Interest expense and finance charges (net)	2,456.85	2,130.90	6,360.27
Other Unallocable income net off unallocable expenses	(1,255.90)	1,531.32	(1,607.47)
<b>Total Profit before Tax</b>	<b>(6,422.76)</b>	<b>545.99</b>	<b>(4,957.74)</b>
<b>Capital Employed (Segment assets less segment liabilities)</b>			
Film Facilities	33,335.00	14,888.37	28,186.73
Theatrical exhibition	103,174.64	57,980.93	97,347.02
Film production and distributor	11,321.10	26,477.18	15,470.53
Radio Business (Refer note 2)	-	34,785.61	-
Others (Refer note 2)	-	3,343.03	-
Unallocated	(102,090.33)	(67,630.05)	(88,583.71)
<b>Total</b>	<b>45,740.41</b>	<b>69,845.07</b>	<b>52,420.57</b>

- The consolidated financial results of the Company for the quarter ended 30 June 2009 have been reviewed by the audit committee, approved by the Board of Directors at the meeting held on 31 July 2009. The above financials pertain to the Adlabs Films Limited and its subsidiaries, joint ventures and associates.
- The Honourable High Court of Judicature at Bombay has sanctioned a scheme for de-merger of the Radio Division of the Company to Reliance Media World Limited (formerly known as Reliance Unicom Limited ) with effect from 1 April 2008. The Honourable High Court of Judicature at Bombay has also sanctioned a scheme of amalgamation of wholly owned subsidiaries of the Company with itself with effect from 1 April 2008. The results of the comparative quarter do not consider the effect of the demerger of the Radio Division and the merger of wholly owned subsidiaries with the Company. Hence the results of the current quarter are strictly not comparable with the results for the quarter ended 30 June 2008.
- Provision for taxes has been made considering the provisions of Finance Bill No. 2 of 2009.
- The Company has opted to publish consolidated financial results from the quarter ending 30 June 2008. Standalone financial results for the quarter ended 30 June 2009 can be viewed on the website of the Company National Stock Exchange of India Limited and Bombay Stock Exchange Limited at [www.adlabsfilms.com](http://www.adlabsfilms.com), [www.nseindia.com](http://www.nseindia.com) and [www.bseindia.com](http://www.bseindia.com) respectively.
- There were no complaints from the investors pending at the beginning of the quarter. The Company received 4 complaints and resolved these complaints during the quarter and consequently there are no complaints pending at the end of the quarter.

- 6 During the financial period ended 31 March 2008, the Company re-classified the liability towards Foreign Currency Convertible Bonds ('FCCB') as non-monetary liability inter-alia on the basis of the trend of earnings, movement of the Company's share prices and conversion option exercised by the FCCB holders. The Company continues to classify the liability towards FCCB as a non-monetary liability as in its view the current fall in the market price of the Company's share price and non-conversion by bond holders is a temporary aberration. Consequently, the foreign exchange fluctuation (gain) / loss for the quarter ended 30 June 2009 aggregating to Rs (118.31) lacs (2009: Rs. 1,011.71 lacs) has not been recognised by management. Cumulative loss not recognized due to classification of FCCB as a non-monetary liability is Rs. 2,872.12 lacs in respect of outstanding FCCB's. Unrecognized losses on FCCB's which were converted into equity shares in earlier periods is Rs. 2,199.50 lacs.
- 7 The Company has acquired 100% stake in AAA Digital Imaging Private Limited, a company engaged in digital restoration of content and other allied processing activities with effect from 4 May 2009
- 8 Figures for the previous quarter / year have been regrouped / rearranged to conform to current quarters presentation.

Place: Mumbai

**For ADLABS FILMS LTD**

**Director**

Date: 31 July 2009