

May 27, 2014

To,
The Secretary
BSE Limited
P J Towers,
Dalal Street,
Mumbai - 400 001
Scrip Code: 532706

The Manager
National Stock Exchange of India Limited
Exchange Plaza, 5 Floor,
Bandra-Kurla Complex,
Bandra (East), Mumbai - 400 051
Scrip Code: INOXLEISUR

Dear Sir / Madam,

Sub: Audited Financial Results for the year ended 31st March 2014, as per Clause 41 of the Listing Agreement.

Pursuant to Clause 41 of the Listing Agreement, enclosed Audited Financial Results for the year ended 31st March 2014, have been taken on record by the Board of Directors of the Company at its meeting held today.

Please find the same in order.

Thanking you.

Yours faithfully,
For Inox Leisure Limited

M. Bahuva
Miket Shashikant Bahuva
Deputy Company Secretary
& Senior Manager - Legal

Encl: as above



AUDITED FINANCIAL RESULTS FOR THE YEAR ENDED 31ST MARCH, 2014

Part I						
Statement of Audited Results for the year ended 31st March, 2014						
(Rs in lakhs)						
	Particulars	Quarter Ended			Year Ended	
		31-03-2014	31-12-2013	31-03-2013	31-03-2014	31-03-2013
		(Audited- Refer Note -9)	(Unaudited)	(Audited- Refer Note -9)	(Audited)	(Audited)
1	Income from operations					
	(a) Net sales/Income from operations	17938	20037	15423	82731	74931
	(b) Other operating income	892	1390	1636	4152	1598
	Total income from operations (a+b)	18830	21427	17059	86883	76529
2	Expenses					
	(a) Direct Cost					
	i) Entertainment tax	2212	2531	2169	10607	10204
	ii) Exhibition cost	4636	5448	4523	22349	20994
	iii) Cost of food and beverages	923	1061	861	4664	4259
	(b) Employee benefits expense	1233	1390	1085	4957	4269
	(c) Property rent, conducting fees and common facility charges	3564	3458	3142	13722	11790
	(d) Depreciation and amortisation expense	1276	1300	1209	5069	4308
	(e) Other expenses	4634	4848	4629	18388	15211
	Total expenses (a) to (e)	18478	20036	17618	79756	71035
3	Profit / (loss) from operations before Other income, Finance costs and Exceptional items (1-2)	352	1391	(559)	7127	5494
4	Other income	607	155	129	894	362
5	Profit / (loss) from ordinary activities before Finance costs and Exceptional items (3+4)	959	1546	(430)	8021	5856
6	Finance costs	620	662	714	2763	2670
7	Profit / (loss) from ordinary activities after Finance costs but before Exceptional items (5-6)	339	884	(1144)	5258	3186
8	Exceptional items (Refer Note 4)	(39)	0	(30)	(39)	(250)
9	Profit / (loss) from ordinary activities before tax	300	884	(1174)	5219	2936



10	Tax expense					
	- Taxation for the year/period	136	237	(180)	1515	1275
	- Taxation in respect of earlier years	11	0	0	11	(184)
11	Net Profit / (loss) from ordinary activities after tax (9-10)	153	647	(994)	3693	1845
12	Extra ordinary items	0	0	0	0	0
13	Net Profit / (loss) for the period (11+12)	153	647	(994)	3693	1845
14	Paid-up equity share capital (Face Value Rs. 10 per share)	9614	9614	6156	9614	6156
15	Reserve excluding Revaluation Reserves				29475	22846
16	Earnings Per Share (of Rs. 10 each)					
	(a) Basic	0.20	0.85	(1.39)	4.85	2.57
	(b) Diluted	0.20	0.85	(1.39)	4.85	2.57

See accompanying notes to the financial results

PART II
Select Information for the year ended 31st March, 2014

A PARTICULARS OF SHAREHOLDING		Quarter Ended			Year Ended	
Sl. No	Particulars	31-03-2014	31-12-2013	31-03-2013	31-03-2014	31-03-2013
		(Audited)	(Unaudited)	((Audited)	(Audited)	(Audited)
1	Public shareholding (see note below)					
	- Number of shares	49483826	49483826	20692995	49483826	20692995
	- Percentage of shareholding	51.30%	51.30%	33.43%	51.30%	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	46973928	46973928	41202553	46973928	41202553





INOX LEISURE LIMITED

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

- 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)	48.70%	48.70%	66.57%	48.70%	66.57%

Note: Public shareholding includes:

Sl. No	Particulars	Quarter Ended			Year Ended	
		31-03-2014	31-12-2013	31-03-2013	31-03-2014	31-03-2013
	Shares held by Inox Benefit Trust exclusively for the benefit of Inox Leisure Limited (see note no. 2 below)	1,99,31,570	1,99,31,570	Nil	1,99,31,570	Nil
	Shares held by ESOP Trust not yet allotted to employees	3,11,580	3,21,955	3,33,157	3,11,580	3,33,157

	Particulars	3 months ended 31-03-2014
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

STATEMENT OF ASSETS AND LIABILITIES

Rs in lakhs

	Particulars	As at 31/03/2014	As at 31/03/2013
A)	EQUITY AND LIABILITIES		
1	Shareholders' funds		
	(a) Share capital	9615	6156
	(b) Share capital to be issued (Refer Note 2)	0	3456
	(c) Reserves and Surplus (Refer Note 2)	44444	41194
	(d) Interest in Inox Benefit Trust, (Refer Note 2)	(14969)	(18348)
	Sub-total - Shareholders' funds	39090	32458
2	Non-current liabilities		
	(a) Long-term borrowings	21483	22374
	(b) Deferred tax liabilities (net)	2901	2276
	(c) Other long-term liabilities	2401	3948
	(d) Long-term provisions	413	390
	Sub-total - Non-current liabilities	27198	28988
3	Current liabilities		
	(a) Short-term borrowings	888	2229
	(b) Trade payables	7205	5610
	(c) Other current liabilities	9322	9471
	(d) Short term provisions	2106	2585
	Sub-total - Current liabilities	19521	19895
	TOTAL - EQUITY AND LIABILITIES	85809	81341
B	ASSETS		
1	Non-current assets		
	(a) Fixed assets (including capital work-in-progress)	63467	59501
	(b) Non-current investments	98	95
	(c) Long-term loans and advances	14433	13299
	(d) Other non-current assets	225	249
	Sub-total - Non-current assets	78223	73144
2	Current assets		
	(a) Current investments	273	11
	(b) Inventories	859	546

OK

(c) Trade receivables	3342	3667
(d) Cash and cash equivalents	1656	2333
(e) Short-term loans and advances	1276	1374
(f) Other current assets	180	266
Sub-total - Current assets	7586	8197
TOTAL - ASSETS	85809	81341

Notes

1. The above results, reviewed by the Audit Committee, were approved by the Board of Directors at their meeting held on 27th May, 2014.
2. The Composite Scheme of Amalgamation (the "Scheme") of the Company's subsidiary, Fame India Limited (Fame), and subsidiaries of Fame India Limited, Fame Motion Pictures Limited (FMPL), Big Pictures Hospitality Services Private Limited (BPHSPL) and Headstrong Films Private Limited (HFPL) (hereinafter collectively referred as Transferor Companies) with the Company was approved by the Hon'ble High Courts of Judicature at Gujarat and Bombay vide their orders dated 12 March 2013 (read with order dated 20 March 2013) and 10 May, 2013, respectively (the "Orders"). The Scheme became effective on 25 May 2013 and was operative from 1 April 2012, the Appointed Date, as defined in the Scheme. Pursuant to the Scheme, the entire undertaking and business of the Transferor Companies stood transferred and became vested with the Company. The Scheme has accordingly been given effect to in the Audited Financial Results for the year ended 31st March 2013. On 10 July 2013 the Company has allotted 3,45,62,206 equity shares to the shareholders of Transferor Companies in the ratio specified in the Scheme, including 2,44,31,570 equity shares to Inox Benefit Trust (the "Trust"), towards shares held by Inox Leisure Limited in Fame India Limited. These shares (Treasury Shares) are held by the Trust exclusively for the benefit of the Company.

In terms of Accounting Standard (AS 31) 'Financial Instruments' (which is not yet mandatory), internationally generally accepted accounting practices and for more appropriate presentation of the financial statements, the Company's interest in Inox Benefit Trust (at cost) being akin to Treasury Shares, is reclassified as deduction from Shareholders' Fund, instead of presentation under the head 'Investments' in last year, in accordance with their substance and economic reality. Any profit or loss arising from sale of shares by the Trust is being recorded separately as 'Reserve on sale of Treasury Shares' under Reserves and Surplus, being transactions relating to the capital of the Company. Accordingly, the loss of Rs 458.34 lacs incurred during the year on sale of 4500000 such shares is directly recognised in 'Reserve on sale of Treasury Shares' under Reserves and surplus.

3. On allotment of above 3,45,62,206 equity shares of the Company, Gujarat Fluorochemicals Limited ("GFL") ceased to be the holding company on 10 July 2013. Subsequently, the shareholders of the Company have passed a resolution at the Annual General Meeting held on 23 August 2013 amending the Articles of Association of the Company entitling GFL to appoint majority of directors on the Board of the Company if GFL holds not less than 40% of the paid-up equity capital of the Company. Accordingly, the Company has again become a subsidiary of GFL with effect from this date.



4. The Company's joint venture Swanston Multiplex Cinemas Private Limited, which was running Fame Big Cinemas Multiplex at Citi Mall, Oshiwara Link Road, Andheri (West), Mumbai, has stopped operations w.e.f. 13th July 2012 as the lease agreement of the property was terminated. Estimated provision of Rs. 39 lakhs for diminution in the value of investment in the joint venture has been made during the year ended 31st March, 2014 (Previous Year Rs 250 Lakhs) and has been shown as an exceptional item in the above results.
5. 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. 520 lakhs (Previous Year Rs. 382 lakhs) being Entertainment Tax in respect of such Multiplexes has not been charged to the Audited Financial Results. Cumulative amount as on 31st March 2014 is Rs. 3909 lakhs (as on 31st March 2013 - Rs. 3389 lakhs).
6. The Company's contention that the amount of entertainment tax exemption availed for some of its multiplexes is a capital receipt has been accepted by Income-tax appellate authorities. Provision for current tax is made on this basis.
7. 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, w.e.f. 1st April 2012, to capitalize the exchange differences arising on long term monetary items, in so far they relate to acquisition of depreciable capital assets.
8. The Company operates in a single business segment, viz. theatrical exhibition. All activities of the Company are in India and hence there are no reportable geographical segments.
9. The Audited Financial Results in respect of the last quarter of the financial year 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.
10. Previous Quarter/Year figures have been regrouped /reclassified wherever necessary, to make them comparable with Current Quarter/ Year figures.

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


Deepak Asher
Director

**Place : Mumbai
Date : 27th May, 2014**