MUKTA ARTS LIMITED
an entertainment company
Regd. Office : Mukta House, Behind Whistling Woods Institute, Filmcity Complex,
Goregaon (East), Mumbai 400 065. TEL.: 91-22-3091 6250 / 6251.

Fax No. 2659 8237 / 38

Corporate Relations Department
National Stock Exchange of India Limited
Exchange Plaza, Bandra Kurla Complex
Bandra (E), Mumbai – 400 051

4th August, 2011

Kind Attn: **Mr. Hari K – Manager**

Dear Sir,

In pursuance to the clause 41 of the Listing Agreement, please find enclosed herewith the Un-Audited Financial Results for the Quarter ended 30th June, 2011 along with segment wise results of the Company as required by the said clause. The above have been taken on record in the Meeting of the Board of Directors held today viz., 4th August, 2011.

Thanking you,

Yours Faithfully,
For and on behalf
Mukta Arts Limited

Ravi B. Poplai
Company Secretary

Encl: As above.

MUKTA ARTS LIMITED

Regd. Office: Mukta House, Behind Whistling Woods Institute, Film City Complex, Goregaon (E), Mumbai-400 065

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH JUNE 2011

(Rs in lacs, except per share data)

S.No	Particulars	Quarter ended and year to date period ended		Year ended
		30 June 2011 Unaudited	30 June 2010 Unaudited	31 March 2011 Audited
1	**(a) Net Sales / Income from Operations**	**4,268.30**	3,333.84	18,653.07
	(b) Other operating Income	**140.14**	110.56	580.30
	(c) Total Operating Income	**4,408.44**	3,444.40	19,233.37
2	**Expenditure**			
	a) Cost of Distribution & Exhibition (refer Note 3)	**3,696.48**	2,821.34	15,652.48
	b) Employees Cost	**91.89**	96.06	537.25
	c) Amortisation of Intangible (Films rights) (refer Note 3)	**1,158.34**	150.00	3,033.44
	d) Depreciation	**70.69**	42.80	305.20
	e) Other Expenditure	**263.32**	134.81	989.64
	f) Total Expenditure	**5,280.72**	3,245.01	20,518.01
3	**Profit from Operations before Other Income, Interest and Exceptional Items (1-2)**	**(872.28)**	199.39	(1,284.64)
4	Other Income (refer Note 6)	**3,360.11**	83.77	1,291.06
5	**Profit before Interest and Exceptional Items (3+4)**	**2,487.83**	283.17	6.42
6	Interest	**121.41**	138.14	605.64
7	**Profit after Interest but before Exceptional Items (5-6)**	**2,366.42**	145.03	(599.22)
8	Exceptional Items	-	-	-
9	**Profit/(Loss) from Ordinary Activities Before Tax (7-8)**	**2,366.42**	145.03	(599.22)
10	Tax Expenses (including Deferred Tax) (refer Note 8)	**463.12**	0.46	17.09
11	**Net Profit/(Loss) from Ordinary Activities After Tax (9-10)**	**1,903.30**	144.57	(616.31)
12	Extraordinary Items (net of tax expenses)	-	-	-
13	**Net Profit/(Loss) for the Period (11-12)**	1,903.30	144.57	(616.31)
14	Paid up Equity Share Capital (Face Value of Rs. 5/- each)	1,129.06	1,129.06	1,129.06
15	Reserves excluding Revaluation Reserves as per Balance Sheet of Previous Accounting Year	-	-	8,488.95
16	Earning Per Share (EPS)			
	Basic and diluted (in rupees)	8.43	0.64	(2.73)
17	Public Shareholding			
	a) Number of Shares	6,691,910	6,691,910	6,691,910
	b) Percentage of Shareholding	29.63%	29.63%	29.63%
18	Promoter and promoter group shareholding			
	a) Pledge / Encumbered			
	i) Number of Shares	-	-	-
	ii) % of Shareholding (as a % of the total shareholding of promoter and promoter group)	-	-	-
	iii) % of Shareholding (as a % of the total share capital of the Company)	-	-	-
	b) Non Encumbered			
	i) Number of Shares	15,889,290	15,889,290	15,889,290
	ii) % of Shareholding (as a % of the total shareholding of promoter and promoter group)	100%	100%	100%
	iii) % of Shareholding (as a % of the total share capital of the Company)	70.37%	70.37%	70.37%

Segment - wise Revenue, Results and Capital Employed

(Rs in lacs)

S.No	Particulars	Quarter ended and year to date period ended		Year ended
		30 June 2011 Unaudited	30 June 2010 Unaudited	31 March 2011 Audited
1	SEGMENT REVENUE			
	Software Division	**4,253.57**	3,328.81	18,610.77
	Equipment Division	**14.73**	6.76	45.84
	Others	**140.14**	110.56	580.30
	Total	**4,408.44**	3,446.13	19,236.91
	Less: Inter Segment Revenue	-	1.73	3.54
	Net Sales/Income From Operation	**4,408.44**	3,444.40	19,233.37
2	SEGMENT RESULTS			
	Profit/(Loss) before Tax and Interest from each Segment			
	Software Division	**(827.95)**	272.95	(1,083.40)
	Equipment Division	**(5.67)**	(19.52)	(56.87)
	Others	**122.04**	110.56	500.35
	Total	**(711.58)**	363.99	(639.92)
	Less: Interest	**121.41**	138.14	605.64
	Other unallocable expenditure			
	Net of unallocable income	**(3,199.41)**	80.82	(646.34)
	Total Profit/(Loss) Before Tax	**2,366.42**	145.03	(599.22)
3	CAPITAL EMPLOYED			
	(Segment Assets - Segment Liabilities)			
	Software Division	**2,514.41**	5,565.59	3,899.12
	Equipment Division	**691.81**	708.64	663.61
	Others	**1,103.82**	736.61	1,105.84
	Unallocable	**7,211.01**	3,482.19	3,949.56

NOTES:

1. The financial results of the Company for the quarter ended 30 June 2011 have been reviewed by the audit committee and approved by the Board of Directors at the meeting held on 4 August 2011. These have been subjected to limited review by the Statutory auditors of the Company. The above financial results pertain to Mukta Arts Limited as a standalone entity.
2. Information on investor complaints for the quarter (Nos): Opening balance -0, New - 0, Disposal -0, Closing balance - 0.
3. During the previous year, classification of Movie rights and films under production was changed from Inventories to Intangibles and correspondingly Cost of production charged off was classified as Amortisation of Intangibles (Film rights)
4. During the quarter films "Love Express", "Nouka Dubi", "Kashmakash" and "Cycle Kick" were released.
5. Application made to the Central Government for seeking post-facto approval for remuneration paid to the managing director in earlier periods in excess of the limits prescribed under Section 198 of the Act is awaited. The auditors had also modified their report on this account.
6. Other income includes proceeds from the maturity of Keyman policy taken from LIC in an earlier year amounting to Rs. 327,600,000. Other income for the year ended 31 March 2011 includes Rs 847 lacs being profit on redevelopment of property (possession obtained in 2010-11) pursuant to an agreement entered into on 20.01.2006.
7. Board of directors have decided to declare interim dividend of 20%
8. Tax expense for the year ended 31 March 2011 includes Rs 112.11 lacs in respect of earlier years.
9. Figures for the previous quarter/ period have been regroupe / rearranged to conform to current quarter's presentation.

For Mukta Arts Limited
For and on behalf of the Board of directors

Parvez A. Edrooqui
Executive Director

Date : 4 August 2011
Place : Mumbai

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4th August, 2011

Kind Attn: **Mr. Hari K – Manager**

Dear Sirs,

We wish to inform you that the Board of Directors have declared an Interim Dividend of 20% on Equity Shares of Rs.5/- each viz Re.1 per equity share at their meeting held on 4th August, 2011 and the record date to determine the equity shareholders who would be eligible to receive the interim dividend is 18th August, 2011.

This is for your information and records.

Thanking you,

Yours Faithfully,
For and on behalf of
Mukta Arts Limited

Ravi B Poplai
Company Secretary