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
Bnadra (E), Mumbai – 400 051

10th November, 2011

Kind Attn: **Mr. Hari K – Manager**

Dear Sirs,

In pursuance to the clause 41 of the Listing Agreement, please find enclosed herewith the Unaudited Financial Results for the Quarter ended 30th September, 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., 10th November, 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 SEPTEMBER 2011

(Rs in lacs, except per share data)

S.No	Particulars	Quarter ended		Six months ended and year to date period ended		Year ended
		30 September 2011 Unaudited	30 September 2010 Unaudited	30 September 2011 Unaudited	30 September 2010 Unaudited	31 March 2011 Audited
1	(a) Net Sales / Income from Operations	5,676.06	7,369.98	9,944.37	10,703.82	18,653.07
	(b) Other operating Income	157.96	170.95	298.10	281.51	580.30
	(c) Total Operating Income	5,834.02	7,540.93	10,242.47	10,985.33	19,233.37
2	Expenditure					
	a) (Increase)/ decrease in stock	(4.60)	-	(4.60)	-	-
	b) Purchase of raw materials (including traded goods)	11.40	-	11.40	-	-
	c) Distributor share	5,204.38	6,708.61	8,804.85	9,664.75	15,582.36
	d) Other direct operation expenses (refer note 8)	228.55	180.43	324.56	195.63	70.12
	e) Employees Cost	110.63	194.98	202.53	291.04	537.25
	f) Amortisation of Intangible (Films rights)	30.49	724.25	1,188.83	724.25	3,033.44
	g) Depreciation	88.54	74.03	159.24	116.83	305.20
	h) Other Expenditure	210.35	475.10	473.67	609.91	989.64
	i) Total Expenditure	5,879.74	8,357.40	11,160.48	11,602.41	20,518.01
3	Profit from Operations before Other Income, Interest and Exceptional Items (1-2)	(45.72)	(816.47)	(918.01)	(617.08)	(1,284.64)
4	Other Income (refer Note 6)	143.25	107.95	3,503.36	191.73	1,291.06
5	Profit before Interest and Exceptional Items (3+4)	97.53	(708.52)	2,585.35	(425.35)	6.42
6	Interest	118.16	154.73	239.57	292.87	605.64
7	Profit after Interest but before Exceptional Items (5-6)	(20.63)	(863.25)	2,345.78	(718.22)	(599.22)
8	Exceptional Items	-	-	-	-	-
9	Profit/(Loss) from Ordinary Activities Before Tax (7-8)	(20.63)	(863.25)	2,345.78	(718.22)	(599.22)
10	Tax Expenses (including Deferred Tax) (refer Note 5)	(17.85)	16.63	445.29	17.09	17.09
11	Net Profit/(Loss) from Ordinary Activities After Tax (9-10)	(2.78)	(879.88)	1,900.49	(735.31)	(616.31)
12	Extraordinary Items (net of tax expenses)	-	-	-	-	-
13	Net Profit/(Loss) for the Period (11-12)	(2.78)	(879.88)	1,900.49	(735.31)	(616.31)
14	Paid up Equity Share Capital (Face Value of Rs. 5/- each)	1,129.06	1,129.06	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)	(0.01)	(3.90)	8.42	(3.26)	(2.73)
17	Public Shareholding					
	a) Number of Shares	6,691,910	6,691,910	6,691,910	6,691,910	6,691,910
	b) Percentage of Shareholding	29.63%	29.63%	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	15,889,290	15,889,290
	ii) % of Shareholding (as a % of the total shareholding of promoter and promoter group)	100%	100%	100%	100%	100%
	iii) % of Shareholding (as a % of the total share capital of the Company)	70.37%	70.37%	70.37%	70.37%	70.37%

Segment - wise Revenue, Results and Capital Employed

(Rs in lacs)

S.No	Particulars	Quarter ended		Six months ended and year to date period ended		Year ended
		30 September 2011 Unaudited	30 September 2010 Unaudited	30 September 2011 Unaudited	30 September 2010 Unaudited	31 March 2011 Audited
1	SEGMENT REVENUE					
	Software division	5,559.89	7,362.61	9,813.47	10,691.41	18,610.77
	Equipment division	13.10	9.18	27.83	15.95	45.84
	Theatrical exhibition division	103.07	-	103.07	-	-
	Others	157.96	170.95	298.10	281.51	580.30
	Total	5,834.02	7,542.74	10,242.47	10,988.87	19,236.91
	Less: Inter Segment Revenue	-	1.81	-	3.54	3.54
	Net Sales/Income From Operation	5,834.02	7,540.93	10,242.47	10,985.33	19,233.37
2	SEGMENT RESULTS					
	Profit/(Loss) before Tax and Interest from each Segment					
	Software division	(46.93)	(558.41)	(870.50)	(338.17)	(1,083.40)
	Equipment division	(7.53)	(17.26)	(17.17)	(37.21)	(56.87)
	Theatrical exhibition division	(9.07)	-	(9.07)	-	-
	Others	139.93	152.70	261.72	258.88	500.35
	Total	76.40	(422.97)	(635.02)	(116.50)	(639.92)
	Less: Interest	118.16	154.73	239.57	292.87	605.64
	Other unallocable expenditure Net of unallocable income	(21.13)	285.55	(3,220.37)	308.85	(646.34)
	Total Profit/(Loss) Before Tax	(20.63)	(863.25)	2,345.78	(718.22)	(599.22)
3	CAPITAL EMPLOYED					
	(Segment Assets - Segment Liabilities)					
	Software division	2,151.74	2,896.29	2,151.74	2,896.29	3,899.12
	Equipment division	672.21	706.32	672.21	706.32	663.61
	Theatrical exhibition division	744.21	-	744.21	-	-
	Others	1,027.31	1,838.34	1,027.31	1,838.34	1,105.84
	Unallocable	6,660.71	4,058.19	6,660.71	4,058.19	3,949.56

NOTES:

1 The financial results of the Company for the quarter and six months ended 30 September 2011 have been reviewed by the audit committee and approved by the Board of Directors at the meeting held on 10 November 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 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. During the quarter, the Company has received approval for part of the excess remuneration paid for the financial years 2005-06, 2006-07 and 2007-08. The Company has made an application to the authorities requesting reconsideration/ approval for the balance excess remuneration. Pending final communication from the authorities in this regard, no adjustment has been made in these unaudited financial results. The auditors had also modified their report on this account.

4 Figures for the previous quarter/ period have been regrouped/ rearranged to conform to current quarter's/ period's presentation.

5 Tax expense for the year ended 31 March 2011 includes Rs 112.11 lacs in respect of earlier years.

6 Other income includes proceeds from the maturity of Keyman policy taken from LIC in an earlier year amounting to Rs 3,276 lacs. 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 During the quarter the Company commenced operation at its first cinema at Vadodara. These operation constitute a separate business segment.

8 Other direct operating expenses include Rs 170.90 lacs pertaining to previous quarter ended 30 June 2011.

Date : 10 November 2011
Place : Mumbai

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

Subhash Ghai
Chairman and Managing Director

MUKTA ARTS LIMITED

UNAUDITED STATEMENT OF ASSETS AND LIABILITIES AS AT 30TH SEPTEMBER 2011 (STAND-ALONE)

(Rs. in Lacs)

S.No	Particulars	Six months ended		Year ended
		30 September 2011	30 September 2010	31 March 2011
		Unaudited	Unaudited	Audited
(A)	SOURCES OF FUNDS			
1)	Shareholders' Funds			
a)	Share Capital	1,129.18	1,129.18	1,129.18
b)	Reserve and Surplus	10,127.01	8,369.96	9,733.60
2)	Loan funds			
a)	Secured	3,174.45	5,456.68	6,294.70
b)	Unsecured	125.00	-	-
3)	Deferred tax liability (Net)	26.59	-	-
4)	TOTAL	14,582.23	14,955.82	17,157.48
(B)	APPLICATION OF FUNDS			
1)	Fixed assets (including intangible assets) (Net)	5,480.51	4,244.70	5,909.43
2)	Investments	4,113.78	3,933.34	3,984.13
3)	Current assets, loans and advances			
a)	Inventories	4.60	-	-
b)	Sundry debtors	3,083.60	4,117.14	2,505.73
c)	Cash and bank balances	422.48	474.51	375.39
d)	Loans and advances	10,394.80	9,010.37	8,536.83
	Total	13,905.48	13,602.03	11,417.95
4)	Less : Current liabilities and provisions			
a)	Current liabilities	6,924.61	5,315.98	5,297.46
b)	Provisions	1,992.93	1,508.27	101.22
		8,917.54	6,824.25	5,398.68
	Net current assets	4,987.95	6,777.78	6,019.27
5)	Profit and loss account	-	-	1,244.65
6)	TOTAL	14,582.23	14,955.82	17,157.48