MUKTA ARTS LIMITED

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

Part 1 - Statement of standalone unaudited financial results for the quarter and nine months ended 31 December 2012

(Rs in lacs, except per share data)

S.No	Particulars	3 months ended 31 December 2012 (Unaudited)	Preceeding 3 months ended 30 September)	Corresponding 3 months ended 31 December (Unaudited)	Nine months ended 31 December 2012 (Unaudited)	Nine months ended 31 December 2011 (Unaudited)	Year ended 31 March 2012 (Audited)
1	**Income from operations**						
	(a) Net sales / Income from operations	**7,094.55**	7,492.69	5,386.51	**19,485.49**	15,330.88	19,537.70
	(b) Other operating income	**119.86**	121.28	164.65	**404.13**	462.75	643.97
	Total income from operations (net)	**7,214.41**	7,613.97	5,551.16	**19,889.62**	15,793.63	20,181.67
2	**Expenses**						
	a) (Increase)/decrease in stock-in trade	**(2.56)**	(1.67)	(4.60)	**(3.11)**	(4.60)	(4.48)
	b) Purchase of food and beverage	**14.83**	3.56	10.99	**18.38**	17.79	20.03
	c) Distributor and producer's share	**6,166.86**	7,202.55	4,956.80	**18,000.95**	13,761.65	17,032.66
	d) Other direct operation expenses	**0.03**	0.11	21.79	**0.78**	346.35	344.37
	e) Employee benefits expense	**112.36**	98.74	96.53	**309.30**	299.06	394.84
	f) Amortisation of intangible assets (including films rights)	**-**	-	18.27	**-**	1,207.10	1,232.71
	g) Depreciation of tangible assets	**97.76**	79.47	86.26	**255.09**	245.49	329.06
	h) Other expenses	**248.41**	211.83	185.35	**589.45**	659.03	895.35
	i) Total expenditure	**6,637.69**	7,594.59	5,371.39	**19,170.84**	16,531.87	20,244.54
3	**Profit/ (loss) from operations before other income, finance costs and exceptional items (1-2)**	**576.72**	19.38	179.77	**718.78**	(738.24)	(62.87)
4	Other Income (refer Note 6)	**104.71**	145.05	96.63	**347.38**	3,599.99	3,731.57
5	**Profit/ (loss) from ordinary activities before finance costs and exceptional items (3+4**	**681.43**	164.43	276.40	**1,066.16**	2,861.75	3,668.70
6	Finance costs	**130.35**	104.62	105.44	**374.88**	345.01	504.40
7	**Profit/ (loss) after finance costs but before exceptional items (5-6)**	**551.08**	59.81	170.96	**691.28**	2,516.74	3,164.30
8	Exceptional item	**-**	-	-	**-**	-	-
9	**Profit/(loss) from ordinary activities before tax (7-8)**	**551.08**	59.81	170.96	**691.28**	2,516.74	3,164.30
10	Tax expenses (including deferred tax and MAT credit entitlement)	**117.67**	13.59	46.55	**152.34**	491.84	607.08
11	**Net profit/(loss) from ordinary activities after tax (9-10)**	**433.41**	46.22	124.41	**538.94**	2,024.90	2,557.22
12	Extraordinary items (net of tax expenses)	**-**	-	-	**-**	-	-
13	**Net profit/(loss) for the period (11-12)**	**433.41**	46.22	124.41	**538.94**	2,024.90	2,557.22
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	1,129.06
15	Reserves excluding revaluation reserves	**-**	-	-	**-**	-	10,783.73
16	Earning per share (EPS) (not annualised) from ordinary activities						
	Basic and diluted (in rupees)	**1.92**	0.20	0.55	**2.39**	8.97	11.32

Part II

A	**Particulars of shareholdings**						
1	Public shareholding						
	a) Number of shares	**6,691,910**	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%	29.63%
2	Promoter and promoter group shareholding						
	a) Pledge / encumbered						
	i) Number of shares	**-**	**-**	**-**	**-**	**-**	-
	ii) % of shares (as a % of the total shareholding of promoter and promoter group)	**-**	**-**	**-**	**-**	**-**	-
	iii) % of shares (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 shares (as a % of the total shareholding of promoter and promoter group)	**100%**	100%	100%	**100%**	100%	100%
	iii) % of shares (as a % of the total share capital of the Company)	**70.37%**	70.37%	70.37%	**70.37%**	70.37%	70.37%

B	**Investor complaints**	
	Particulars	**3 Months ended 31 December 2012**
	Pending at the beginning of the quarter	-
	Received during the quarter	-
	Disposed off during the quarter	-
	Remaining unresolved at the end of the quarter	-

Segment - wise Revenue, Results and Capital Employed

(Rs in lacs)

S.No	Particulars	3 months ended 31 December 2012 (Unaudited)	Preceeding 3 months ended 30 September (Unaudited)	Corresponding 3 months ended 31 December (Unaudited)	Nine months ended 31 December 2012 (Unaudited)	Nine months ended 31 December 2011 (Unaudited)	Year ended 31 March 2012 (Audited)
1	**SEGMENT REVENUE**						
	Software division	**6,841.10**	7,465.21	5,275.18	**19,192.64**	15,088.66	19,250.89
	Equipment division	**7.13**	12.04	12.37	**31.09**	40.19	63.81
	Theatrical exhibition division	**246.32**	15.45	98.96	**261.77**	202.03	241.25
	Others	**119.86**	121.27	164.65	**404.12**	462.75	625.72
	Total	**7,214.41**	7,613.97	5,551.16	**19,889.62**	15,793.63	20,181.67
	Less: Inter segment revenue	**-**	-	-	**-**	-	-
	Net sales/ Income from operation	**7,214.41**	7,613.97	5,551.16	**19,889.62**	15,793.63	20,181.67
2	**SEGMENT RESULTS**						
	Profit/(Loss) before tax and finance costs from each Segment						
	Software division	**673.58**	146.01	222.92	**986.05**	(650.15)	101
	Equipment division	**(15.91)**	(7.65)	(8.89)	**(30.99)**	(26.07)	(32.07)
	Theatrical exhibition division	**14.13**	(4.21)	4.26	**0.66**	(4.76)	(7.42)
	Others	**99.21**	100.37	146.24	**341.87**	407.95	549.83
	Total	**771.01**	234.52	364.53	**1,297.59**	(273.03)	611.34
	Less: Finance costs	**130.35**	104.62	105.44	**374.88**	345.01	504.40
	Other un-allocable expenditure						
	Net of unallocable income	**89.58**	70.09	88.13	**231.43**	(3,134.78)	(3,057.36)
	Total profit/(loss) before tax	**551.08**	59.81	170.96	**691.28**	2,516.74	3,164.30
3	**CAPITAL EMPLOYED**						
	(Segment assets - Segment liabilities)						
	Software division	**3,298.27**	2,643.40	3,047.47	**3,298.27**	3,047.47	3,863.75
	Equipment division	**627.85**	620.40	657.54	**627.85**	657.54	654.24
	Theatrical exhibition division	**1,158.71**	1,182.85	846.73	**1,158.71**	846.73	1,098.56
	Others	**1,100.84**	1,315.53	1,129.35	**1,100.84**	1,129.35	1,191.62
	Unallocable	**6,266.21**	6,256.31	6,190.34	**6,266.21**	6,190.34	5,104.62

NOTES:

1 The above unaudited financial results have been reviewed by the audit committee and approved by the Board of Directors at the meeting held on 6 February 2013. These have been subjected to limited review by the Statutory auditors of the Company. The above financial results pertain to Mukta Arts

2 During the quarter the Company commenced operations at its third cinema at Gulbarga.

3 In the matter of two PIL's filed in the Bombay High Court, the Bombay High Court quashed the J. V. Agreement between Mukta Arts Limited (MAL) and Maharashtra Film Stage & Cultural Development Corporation Limited (MFSCDCL) and ordered Whistling Woods (WWIL) to return the 14.5 acre vacant land immediately and balance 5.5 acre land with structure in July 2014. Court also asked WWIL to pay rent from October 2000 till April 2012 along with interest amounting to Rs 79.95 crores but allowed the same to be set off against market price of the building to be paid by Government as per valuation to be done. After Supreme Court of India dismissed the SLP filed by MAL against the impugned order, MAL & WWIL have filed review petitions in Bombay High Court. Pending final disposal of the review petition and valuation of the building, and in view of the future plans for WWI which

4 The remuneration paid to the managing director of the Company for the previous year and for earlier financial years 2005-06, 2006-07, 2007-08, 2008-09, 2009-2010 and 2010-11 is in excess of the limits prescribed under Section 198 of the Companies Act, 1956. During the previous year 2011-12, the Company has received approval for part of the excess remuneration paid for the financial year 2005-06, 2006-07and 2007-08. The Company has made an application to authorities requesting reconsideration/ approval for the balance excess remuneration. Approval for application to the Central

5 The Hon'ble High Court of Punjab and Haryana vide Order dated 11 September 2012 had quashed the land purchase agreement between the Company and Gram Panchayat of Village Badhsa (Panchayat) and directed that payments made by the Company of Rs 298.19 lakhs be refunded together with specified interest. During the quarter the Company has received Rs 336 lakhs (excluding interest Rs 38 lakhs). Further, the Company has filed an appeal for the recovery of the amount spent on the project, which has not yet come up for hearing.

6 Other income for the year ended 31 March 2012 includes proceeds from the maturity of Keyman policy taken from LIC in an earlier year amounting to Rs. 327,600,000.

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

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

Date : 6 February 2012
Place : Mumbai

Subhash Ghai
Chairman and Managing Director