

November 10, 2011

The General Manager Corporate Relationship Department Bombay Stock Exchange Limited Phiroze Jeejeeboy Towers Dalal Street, Fort, Mumbai- 400 001 Fax No.: 22722037/39/41/61/3121/3719 <u>BSE Scrip Code: 532399</u>	The Manger Listing Department National Stock Exchange of India limited Plaza, 5th Floor, Plot no.C/1, G Block Bandra Kurla Complex, Bandra (E) Mumbai- 400 051 Fax No.: 26598237/38 <u>NSE Scrip Symbol: RELMEDIA</u>
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Dear Sirs,

Sub: Unaudited Financial Results for the quarter/half year ended September 30, 2011

Pursuant to Clause 41 of the Listing Agreement, we enclose herewith the Unaudited Financial Results for the quarter/half year ended September 30, 2011.

The above results were taken on record by the Board of Directors at its meeting held today.

You are requested to take the same on record.

Thanking you,

Yours faithfully,
for Reliance MediaWorks Limited


Ashish Agarwal
Company Secretary

Encl: As Above

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30 SEPTEMBER 2011

STANDALONE						Rs in lacs
SR. NO.	PARTICULARS	PERIOD (UNAUDITED)		PERIOD (UNAUDITED)		YEAR (AUDITED)
		01.07.11 to 30.09.11	01.07.10 to 30.09.10	01.04.11 to 30.09.11	01.04.10 to 30.09.10	01.04.10 to 31.03.11
1	INCOME					
a)	Net sales / income from operations	14,518.66	13,330.09	26,322.83	25,754.24	47,914.33
b)	Other operational income	365.60	1,517.79	729.18	2,036.18	4,576.08
	Total income	14,884.26	14,847.88	27,052.01	27,790.42	52,490.41
2	EXPENDITURE					
a)	Increase / (decrease) in stock	8.72	(114.52)	(41.96)	(131.50)	(127.71)
b)	Purchase of raw material including traded goods	1,233.05	1,189.16	2,403.03	2,272.85	4,534.35
c)	Personnel cost	2,532.97	2,097.47	5,333.91	3,843.32	9,882.57
d)	Distributors' share	3,262.30	2,715.69	5,795.77	5,212.05	9,857.85
e)	Other direct operational expenses	1,417.36	1,990.50	2,709.38	3,647.28	6,185.34
f)	Depreciation and amortisation	1,835.05	1,704.51	3,607.42	3,402.33	6,735.07
g)	Rent	3,998.51	2,747.15	7,986.80	5,186.53	12,527.12
h)	Other expenditure	4,105.34	2,618.84	7,276.90	5,064.95	12,066.52
	Total expenditure	18,393.30	14,948.80	35,071.25	28,497.81	61,661.11
3	(Loss) from operations before other income, interest & exceptional items	(3,509.04)	(100.92)	(8,019.24)	(707.39)	(9,170.70)
4	Other income	1,303.28	150.09	2,223.60	716.76	1,796.73
5	(Loss)/Profit before interest & exceptional items	(2,205.76)	49.17	(5,795.64)	9.37	(7,373.97)
6	Interest expense and finance charges (net)	6,774.20	4,157.66	12,405.07	7,288.05	18,245.77
7	(Loss) after interest but before exceptional items	(8,979.96)	(4,108.49)	(18,200.71)	(7,278.68)	(25,619.74)
8	Exceptional items	-	-	-	-	-
9	(Loss) from ordinary activities before tax	(8,979.96)	(4,108.49)	(18,200.71)	(7,278.68)	(25,619.74)
10	Tax expense	-	-	0.25	-	1.56
11	(Loss) from ordinary activities after tax	(8,979.96)	(4,108.49)	(18,200.96)	(7,278.68)	(25,621.30)
12	Extraordinary items (net of tax expenses)	-	-	-	-	-
13	(Loss) for the period	(8,979.96)	(4,108.49)	(18,200.96)	(7,278.68)	(25,621.30)
14	Paid-up equity capital (face value Rs.5/- per share)	2,306.31	2,306.31	2,306.31	2,306.31	2,306.31
15	Reserves excluding revaluation reserves					14,718.60
16	Earning per share for the period before extra-ordinary items (in Rupees)					
	Basic	(19.47)	(8.91)	(39.46)	(15.78)	(55.55)
	Diluted	(19.47)	(8.91)	(39.46)	(15.78)	(55.55)
17	Earning per share for the period after extra-ordinary items (in Rupees)					
	Basic	(19.47)	(8.91)	(39.46)	(15.78)	(55.55)
	Diluted	(19.47)	(8.91)	(39.46)	(15.78)	(55.55)
18	Public shareholding					
	- Number of shares	17,421,170	17,421,170	17,421,170	17,421,170	17,421,170
	- Percentage of shareholding	37.77	37.77	37.77	37.77	37.77
19	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)	NA	NA	NA	NA	NA
	- Percentage of shares (as a % of the total share capital of the company)	NA	NA	NA	NA	NA
	b) Non-encumbered					
	- Number of shares	28,705,000	28,705,000	28,705,000	28,705,000	28,705,000
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100.00	100.00	100.00	100.00	100.00
	- Percentage of shares (as a % of the total share capital of the company)	62.23	62.23	62.23	62.23	62.23

**SEGMENT WISE REVENUE, RESULTS AND CAPITAL EMPLOYED FOR THE QUARTER
ENDED 30 SEPTEMBER 2011**

Rs in lacs

Rs in lacs

PARTICULARS	STANDALONE				YEAR (AUDITED)
	PERIOD (UNAUDITED)				
	01.07.11 to 30.09.11	01.07.10 to 30.09.10	01.04.11 to 30.09.11	01.04.10 to 30.09.10	
Segment Revenue / Other Income					01.04.10 to 31.03.11
Film production services	3,298.76	3,969.94	6,466.17	8,331.94	15,207.42
Theatrical exhibition	11,487.50	10,649.07	20,519.91	19,185.98	36,105.64
Film production and distribution	138.15	258.22	157.56	328.60	1,372.56
	14,924.41	14,877.23	27,143.64	27,846.52	52,685.62
Less: Inter segment revenue	40.15	29.35	91.63	56.10	195.21
Net sales / income from operations	14,884.26	14,847.88	27,052.01	27,790.42	52,490.41
Add: Others (unallocated)	1,303.28	150.09	2,223.60	716.76	1,796.73
Total income	16,187.54	14,997.97	29,275.61	28,507.18	54,287.14
Segment results (profit / (loss) before interest and tax)					
Film production services	11.62	599.72	141.61	2,108.61	2,288.53
Theatrical exhibition	(2,005.61)	(126.84)	(5,160.45)	(1,568.02)	(7,282.72)
Film production and distribution	79.39	230.72	63.14	292.18	1,059.22
Total segment results	(1,914.60)	703.60	(4,955.70)	832.77	(3,934.97)
Less: Interest expense and finance charges (net)	6,774.20	4,157.66	12,405.07	7,288.05	18,245.77
Less: Other unallocable expenditure net off unallocable income	291.16	654.43	839.94	823.40	3,439.00
Total loss before tax	(8,979.96)	(4,108.49)	(18,200.71)	(7,278.68)	(25,619.74)
Capital employed (segment assets less segment liabilities)					
Film production services	43,557.25	40,876.53	43,557.25	40,876.53	43,492.50
Theatrical exhibition	62,609.98	73,544.43	62,609.98	73,544.43	71,499.43
Film production and distribution	8,769.51	10,081.63	8,769.51	10,081.63	8,704.94
Unallocated	(113,958.93)	(89,029.59)	(113,958.93)	(89,029.59)	(106,671.96)
	-				
Total	977.81	35,473.00	977.81	35,473.00	17,024.91

UNAUDITED STATEMENT OF ASSETS AND LIABILITIES AS AT
30 SEPTEMBER 2011

Rs in lacs

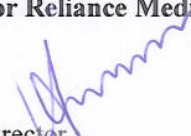
STANDALONE			
PARTICULARS	SIX MONTHS ENDED (UNAUDITED)		YEAR ENDED
	30.09.11	30.09.10	31.03.11
SHAREHOLDERS' FUND			
a) Share Capital	2,306.31	2,306.31	2,306.31
b) Reserve and Surplus	54,171.40	52,123.90	52,018.00
	56,477.71	54,430.20	54,324.31
LOAN FUNDS			
a) Secured Loans	67,120.00	70,784.30	59,382.60
b) Unsecured loans	129,147.00	129,229.20	131,905.40
	196,267.00	200,013.50	191,288.00
	252,744.71	254,443.70	245,612.31
APPLICATION OF FUNDS			
FIXED ASSETS	98,857.20	99,504.70	101,564.30
INVESTMENTS	6,801.20	18,038.70	7,268.40
CURRENT ASSETS, LOANS AND ADVANCES			
a) Inventories	766.50	728.40	724.50
b) Sundry Debtors	19,505.20	19,252.60	18,899.70
c) Cash and Bank balances	6,684.50	9,388.40	8,993.30
d) Interest accrued on investment	81.20	102.00	206.70
e) Loans and Advances	94,263.20	111,076.90	91,615.00
	121,300.60	140,548.30	120,439.20
Less Current liabilities and provisions			
a) Current liabilities	28,903.69	19,393.39	20,137.69
b) Provisions	810.50	3,211.80	821.30
	29,714.19	22,605.19	20,958.99
Net current assets	91,586.41	117,943.10	99,480.21
PROFIT AND LOSS ACCOUNT	55,499.90	18,957.20	37,299.40
	252,744.71	254,443.70	245,612.31

1. The financial results of the Company for the quarter and six months ended 30 September 2011 have been subjected to the limited review by the statutory auditors of the Company and reviewed by the audit committee and also approved by the Board of Directors at the meeting held on 10 November 2011. The above financials pertain to Reliance MediaWorks Limited as a standalone entity.
2. There were no complaints from the investors pending at the beginning of the quarter. The Company received 16 complaints and resolved these complaints during the quarter and consequently there were no complaints pending at the end of the quarter.
3. The Company has opted to publish consolidated financial results from the quarter ended 30 June 2008.
4. During the quarter ended 30 June 2011, the Company has sold its shareholding in Sri Ramakrishna Theaters Limited ('SRTL') comprising of 403,574 equity shares aggregating 89.68% of the issued equity share capital of SRTL, whereupon SRTL has ceased to be subsidiary of the Company.
5. During the quarter ended 30 June 2011, the Company has sold its shareholding in Cineplex Private Limited ('CPL') comprising of 250,000 equity share aggregating 50.00% of the issued equity share capital of CPL, whereupon CPL has ceased to be joint venture of the Company.
6. The Statement of un-audited financial results for the quarter ended six months 30 September 2010 was qualified on account of non restatement of Foreign Currency Convertible Bonds ('FCCB') liability at the period-end exchange rate in accordance with Accounting Standard 11 - 'The Effects of Changes in Foreign Exchange Rates' prescribed in the Companies (Accounting Standards) Rules, 2006, Consequently, the foreign exchange fluctuation loss for the quarter / six months ended 30 September 2010 aggregating to Rs. 900.51 lacs and Rs. 106.49 lacs respectively has not been recognized by management. Had the company restated the liability for the FCCB at period end rate loss before tax for the quarter ended 30 September 2010 and for the six months ended 30 September 2010 would have been higher by Rs. 900.51 lacs and Rs. 106.49 lacs respectively. During the quarter and year ended 31 March 2011, the FCCB's were redeemed and the Company has recognised a realized loss of Rs 1,489.63 lakhs.
7. Considering the substantial losses incurred by the Company, its net worth has been eroded during the quarter. However, having regard to improved operational performance, improved revenue on account of stabilization of new businesses in films and media services, financial support from its promoters and capital raising plans being implemented etc, the financial statements have been prepared on the basis that the Company is a going concern and that no adjustments are required to the carrying value of assets and liabilities.
8. Figures for the previous quarter / year have been regrouped / rearranged to conform to current quarter's presentation.

Place: Mumbai

Date: 10 November 2011

For Reliance MediaWorks Limited


Director

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30 SEPTEMBER 2011

SR. NO.	PARTICULARS	CONSOLIDATED				(Rs. in lacs)
		PERIOD (UNAUDITED)				YEAR (AUDITED)
		01.07.11 to 30.09.11	01.07.10 to 30.09.10	01.04.11 to 30.09.11	01.04.10 to 30.09.10	01.04.10 to 31.03.11
1	INCOME					
a)	Net sales / income from operations	23,079.38	22,749.13	41,988.67	43,034.59	78,146.64
b)	Other operational income	381.71	1,889.10	758.25	2,436.58	5,467.62
	Total income	23,461.09	24,638.23	42,746.92	45,471.17	83,614.26
2	EXPENDITURE					
a)	Increase / (decrease) in stock	150.82	348.90	105.77	(109.63)	(418.13)
b)	Purchase of raw material including traded goods	1,421.91	1,034.54	2,880.96	2,867.26	6,012.37
c)	Personnel cost	5,418.78	4,918.09	10,720.31	9,557.46	19,571.16
d)	Distributors' share	4,995.37	4,198.88	8,996.22	8,645.50	15,753.32
e)	Other direct operational expenses	3,197.67	3,299.64	5,836.85	5,344.24	9,712.15
f)	Depreciation and amortisation	3,443.93	3,093.23	6,668.99	6,229.24	13,226.51
g)	Rent	5,069.61	4,022.08	10,024.92	7,609.36	16,937.51
h)	Other expenditure	5,517.18	4,254.06	10,147.58	8,176.91	17,411.34
	Total expenditure	29,215.27	25,169.42	55,381.60	48,320.34	98,206.23
3	(Loss) from operations before other income, interest & exceptional items	(5,754.18)	(531.19)	(12,634.68)	(2,849.17)	(14,591.97)
4	Other income	276.05	270.21	882.66	460.28	1,412.14
5	(Loss) before interest & exceptional items	(5,478.13)	(260.98)	(11,752.02)	(2,388.89)	(13,179.83)
6	Interest expense and finance charges (net)	6,887.01	4,213.86	12,615.52	7,484.42	18,786.57
7	(Loss) after interest but before exceptional items	(12,365.14)	(4,474.84)	(24,367.54)	(9,873.31)	(31,966.40)
8	Exceptional items	-	-	-	-	-
9	(Loss) from ordinary activities before tax	(12,365.14)	(4,474.84)	(24,367.54)	(9,873.31)	(31,966.40)
10	Tax expense	(626.19)	4.50	(616.64)	13.38	1,116.37
11	Net (loss) from ordinary activities after tax	(11,738.95)	(4,479.34)	(23,750.90)	(9,886.69)	(33,082.77)
12	Extraordinary items (net of tax expenses)	-	-	-	-	-
13	(Loss) before minority interest	(11,738.95)	(4,479.34)	(23,750.90)	(9,886.69)	(33,082.77)
14	Minority interest	312.53	(9.34)	315.08	(52.19)	(196.68)
15	Net (loss) for the period	(12,051.48)	(4,470.00)	(24,065.98)	(9,834.50)	(32,886.09)
16	Paid-up equity capital (face value Rs. 5/-per share)	2,306.31	2,306.31	2,306.31	2,306.31	2,306.31
17	Reserves excluding revaluation reserves					1,971.85
18	Earning per share for the period before extra-ordinary items					
	Basic	(26.10)	(9.69)	(52.17)	(21.32)	(71.41)
	Diluted	(26.10)	(9.69)	(52.17)	(21.32)	(71.41)
19	Earning per share for the period after extra-ordinary items (in Rupees)					
	Basic	(26.10)	(9.69)	(52.17)	(21.32)	(71.41)
	Diluted	(26.10)	(9.69)	(52.17)	(21.32)	(71.41)
20	Public Shareholding					
	- Number of shares	17,421,170	17,421,170	17,421,170	17,421,170	17,421,170
	- Percentage of shareholding	37.77	37.77	37.77	37.77	37.77
21	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)	NA	NA	NA	NA	NA
	- Percentage of shares (as a % of the total share capital of the Company)	NA	NA	NA	NA	NA
	b) Non-encumbered					
	- Number of shares	28,705,000	28,705,000	28,705,000	28,705,000	28,705,000
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100.00	100.00	100.00	100.00	100.00
	- Percentage of shares (as a % of the total share capital of the company)	62.23	62.23	62.23	62.23	62.23

SEGMENT WISE REVENUE, RESULTS AND CAPITAL EMPLOYED FOR THE QUARTER ENDED 30 SEPTEMBER 2011

(Rs. in lacs)

CONSOLIDATED					(Rs. in lacs)
PARTICULARS	PERIOD (UNAUDITED)				YEAR (AUDITED)
	01.07.11 to 30.09.11	01.07.10 to 30.09.10	01.04.11 to 30.09.11	01.04.10 to 30.09.10	01.04.10 to 31.03.11
Segment Revenue / Other Income					
Film production services	4,660.93	7,466.00	9,795.71	14,773.81	25,143.16
Theatrical exhibition	16,202.92	15,284.50	29,436.46	28,806.56	54,725.08
Television / Film production and distribution	2,791.08	2,397.80	3,833.44	2,847.13	6,024.16
	23,654.93	25,148.30	43,065.61	46,427.50	85,892.40
Less: Inter segment revenue	193.84	510.07	318.69	956.33	2,278.14
Net sales / income from operations	23,461.09	24,638.23	42,746.92	45,471.17	83,614.26
Add: Others (unallocated)	276.05	270.21	882.66	460.28	1,412.14
Total income	23,737.14	24,908.44	43,629.58	45,931.45	85,026.40
Segment results (profit / (loss) before interest and tax)					
Film production services	(2,057.15)	1,162.16	(3,477.63)	2,373.88	1,256.37
Theatrical exhibition	(2,676.11)	(1,196.75)	(6,368.19)	(3,570.73)	(10,398.59)
Television / Film production and distribution	1,000.09	394.80	966.70	442.59	1,149.98
Total segment results	(3,733.17)	360.21	(8,879.12)	(754.26)	(7,992.24)
Less: Interest expense and finance charges (net)	6,887.01	4,213.86	12,615.52	7,484.42	18,786.57
Other unallocable expenditure net off					
Less: unallocable income	1,744.96	621.19	2,872.91	1,634.63	5,187.59
Total loss before tax	(12,365.14)	(4,474.84)	(24,367.54)	(9,873.31)	(31,966.40)
Capital Employed (segment assets less segment liabilities)					
Film production services	70,349.40	67,296.75	70,349.40	67,296.75	69,484.30
Theatrical exhibition	83,822.14	95,047.91	83,822.14	95,047.92	92,717.31
Television / Film production and distribution	9,270.71	10,718.37	9,270.71	10,718.37	8,630.51
Unallocated	(181,332.57)	(144,841.82)	(181,332.57)	(144,841.82)	(166,553.91)
Total	(17,890.32)	28,221.21	(17,890.32)	28,221.22	4,278.21

**UNAUDITED STATEMENT OF ASSETS AND LIABILITIES AS AT
30 SEPTEMBER 2011**

Rs in lacs

PARTICULARS	CONSOLIDATED		
	SIX MONTHS ENDED (UNAUDITED)		YEAR ENDED (AUDITED)
	30.09.11	30.09.10	31.03.11
SHAREHOLDERS' FUND			
a) Share Capital	2,306.31	2,306.31	2,306.31
b) Reserve and Surplus	54,878.12	53,681.49	52,941.50
	57,184.43	55,987.80	55,247.81
MINORITY INTEREST	1,466.40	1,453.60	1,339.10
LOAN FUNDS			
a) Secured Loans	73,541.20	76,894.10	65,595.40
b) Unsecured loans	131,113.60	130,077.70	132,646.40
	204,654.80	206,971.80	198,241.80
DEFERRED TAX LIABILITIES (NET)	29.40	76.38	1,046.10
	263,335.03	264,489.59	255,874.81
APPLICATION OF FUNDS			
FIXED ASSETS	134,379.90	137,869.70	137,319.20
GOODWILL ON CONSOLIDATION	8,831.80	8,867.90	8,958.70
DEFERRED TAX ASSET (NET)	2.60	2.19	2.60
INVESTMENTS	1,079.07	11,887.37	1,103.40
CURRENT ASSETS, LOANS AND ADVANCES			
a) Inventories	1,219.60	1,016.80	1,325.30
b) Sundry Debtors	24,040.40	25,063.60	23,062.50
c) Cash and Bank balances	9,573.80	11,715.70	12,103.50
d) Interest accrued on investment	112.00	117.50	227.70
e) Loans and Advances	43,879.40	70,641.00	45,029.60
	78,825.20	108,554.60	81,748.60
Less Current liabilities and provisions			
a) Current liabilities	35,426.19	27,134.95	24,970.59
b) Provisions	992.70	3,325.00	990.70
	36,418.89	30,459.95	25,961.29
Net current assets	42,406.31	78,094.55	55,787.31
MISCELLANEOUS EXPENDITURE (TO THE EXTENT NOT WRITTEN - OFF OR ADJUSTED)			
Deferred revenue expenditure	1,560.60	1.30	1,734.00
Profit and Loss Account	75,074.75	27,766.59	50,969.60
	263,335.03	264,489.59	255,874.81

1. The consolidated financial results of the Company for the quarter / 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. The above financials pertain to Reliance MediaWorks Limited and its subsidiaries and joint ventures.
2. The Company has opted to publish consolidated financial results. Standalone financial results for the quarter / six months ended 30 September 2011 can be viewed on the website of the Company, National Stock Exchange of India Limited and Bombay Stock Exchange Limited at www.reliancemediaworks.com, www.nseindia.com and www.bseindia.com respectively.
3. Details of standalone financial information is: Turnover Rs. 14,884.26 lacs for the quarter (2011: Rs.14, 847.88 lacs), loss before tax for the quarter Rs. 8,979.96 lacs (2011: Rs. 4,108.49 lacs), loss after tax for the quarter Rs. 8,979.96 lacs (2011: Rs. 4,108.49 lacs).
4. During the previous year, auditors of one of the Subsidiary company had qualified their opinion on accounting treatment for recognition of deferred revenue expenditure to the tune of Rs. 1,733.96 lacs pertaining to start up and stabilization costs of the business. Had the Subsidiary not followed the said accounting treatment, the loss for last year would have been higher by Rs. 1,733.96 lacs and the Debit balance in Profit and Loss Account would have been higher by like amount. The Company has continued with the treatment of recognition for deferred revenue expenditure. No amounts have been recognised during the current year as deferred revenue expenditure. The amount recognised during the previous year has been amortised starting from the current quarter on the basis of commencement of operations.

The Subsidiary has established a business of conversion of 2D to 3D movies, film restoration, image processing, content format processing with a focus on international markets and has established a substantially large and well recognised facility in SEZ with demonstrated capabilities and client relationship for the coming years. The Subsidiary had incurred substantial costs on start up and test runs. Because of the aforesaid factors, the Subsidiary had recognized deferred revenue expenditure in the previous year.

5. There were no complaints from the investors pending at the beginning of the quarter. The Company received 16 complaints and resolved these complaints during the quarter and consequently there are no complaints pending at the end of the quarter.
6. One of the US subsidiary of the Company, was a defendant in a law suit regarding termination of lease. During the previous year, said subsidiary received an adverse order for claim of damages by the landlord to the tune of USD 49 lacs. The subsidiary has filed an appeal against the judgment. No provision is required as we are confident of reversal of the judgment during the appeal.
7. During the quarter ended 30 June 2011, the Company has sold its shareholding in Sri Ramakrishna Theaters Limited ('SRTL') comprising of 403,574 equity shares aggregating 89.68% of the issued equity share capital of SRTL, whereupon SRTL has ceased to be subsidiary of the Company.
8. During the quarter ended 30 June 2011, the Company has sold its shareholding in Cineplex Private Limited ('CPL') comprising of 250,000 equity share aggregating 50.00% of the issued equity share capital of CPL, whereupon CPL has ceased to be joint venture of the Company.
9. The Statement of un-audited financial results for the quarter/ six months ended 30 September 2010 was qualified on account of non restatement of Foreign Currency Convertible Bonds ('FCCB') liability at the period-end exchange rate in accordance with Accounting Standard 11 - 'The Effects of Changes in Foreign Exchange Rates' prescribed in the Companies (Accounting Standards) Rules, 2006. Consequently, the foreign exchange fluctuation loss for the quarter / six months ended 30 September 2010 aggregating to Rs. 900.51 lacs and Rs. 106.49 lacs respectively has not been recognized by management. Had the company restated the liability for the FCCB at period end rate loss before tax for the quarter ended 30 September 2010 and for the six months ended 30 September 2010 would have been higher by Rs. 900.51 lacs and Rs. 106.49 lacs respectively. During the quarter and year ended 31 March 2011, the FCCB's were redeemed and the Company has recognised a realized loss of Rs 1,489.63 lakhs.

10. Considering the substantial losses incurred by the Company, its net worth has been eroded during the quarter. However, having regard to improved operational performance, improved revenue on account of stabilization of new businesses in films and media services, financial support from its promoters and capital raising plans being implemented etc, the financial statements have been prepared on the basis that the Company is a going concern and that no adjustments are required to the carrying value of assets and liabilities.

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

Place: Mumbai

For Reliance MediaWorks Limited

Date: 10 November 2011


Director