

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 31st DECEMBER, 2007

Sr. No.	STANDALONE Particulars	(Rs. In lacs)				
		Quarter ended		Period ended		Fifteen months ended (Audited)
		31.12.07	31.12.06	31.12.07	31.12.06	
	INCOME					
1	Net sales / income from operations	8,462.48	7,690.89	21,104.76	17,805.22	32,008.52
2	Other Income (refer note no.7)	2,807.91	2,197.20	5,969.29	3,991.01	7,376.82
	Total income	11,270.39	9,888.09	27,074.05	21,796.23	39,385.34
3	EXPENDITURE					
a)	(Increase) / decrease in stock	12.13	93.76	(3.58)	11.66	(10.64)
b)	Consumption of raw material including traded goods	1,028.19	782.75	1,893.24	2,589.89	4,328.42
c)	Personnel Cost	726.77	406.10	1,393.13	998.52	2,003.91
d)	Direct operational expenses	1,793.35	1,076.05	3,553.15	2,356.49	6,745.75
e)	Other expenditure	980.72	669.16	4,509.61	2,212.03	6,161.92
	Total expenditure	4,541.16	3,027.82	11,345.56	8,168.59	19,229.36
	Profit before interest, depreciation and taxes	6,729.23	6,860.27	15,728.49	13,627.64	20,155.98
4	Interest	846.18	101.30	1,371.62	148.90	441.71
5	Depreciation	542.44	259.03	1,005.21	656.75	1,313.57
6	Amortisation	1,916.31	4,082.53	8,257.27	6,466.25	7,985.16
7	Profit before Taxation	3,424.30	2,417.41	5,094.41	6,355.74	10,415.54
8 a)	Provision for Taxation-Current	530.41	1.77	687.96	629.77	1,242.55
b)	-Deferred	806.58	178.18	401.35	212.19	582.11
c)	-Fringe benefit	36.61	41.00	41.61	64.68	47.68
d)	-Prior period adjustment	-	-	(117.32)	-	-
9	Net Profit after Taxation	2,050.70	2,196.46	4,080.81	5,449.10	8,543.20
	Less:Short provisions of earlier years	1.01	-	1.01	-	9.68
	Net Profit	2,049.68	2,196.46	4,079.79	5,449.10	8,533.52
10	Paid-up equity capital(face value Rs.5/-per share)	2,154.71	1,990.04	2,154.71	1,990.04	1,990.04
11	Reserves excluding revaluation reserves	-	-	-	-	29,128.58
12	Earning per share(Face value of Rs.5/-each)					
	Basic	5.02	5.52	10.12	13.69	20.95
	Diluted	2.77	5.52	4.02	13.69	17.65
13	Aggregate of Non-Promoter Shareholding					
	- Number of Shares	16,439,264	17,945,750	16,439,264	17,945,750	17,945,750
	- % of Shareholding	38.15	45.09	38.15	45.09	45.09

STANDALONE Particulars	(Rs. In lacs)				
	Quarter ended		Period ended		Fifteen months ended (Audited)
	31.12.07	31.12.06	31.12.07	31.12.06	
Segment Revenue					
Film Facilities	2,432.27	1,935.45	4,605.27	5,604.12	10,518.38
Theatrical exhibition	3,667.83	1,900.64	7,193.13	5,215.33	8,870.46
Film production and distribution	3,471.09	4,194.03	11,486.55	7,554.46	13,757.80
	9,571.19	8,030.12	23,284.95	18,373.91	33,146.64
Less: Inter Segment Revenue	1,051.27	339.23	2,083.11	568.69	921.58
Net Sales/Income from Operations	8,519.92	7,690.89	21,201.84	17,805.22	32,225.06
Add: Others (unallocated)	2,750.48	2,197.20	5,872.21	3,991.01	7,160.26
Total Segment Revenue	11,270.40	9,888.09	27,074.05	21,796.23	39,385.32
Segment Results (Profit / (Loss) before interest and tax)					
Film Facilities	541.52	793.68	1,376.35	2,157.38	3,427.52
Theatrical exhibition	220.08	43.85	388.10	408.20	25.98
Film production and distribution	105.69	(98.84)	(111.09)	634.57	1,687.79
Total	867.29	738.49	1,653.37	3,200.15	5,141.19
Less : Interest	846.18	101.30	1,371.62	148.90	441.71
Add: Other Unallocable income net off unallocable expenses	3,403.19	1,780.22	4,812.66	3,304.49	5,716.06
Total Profit before Tax	3,424.30	2,417.41	5,094.41	6,355.74	10,415.54
Capital Employed (Segment assets less segment liabilities)					
Film Facilities	9,842.48	6,281.00	9,842.48	6,281.00	6,817.88
Theatrical exhibition	32,826.81	17,445.82	32,826.81	17,445.82	20,766.01
Film production and distribution	29,462.59	28,879.93	29,462.59	28,879.93	26,715.91
Total	72,131.88	52,606.75	72,131.88	52,606.75	54,299.79

Notes:

- The Honourable High Court of Judicature at Bombay has sanctioned the composite Scheme (The Scheme) for the merger of Adlabs Films Limited and Entertainment One India Limited and to merge the digital business of Mukta Adlabs Digital Exhibition P Ltd and the demerger of the radio business of the company into Reliance Unicom Limited. The company has applied for the certified copy of the order of the Honourable High court and the order will be filed with the Registrar of Companies as required by law. However as the scheme has already been sanctioned and approved by the Honourable High Court the results have been prepared giving effect to the Scheme. Accordingly, the above results of the company for the Quarter ended 31st December, 07 are including the operations of Entertainment One India Limited and the digital business of Mukta Adlabs Digital Exhibition Private Ltd and excluding the operations of the radio business and hence may not be strictly comparable with the previous period.
- There were no complaints from the investors pending at the beginning of the quarter. The Company received 5 complaints and resolved these complaints during the quarter and consequently there are no complaints pending at the end of the quarter.
- The financial results of the company for the quarter and six months ended 31st December 2007 have been reviewed by the audit committee, approved by the Board of Directors at the meeting held on 30th January, 2008 and have been subjected to a limited review by the statutory auditors of the company. The above financials pertain to the Adlabs Films Limited as a standalone entity.
- During the quarter, FCCB's aggregating Euro 32.99 Million (out of total FCCB of Euro 84 Million) have been converted into 3,293,514 Equity shares of Rs.5/- each as per terms and conditions of the Bonds.
- Adlabs Films Limited increased its shareholding to 100% in its Joint Venture Company, Runwal Multiplex Private Limited, which runs and operates the multiplex R-Adlabs in Mulund, Mumbai.
- On December 12, 2007 the Honourable High Court of Judicature at Allahabad has sanctioned the Scheme of arrangement (Demerger) of "Rave Entertainment Private Limited (REPL)" - Demerged Company and "Rave Real Estate Private Limited (RREPL)" - Resulting Company. Pursuant to the said order taking effect, REPL will become 100% subsidiary of Adlabs Films Limited.
- Effective current quarter, Foreign Currency Convertible Bonds have been reclassified as non-monetary liabilities pursuant to inter-alia the current trend of earnings and market price of the Company's equity share exceeding the conversion price stipulated in the offer document (bondholders holding 72.5% of the Foreign Currency Convertible Bonds have exercised conversion option to this date). Consequently, the foreign exchange fluctuation (net loss) aggregating to Rs 1752.66 Lacs accounted in previous periods (including Rs 438.06 Lacs accounted in earlier financial years) has been reversed and foreign exchange fluctuation (net loss) of Rs.1180.50 Lacs and Rs 2495.10 Lacs for the quarter and six months ended 31 December 2007 respectively is not recognised in the Statement.
- On 14th September, 2007, The Honourable High Court of Judicature at Bombay sanctioned the Scheme for the merger of Katch 22 Entertainment Private Limited with Adlabs Films Ltd effective 1st April, 2006.
- Previous years figures have been regrouped wherever necessary.

Place: Mumbai

For ADLABS FILMS LIMITED

Date: 30th January 2008.

Director

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 31st DECEMBER, 2007

Sr. No.	CONSOLIDATED Particulars	(Rs. In lacs)				
		Quarter ended		Period ended		Fifteen months ended (Audited)
		31.12.07	31.12.06	31.12.07	31.12.06	
	INCOME					
1	Net sales / income from operations	10,196.68	8,295.51	23,453.60	20,253.67	35,541.47
2	Other Income (refer note no.7)	2,748.37	2,197.20	6,080.14	3,991.01	7,278.38
	Total income	12,945.05	10,492.71	29,533.74	24,244.68	42,819.85
3	EXPENDITURE					
a)	(Increase) / decrease in stock	(290.53)	93.76	(306.24)	11.66	373.35
b)	Consumption of raw material including traded goods	1,103.43	782.75	1,995.23	2,589.89	4,837.86
c)	Personnel Cost	897.68	421.86	1,602.32	1,048.97	2,308.02
d)	Direct operational expenses	3,027.70	1,178.69	5,164.61	3,938.36	7,208.46
e)	Other expenditure	1,201.74	1,020.24	4,939.50	2,563.11	6,915.15
	Total expenditure	5,940.02	3,497.30	13,395.42	10,151.99	21,642.84
	Profit before interest, depreciation and taxes	7,005.03	6,995.41	16,138.31	14,092.69	21,177.01
4	Interest	842.76	103.04	1,368.62	155.56	450.06
5	Depreciation	593.67	331.93	1,097.09	870.23	1,498.09
6	Amortisation	1,916.31	4,049.46	8,257.27	6,361.48	7,944.16
7	Profit before Taxation	3,652.29	2,510.98	5,415.34	6,705.42	11,284.70
8 a)	Provision for Taxation-Current	534.42	43.27	704.37	710.27	1,460.11
b)	-Deferred	811.74	172.74	412.34	203.81	511.46
c)	-Fringe benefit	35.72	42.44	42.04	66.84	51.12
d)	-Prior period adjustment	-	-	(117.32)	-	9.70
9	Net Profit after Taxation	2,270.41	2,252.53	4,373.92	5,724.50	9,152.31
	Less: Short provisions of earlier years	1.01	-	1.01	-	36.62
	Add: Share in associate	-	-	-	-	-
	Less: Minority Interest	96.68	-	96.45	-	66.76
	Net Profit	2,172.71	2,252.53	4,276.46	5,724.50	9,048.93
10	Paid-up equity capital (face value Rs.5/-per share)	2,154.71	1,990.04	2,154.71	1,990.04	1,990.04
11	Reserves excluding revaluation reserves	-	-	-	-	31,535.43
12	Earning per share (Face value of Rs.5/-each)					
	Basic	5.32	5.66	10.61	14.38	22.74
	Diluted	3.23	5.66	4.63	14.38	19.13
13	Aggregate of Non-Promoter Shareholding					
	-Number of Shares	16,439,264	17,945,750	16,439,264	17,945,750	17,945,750
	-% of Shareholding	38.15	45.09	38.15	45.09	45.09

CONSOLIDATED Particulars	(Rs. In lacs)				
	Quarter ended		Period ended		Fifteen months ended (Audited)
	31.12.07	31.12.06	31.12.07	31.12.06	
Segment Revenue					
Film Facilities	2,432.27	1,935.45	4,605.27	5,604.12	10,518.39
Theatrical exhibition	4,238.85	2,415.39	8,299.44	6,703.92	11,361.20
Film production and distribution	4,697.08	4,263.90	12,962.28	8,514.32	14,799.83
	11,368.20	8,614.74	25,866.99	20,822.36	36,679.42
Less: Inter Segment Revenue	1,173.63	339.23	2,205.47	568.69	921.58
Net Sales/Income from Operations	10,194.57	8,295.51	23,661.53	20,253.67	35,757.84
Add: Others (unallocated)	2,750.48	2,197.20	5,872.21	3,991.01	7,062.01
Total Segment Revenue	12,945.04	10,492.71	29,533.74	24,244.68	42,819.85
Segment Results (Profit / (Loss) before interest and tax)					
Film Facilities	541.52	793.68	1,376.35	2,157.36	3,386.52
Theatrical exhibition	363.78	202.07	674.32	849.58	771.84
Film production and distribution	186.55	(161.95)	(79.37)	549.55	1,915.92
Total	1,091.85	833.80	1,971.30	3,556.49	6,074.28
Less: Interest	842.77	103.04	1,368.62	155.56	450.06
Add: Other Unallocable income net of unallocable expenses	3,403.21	1,780.22	4,812.66	3,304.49	5,860.48
Total Profit before Tax	3,652.29	2,510.98	5,415.34	6,705.42	11,284.70
Capital Employed (Segment assets less segment liabilities)					
Film Facilities	9,842.48	6,281.00	9,842.48	6,281.00	6,617.88
Theatrical exhibition	34,797.06	17,244.48	34,797.06	17,244.48	22,739.45
Film production and distribution	29,242.51	29,403.92	29,242.51	29,403.92	31,259.43
Total	73,882.05	52,929.40	73,882.05	52,929.40	60,616.76

Notes:

1 The Honourable High Court of Judicature at Bombay has sanctioned the composite Scheme (The Scheme) for the merger of Adlabs Films Limited and Entertainment One India Limited and to merge the digital business of Mukta Adlabs Digital Exhibition P Ltd and the demerger of the radio business of the company into Reliance Unicom Limited. The company has applied for the certified copy of the order of the Honourable High court and the order will be filed with the Registrar of Companies as required by law. However as the scheme has already been sanctioned and approved by the Honourable High Court the results have been prepared giving effect to the Scheme. Accordingly, the above results of the company for the Quarter ended 31st December, 07 are including the operations of Entertainment One India Limited and the digital business of Mukta Adlabs Digital Exhibition Private Ltd and excluding the operations of the radio business and hence may not be strictly comparable with the previous period.

2 There were no complaints from the investors pending at the beginning of the quarter. The Company received 5 complaints and resolved these complaints during the quarter and consequently there are no complaints pending at the end of the quarter.

3 The consolidated financial results of the company for the quarter and six months ended 31st December, 2007 have been reviewed by the audit committee and approved by the Board of Directors at the meeting held on 30th January, 2008.

4 During the quarter, FCCB's aggregating Euro 32.99 Million (out of total FCCB of Euro 84 Million) have been converted into 3,293,514 Equity shares of Rs.5/ each as per terms and conditions of the Bonds.

5 Adlabs Films Limited increased its shareholding to 100% in its Joint Venture Company, Runwal Multiplex Private Limited, which runs and operates the multiplex R-Adlabs in Mulund, Mumbai. Accordingly the above consolidated results of Adlabs Films Limited are including the operations of this Company with effect from December 20, 2007.

6 On December 12, 2007 the Honourable High Court of Judicature at Allahabad has sanctioned the Scheme of arrangement (Demerger) of "Rave Entertainment Private Limited (REPL)" - Demerged Company and "Rave Real Estate Private Limited (RREPL)" - Resulting Company. Pursuant to the said order taking effect, REPL will become 100% subsidiary of Adlabs Films Limited and accordingly the results of the operations of REPL shall be included in the consolidated results of Adlabs Films Limited in the ensuing quarter ending March 31, 2008.

7 Effective current quarter, Foreign Currency Convertible Bonds have been reclassified as non-monetary liabilities pursuant to inter-alia the current trend of earnings and market price of the Company's equity share exceeding the conversion price stipulated in the offer document (Donholders holding 72.5% of the Foreign Currency Convertible Bonds have exercised conversion option to this date). Consequently, the foreign exchange fluctuation (net loss) aggregating to Rs 1752.66 Lacs accounted in previous periods (including Rs 438.06 Lacs accounted in earlier financial years) has been reversed and foreign exchange fluctuation (net loss) of Rs.1180.50 Lacs and Rs 2495.10 Lacs for the quarter and six months ended 31 December 2007 respectively is not recognised in the Statement.

8 On 14th September, 2007, The Honourable High Court of Judicature at Bombay sanctioned the Scheme for the merger of Katch 22 Entertainment Private Limited with Adlabs Films Ltd effective 1st April, 2006.

9 Previous years figures have been regrouped wherever necessary.

Place: Mumbai

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Date: 30th January 2008.

Director