

AUDITED FINANCIAL RESULTS FOR THE FINANCIAL YEAR ENDED 31ST MARCH, 2008

		(Rs. Millions)		
SR.	STANDALONE			
NO.	PARTICULARS	YEAR ENDED	PERIOD ENDED	YEAR ENDED
		(AUDITED)	(UNAUDITED)	(AUDITED)
		01.07.07 to 31.03.08	01.07.06 to 31.03.07	01.04.06 to 30.06.07
	INCOME			
1	Net sales / income from operations	2,545.93	2,131.01	3,200.85
2	Other Income (refer note no.6)	696.14	416.74	737.68
	Total income	3,242.07	2,547.75	3,938.53
3	EXPENDITURE			
a)	(Increase) / decrease in stock	1.45	4.55	(1.06)
b)	Consumption of raw material including traded goods	283.57	249.42	432.84
c)	Personnel Cost	227.29	123.81	200.39
d)	Direct operational expenses	473.49	180.84	674.58
e)	Other expenditure	685.29	316.97	616.19
	Total expenditure	1,671.09	875.59	1,922.94
4	Profit before interest, depreciation and taxes from Ordinary Activities	1,570.98	1,672.16	2,015.59
5	Interest	132.90	29.26	44.17
6	Depreciation	166.91	92.32	131.36
7	Amortisation	867.26	951.77	798.52
8	Profit from Ordinary Activities before tax	403.91	598.81	1,041.54
9	Tax Expenses	(55.14)	48.42	188.20
10	Profit from Ordinary Activities after tax	459.05	550.39	853.34
11	(Loss) after tax for the period from 1 April 2005 to 31 March 2006 incorporated pursuant to Scheme of amalgamation and arrangement (refer note 1 of Schedule 22)	-	-	19.52
12	Profit from Ordinary Activities after tax	459.05	550.39	833.82
13	Less: Short provisions of earlier years	-	0.97	-
14	Net Profit after Tax	459.05	549.42	833.82
15	Paid-up equity capital(face value Rs.5/-per share)	230.63	199.00	199.00
16	Reserves excluding revaluation reserves	6,550.21	-	2,912.86
17	Earning per share before and after extraordinary items (Face value of Rs.5/-each)			
	Basic	10.90	13.80	20.95
	Diluted	9.53	13.80	17.65
18	Aggregate of Public Shareholding			
	- Number of Shares	19,471,170	17,945,750	17,945,750
	- Percentage of Shareholding	42.21	45.09	45.09

- 1 During Mar 08 quarter, the Board modified the composite scheme of amalgamation and arrangement (the Scheme) vide circular mode pursuant to Section 289 of the Companies Act, 1956 on 13 February 2008. The modified composite scheme of amalgamation and arrangement (the Modified Scheme) between the Company, E-ONE and MADEL has been approved by the Hon'ble High Court of Judicature at Bombay vide its order dated 7 March 2008. The Modified Scheme has been filed with the Registrar of Companies (ROC) as required under section 391(3) of the Companies Act, 1956 ('the Act') on 31 March 2008. The Modified Scheme inter-alia provides for the following:
- the amalgamation of E-ONE with the Company effective 1 April 2005;
 - the merger of the digital business of MADEL with the Company effective 1 April 2005; and
 - adjusting the net results of the transactions related to Radio business from 31st March, 2006 till the Effective date directly to General Reserve of the Company without giving effect to the demerger of radio business of the applicant company into RUL

Since the Modified Scheme is in principle similar to the old scheme in respect of first two points, which were already given effect to in the financial statements of last year, no further adjustment was done in the current year's financial statement. In respect of point three, in the Modified Scheme the demerger of the radio business of the Company to RUL effective 31 March 2006, as provided in the Scheme and given effect to in the last year financial statement has been deleted. Accordingly all the adjustments done in the last year in this respect has been reversed during the year. In accordance with the requirements of the Modified Scheme, the net results of the transactions related to Radio business from 31st March, 2006 till the Effective date has been directly debited to General Reserve Account of the Company.

		(Rs. Millions)		
STANDALONE				
PARTICULARS	YEAR ENDED	PERIOD ENDED	YEAR ENDED	
	(AUDITED)	(UNAUDITED)	(AUDITED)	
	01.07.07 to 31.03.08	01.07.06 to 31.03.07	01.04.06 to 30.06.07	
Segment Revenue				
Film Facilities	676.79	596.53	1,051.84	
Theatrical exhibition	1,088.92	545.96	887.05	
Film production and distribution	1,201.06	1,064.58	1,375.78	
Radio Business (Refer Note 1)	-	-	-	
	2,966.77	2,207.07	3,314.67	
Less: Inter Segment Revenue	202.55	76.06	92.16	
Net Sales/Income from Operations	2,764.22	2,131.01	3,222.51	
Add: Others (unallocated)	477.85	416.75	716.02	
Total Segment Revenue	3,242.07	2,547.75	3,938.53	
Segment Results (Profit / (Loss) before interest and tax)				
Film Facilities	204.08	220.11	342.75	
Theatrical exhibition	47.15	25.92	2.59	
Film production and distribution	(34.04)	91.09	168.78	
Radio Business (Refer Note 1)	-	-	-	
Total Segment Results	217.19	337.12	514.12	
Less : Interest	132.90	29.26	44.17	
Add: Other Unallocable income net off unallocable expenses	319.62	290.97	571.59	
Total Profit before Tax	403.91	598.83	1,041.54	
Capital Employed (Segment assets less segment liabilities)				
Film Facilities	1,254.55	598.33	681.79	
Theatrical exhibition	4,753.76	1,876.54	2,076.60	
Film production and distribution	3,232.46	2,703.52	2,671.59	
Radio Business	3,809.80	-	-	
Total	13,050.57	5,178.39	5,429.98	

- 2 There were no complaints from the investors pending at the beginning of the quarter. The Company received 10 complaints and resolved these complaints during the quarter and consequently there are no complaints pending at the end of the quarter.
- 3 The financial results of the company for the financial year ended 31st March 2008 have been reviewed by the audit committee, approved by the Board of Directors at the meeting held on 29th May, 2008 and have been subjected to the audit by the statutory auditors of the company. The above financials pertain to the Adlabs Films Limited as a standalone entity. For ease of comparison figures relating to the corresponding period of the previous year as is comprised in the current year have also been given.
- 4 During March 08 quarter, FCCB's aggregating Euro 30.37 Million (out of total FCCB of Euro 84 Million) have been converted into 3,031,906 Equity shares of Rs.5/- each as per terms and conditions of the Bonds.
- 5 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 has become 100% subsidiary of Adlabs Films Limited.
- 6 Effective last 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 175.26 Mn accounted in previous periods (including Rs 43.81 Mn accounted in earlier financial years) has been reversed and foreign exchange fluctuation (net loss) of Rs 186.04 Mn for the financial year ended 31 March 2008 is not recognised in the Statement.
- 7 The Board of Directors have recommended a dividend of Rs. 2.50 Per share (50% on the equity shares of face value of Rs. 5 each) for the financial year ended 31st March, 2008 subject to the approval of the members of the Company.
- 8 The figures for the previous financial year (15 Months) are strictly not comparable to those of the current financial year, which comprises nine months and / or after giving an effect of the modified scheme as stated above. The figures of the current financial year have been regrouped / rearranged as necessary.

For ADLABS FILMS LTD

Place: Mumbai

Date: 29th May 2008

Director

AUDITED FINANCIAL RESULTS FOR THE FINANCIAL YEAR ENDED 31ST MARCH, 2008

(Rs. Millions)

SR.	CONSOLIDATED			
	NO.	PARTICULARS	YEAR ENDED	PERIOD ENDED
			(AUDITED)	(UNAUDITED)
		01.07.07 to 31.03.08	01.07.06 to 31.03.07	YEAR ENDED (AUDITED) 01.04.06 to 30.06.07
		INCOME		
1	Net sales / income from operations	2,918.42	2,407.50	3,554.15
2	Other Income (refer note no.6)	726.06	416.75	727.84
	Total income	3,644.48	2,824.25	4,281.99
	EXPENDITURE			
a)	(Increase) / decrease in stock	(54.08)	4.55	37.34
b)	Consumption of raw material including traded goods	349.75	249.42	483.79
c)	Personnel Cost	259.72	125.33	230.80
d)	Direct operational expenses	683.52	321.38	720.85
e)	Other expenditure	764.20	387.55	691.52
	Total expenditure	2,003.11	1,088.23	2,164.30
4	Profit before interest, depreciation and taxes from Ordinary Activities	1,641.37	1,736.02	2,117.69
5	Interest	148.29	28.67	45.01
6	Depreciation	185.25	101.87	149.81
7	Amortisation	867.26	951.77	794.42
8	Profit from ordinary activities before Tax, prior period adjustment and minority interest	440.57	653.71	1,128.45
9	Tax Expenses	(39.50)	66.34	213.24
10	Net Profit from ordinary activities after tax before prior period adjustment and minority interest	480.07	587.37	915.21
11	Less: Short provisions of earlier years	(0.04)	0.97	3.66
12	Add: Share in associate	-	-	-
13	Less: Minority Interest	5.38	6.66	6.68
14	Net Profit after Taxation	474.73	579.74	904.87
15	Paid-up equity capital (face value Rs.5/- per share)	230.63	199.00	199.00
16	Reserves excluding revaluation reserves	6,665.52	-	3,153.54
17	Earning per share before & after extraordinary items (Face value of Rs.5/- each)			
	Basic	11.28	14.57	22.74
	Diluted	9.85	14.57	19.13
18	Aggregate of Public Shareholding			
	- Number of Shares	19,471,170	17,945,750	17,945,750
	- Percentage of Shareholding	42.21	45.09	45.09

1 During March 08 quarter, the Board modified the composite scheme of amalgamation and arrangement (the Scheme) vide circular modification pursuant to Section 289 of the Companies Act, 1956 on 13 February 2008. The modified composite scheme of amalgamation and arrangement (the Modified Scheme) between the Company, E-ONE and MADEL has been approved by the Hon'ble High Court of Judicature at Bombay vide its order dated 7 March 2008. The Modified Scheme has been filed with the Registrar of Companies (ROC) as required under section 391(3) of the Companies Act, 1956 (the Act) on 31 March 2008. The Modified Scheme inter-alia provides for the following:

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Since the Modified Scheme is in principle similar to the old scheme in respect of first two points, which were already given effect to in the financial statements of last year, no further adjustment was done in the current year's financial statement. In respect of point three, in the Modified Scheme the demerger of the radio business of the Company to RUL effective 31 March 2006, as provided in the Scheme and given effect to in the last year's financial statement has been deleted. Accordingly all the adjustments done in the last year in this respect has been reversed during the year. In accordance with the requirements of the Modified Scheme, the net results of the transactions related to Radio business from 31st March, 2006 till the Effective date has been directly debited to General Reserve Account of the Company.

(Rs. Millions)

CONSOLIDATED				
PARTICULARS	YEAR ENDED	PERIOD ENDED	YEAR ENDED	
	(AUDITED)	(UNAUDITED)	(AUDITED)	
	01.07.07 to 31.03.08	01.07.06 to 31.03.07	01.04.06 to 30.06.07	
Segment Revenue				
Film Facilities	669.74	596.53	1,051.84	
Theatrical exhibition	1,271.70	678.21	1,136.12	
Film production and distribution	1,424.00	1,163.79	1,479.98	
Radio Business (Refer Note 1)	-	-	-	
	3,365.44	2,438.53	3,667.94	
Less: Inter Segment Revenue	202.55	76.06	92.16	
Net Sales/Income from Operations	3,162.89	2,362.47	3,575.78	
Add: Others (unallocated)	481.59	461.78	706.21	
Total Segment Revenue	3,644.48	2,824.25	4,281.99	
Segment Results (Profit / (Loss) before interest and tax)				
Film Facilities	197.03	220.11	338.65	
Theatrical exhibition	68.49	57.12	77.18	
Film production and distribution	(15.92)	95.19	191.59	
Radio Business (Refer Note 1)	-	-	-	
Total	249.60	372.42	607.42	
Less : Interest	148.29	28.67	45.01	
Add: Other Unallocable income net off unallocable expenses	339.27	309.95	566.04	
Total Profit before Tax	440.58	653.70	1,128.45	
Capital Employed (Segment assets less segment liabilities)				
Film Facilities	1,254.55	598.33	681.79	
Theatrical exhibition	5,031.39	1,987.35	2,273.94	
Film production and distribution	3,394.91	2,759.04	3,125.94	
Radio Business	3,809.80	-	-	
Total	13,490.65	5,344.72	6,081.67	

- 2 There were no complaints from the investors pending at the beginning of the quarter. The Company received 10 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 financial year ended 31st March 2008 have been reviewed by the audit committee, approved by the Board of Directors at the meeting held on 29th May, 2008 and have been subjected to the audit by the statutory auditors of the company. For ease of comparison figures relating to the corresponding period of the previous year as is comprised in the current year have also been given.
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- 6 Effective last 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 175.26 Mn accounted in previous periods (including Rs 43.81 Mn accounted in earlier financial years) has been reversed and foreign exchange fluctuation (net loss) of Rs 186.04 Mn for the financial year ended 31 March 2008 is not recognised in the Statement.
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Place: Mumbai
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Director