

MUKTA ARTS LIMITED

an entertainment company

Regd. Office : Mukta House, Behind Whistling Woods Institute, Filmcity Complex,
Goregaon (East), Mumbai - 400 065. TEL. : 91-22-3364 9400



13th February, 2020

BSE Limited PhirozeJeejeeboy Towers Dalal Street, Fort, Mumbai 400 001 BSE Scrip Code: 532357	National Stock Exchange of India Limited Exchange Plaza, 5th Floor Plot no. C/1, G Block, Bandra Kurla Complex, Bandra (East), Mumbai 400 051 NSE Scrip Symbol: MUKTAARTS
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Kind Attn: Corporate Relations Department

Dear Sirs,

Subject: Outcome of the Board Meeting and Results for December 2019 quarter

Further to our letter dated 5th February, 2020 and pursuant to the Regulation 30 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, we wish to inform you that the Board of Directors of the Company at its meeting held today viz. 13th February, 2020, considered and approved the Unaudited Standalone and Consolidated Financial Results along with segment wise results of the Company for the quarter and nine months ended 31st December, 2019 and Limited Review Report in pursuance to SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015.

A press release for the said quarter is also enclosed herewith for your reference along with the copy of the aforesaid unaudited financial results. The Board Meeting commenced at 11.30 A.M. and concluded at 02.00 P.M.

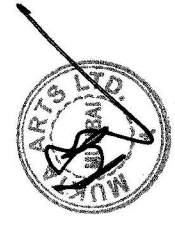
Please take the same on records accordingly and oblige.

Thanking you,

Yours Faithfully,
For and on behalf of
Mukta Arts Limited



Monika Shah
Company Secretary
Encl: As above.



S.No	Particulars	Consolidated												(Rs. in lakhs)	
		Standalone			For the quarter ended			For the nine months ended			Year ended				
		For the three months ended			For the quarter ended			For the nine months ended			Year ended				
		December 31, 2019	September 30, 2019	December 31, 2018	December 31, 2019	September 30, 2019	December 31, 2018	December 31, 2019	September 30, 2019	December 31, 2018	December 31, 2019	September 30, 2019	December 31, 2018	March 31, 2019	Year ended
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)	
1	SEGMENT REVENUE														
	Software division	96.31	73.69	108.81	882.52	36.51	96.31	73.69	108.81	943.01	108.81	882.52			
	Equipment division (including other income)	7.87	1.80	32.15	39.57	14.00	7.87	1.80	32.15	14.56	32.15	39.57			
	Theatrical exhibition division	-	-	-	-	2,662.83	2,652.83	2,666.14	7,474.47	7,474.47	7,474.47	10,412.88			
	Education	-	-	-	-	1,415.33	1,415.33	1,017.86	4,093.66	4,093.66	3,857.50	4,678.24			
	Others	245.46	251.24	737.05	1,297.68	260.49	245.46	251.24	755.24	755.24	737.06	1,297.68			
	Total	349.64	326.63	1,712.81	2,219.77	4,417.80	4,417.80	4,437.39	13,561.41	13,561.41	12,209.98	17,310.89			
	Less: Inter segment revenue	-	-	-	-	-	-	-	-	-	-	-			
	Net sales/ income from operation	349.64	326.63	1,712.81	2,219.77	4,417.80	4,417.80	4,437.39	13,561.41	13,561.41	12,209.98	17,310.89			
2	SEGMENT RESULTS														
	Profit/ (loss) before tax and finance costs from each segment														
	Software division	(58.38)	(82.26)	(307.85)	190.32	(112.81)	(58.30)	(82.26)	(307.85)	141.98	(307.85)	190.32			
	Equipment division	(1.84)	(7.39)	0.30	(13.99)	3.00	(1.84)	(7.39)	0.30	(13.40)	0.30	(13.99)			
	Theatrical exhibition division	-	-	-	-	(1.66)	(217.14)	46.79	(258.30)	191.28	191.28	51.08			
	Education	-	-	-	-	193.91	193.91	17.05	266.87	503.25	796.82	475.67			
	Others	162.72	154.76	517.79	831.28	191.47	162.81	154.76	499.49	517.79	517.79	831.28			
	Total	102.50	627.90	210.24	1,007.61	79.44	79.44	378.77	873.02	1,198.32	1,198.32	1,534.36			
	Less: Finance costs	159.29	228.78	453.15	597.03	255.63	382.65	514.74	1,171.47	756.20	1,018.34				
	Net of unallocable expenditure	(70.02)	(74.50)	(242.78)	(149.53)	88.30	(14.24)	(16.71)	(64.08)	300.10	300.10	85.19			
	Total profit before tax	13.23	(89.17)	(0.13)	560.11	(286.86)	(286.86)	(119.26)	(234.37)	142.02	142.02	430.83			
	Add : Share of profit/(loss) in Joint ventures	-	-	-	-	1.13	1.13	(5.75)	2.98	9.60	9.60	(11.26)			
	Total profit before tax and after share in Joint venture	13.23	(89.17)	(0.13)	560.11	(285.73)	(285.73)	(125.01)	(231.39)	151.62	151.62	419.57			
3	SEGMENT ASSETS														
	Software division	2,500.93	2,750.04	1,289.63	2,084.86	1,289.63	2,500.93	2,750.04	1,289.63	2,500.93	1,289.63	2,084.86			
	Equipment division	135.21	138.36	157.32	444.86	157.32	135.21	138.36	157.32	135.21	157.32	444.86			
	Theatrical exhibition division	540.11	540.11	-	602.21	10,507.23	10,507.23	6,808.74	6,808.74	10,507.23	6,808.74	7,399.45			
	Education	-	-	-	-	4,775.51	4,775.51	4,393.98	4,775.51	4,393.98	4,393.98	4,384.00			
	Others	2,049.28	2,062.53	2,232.93	2,302.30	2,049.28	2,049.28	2,062.53	2,232.93	2,049.28	2,232.93	2,302.30			
	Unallocable	17,522.57	16,934.63	17,522.57	15,868.25	18,063.04	17,522.57	16,934.63	18,063.04	17,522.57	18,063.04	15,868.25			
4	SEGMENT LIABILITIES														
	Software division	565.29	257.94	234.97	440.15	565.29	565.29	257.94	234.97	565.29	234.97	440.15			
	Equipment division	1.42	0.41	2.50	4.96	1.42	1.42	0.41	2.50	1.42	2.50	4.96			
	Theatrical exhibition division	875.87	875.87	-	875.87	7,652.03	7,652.03	5,688.97	5,688.97	7,652.03	5,688.97	4,770.80			
	Education	-	-	-	-	3,913.24	3,913.24	4,277.19	4,277.19	4,305.06	4,277.19	3,375.40			
	Others	891.62	925.38	505.67	550.50	891.62	891.62	505.67	505.67	891.62	505.67	550.50			
	Unallocable	6,461.40	6,443.50	7,214.04	5,284.80	9,874.88	9,874.88	9,674.40	9,874.88	9,874.88	7,214.04	8,853.32			

NOTES:

- 1 The above financial results have been reviewed by the audit committee and approved by the Board of Directors at the meeting held on 13 February 2020.
- 2 In terms of order dated 9.02.2012 passed by the High Court of Judicature at Bombay ('High Court'), Maharashtra Film Stage and Cultural Development Corporation ('MFSCDC') raised net demand of Rs. 591,966,210 and asked Whistling Woods International Limited (WWIL) to vacate the premises. The Company's and WWIL's Review Petitions were heard by High Court and a stay was granted on 30 July 2014. However, the High Court ordered the Company/WWIL to pay Rs 100,038,000 by January 2015 against arrears of rent for the years 2000-01 to 2013-14 and Rs 4,500,000 per annum from the financial year 2014-15. As per the terms of the said Order, till 31 December 2019 Rs 113,538,000 has been paid by the Company and Rs 13,500,000 has been paid by WWIL. The State Government of Maharashtra and MFSCDC challenged the Order of the High Court in the Supreme Court which was dismissed by the court on 22 September 2014 with recourse to the State Government of Maharashtra to make an application to Bombay High Court. The Maharashtra State Cabinet has on 25 September 2018 approved allotment of 5.5 acres of land on lease basis to the Company. However the matter is sub-judice and is subject to final disposal by the Honorable Bombay High Court. The auditors continue to modify their report on the said matter.

- 3 Figures for the corresponding quarter of the previous year have been regrouped / rearranged to conform to current quarter's presentation.

Date : 13 February 2020

Place : Mumbai



For and on behalf of the Board of directors

Rahul Puri

Managing Director

DIN:01925045

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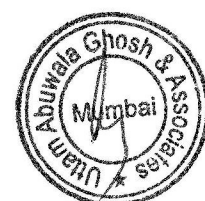
Limited Review Report on the unaudited quarterly and year to date standalone financial results of the Company pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

**To the Board of Directors of
Mukta Arts Limited**

1. We have reviewed the accompanying statement of unaudited standalone financial results of **Mukta Arts Limited** ("the Company") for the quarter ended 31 December, 2019 and year to date results for the period from 1 April 2019 to 31 December 2019 ("the statement")
2. This statement, which is the responsibility of the Company's management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013, and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. Our responsibility is to issue a report on the Statement based on our review.
3. We conducted our review of the statement in accordance with the Standard on Review Engagement (SRE) 2410, "Review of Interim Financial Information performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
4. *As at 31 December, 2019, the company's investment in its subsidiary (including deemed investment), Whistling woods International Limited (WWIL) a joint venture between the company and Maharashtra Film, Stage and Cultural Development Corporation Limited (MFSCDCL), aggregates to Rs.19,95,11,218/- and loans and advances, deposits and interest receivable Rs.59,92,95,846/- recoverable from WWIL. As fully explained in Note 2 to the accompanying unaudited financial statements, the Order of 9 February, 2012 passed by the High Court of judicature at Bombay ('High Court'), had quashed the joint Venture Agreement ('JVA') between the company and Maharashtra Film Stage Cultural Development Corporation ('MFSCDCL'). Maharashtra Film Stage and Cultural Development Corporation ('MFSCDC') raised net demand of Rs. 59,19,66,210/- and asked WWIL to vacate the premises. WWIL's petition for special leave to appeal filed with the Supreme Court of India had also been dismissed. The Company and WWIL had filed application to review the said order with the High Court and an Interim stay was granted on 30 July, 2014 which required deposit of Rs.10,00,38,000/- by January 2015 against payment of arrears of rent for the year 2000-01 to 2013-14 and payment of Rs.45,00,000/- per annum from Financial Year 2014-15 till the settlement of the case, to MFSCDCL. As per the terms of the said Order, till financial year 2016-17, Rs. 11,35,38,000/- has been paid by the Company and for financial year 2017-18, 2018-19 and 2019-20 Rs. 45,00,000/- per annum has been paid by WWIL. The State Govt. of Maharashtra and MFSCDCL challenged the order of the High Court in the*

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Supreme Court which was dismissed by the Supreme Court on 22 September, 2014. The amount so paid / being paid by the Company have been accounted under Non - Current Other Financial Assets in the Standalone Financial Statements to be adjusted on the settlement of the case. Management of WWIL informs that these will be accounted as an expense, if required, on the settlement of the case.

Additionally, without giving effect to the matter as stated above, WWIL's net worth stands fully eroded as at 31 December, 2019. Having regard to the circumstances explained above and pending final outcome of the matter under litigation, the Company has not made any adjustment to the carrying value of investment in and amounts due from WWIL and the deposit paid consequent to the High Court's Orders. Accordingly, the impact on the carrying value of investments, recoverability of loans and advances and consequential impact on loss for the year and reserves is not determinable.

5. Based on our review conducted as above, except for the matters relating to the investment in and loans and advances and interest recoverable from WWIL referred to in paragraph 4 above, the outcome and consequent adjustment to the unaudited financial results of which cannot be presently determined, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with the recognition and measurement principles laid down in aforesaid Indian Accounting Standards (Ind AS) specified under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 (as amended), including the manner in which it is to be disclosed, or that it contains any material misstatement.

For Uttam Abuwala Ghosh & Associates

Chartered Accountants

Firm No. 111184W



CA. Subhash Jhunjhunwala

(Partner)

Membership No.: 016331

UDIN NO.: 20016331AAAAAJ8724



Date: February 13, 2020

Place: Mumbai

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Limited Review Report on unaudited quarterly and year to date consolidated financial results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

**To the Board of Directors of
Mukta Arts Limited**

1. We have reviewed the accompanying Statement of unaudited consolidated financial results of **Mukta Arts Limited** ("the Parent"), and its subsidiaries (the Parent and its subsidiaries together referred to as "the Group") and its share of net profit after tax and total comprehensive income of its joint venture for the quarter ended 31 December, 2019 and year to date results for the period from 1 April 2019 to 31 December 2019 ("the statement"), being submitted by the Parent pursuant to the requirement of Regulation 33 of SEBI (Listing Obligation and Disclosure Requirement) Regulations, 2015 as amended ("Listing Regulation").
2. This Statement, which is the responsibility of the Parent's Management and approved by the Parent's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" (Ind AS 34), prescribed under Section 133 of the Companies Act, 2013, and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. Our responsibility is to issue a report on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

We also performed procedures in accordance with the circular issued by the Securities and Exchange Board of India under Regulation 33(8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended, to the extent applicable.

4. The statement includes the results of the following entities:

- a. **Parent Company**
 - i. Mukta Arts Limited

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b. Subsidiaries:

- i. Mukta A2 Cinemas Limited
- ii. Whistling Woods International Limited
- iii. Whistling Woods International Foundation (100% Subsidiary of Whistling Woods International Limited)
- iv. Mukta A2 Multiplex SPC (incorporated in Bahrain)
- v. Mukta Creative Ventures Limited
- vi. Mukta Tele Media Limited
- vii. Connect.1 Limited

and

c. Joint Venture:

- i. Mukta VN Films Limited

5. *As at 31 December, 2019, the company's investment in its subsidiary (including deemed investment), Whistling woods International Limited (WWIL) a joint venture between the company and Maharashtra Film, Stage and Cultural Development Corporation Limited (MFSCDCL), aggregates to Rs. 19,95,11,218/- and loans and advances, deposits, interest receivable and rent receivable aggregate to Rs. 59,92,95,846/- recoverable from WWIL. As fully explained in Note 2 to the accompanying unaudited financial statements, the Order of 9 February, 2012 passed by the High Court of judicature at Bombay ('High Court'), had quashed the joint Venture Agreement ('JVA') between the company and Maharashtra Film Stage Cultural Development Corporation ('MFSCDCL'). Maharashtra Film Stage and Cultural Development Corporation ('MFSCDC') raised net demand of Rs. 59,19,66,210/- and asked WWIL to vacate the premises. WWIL's petition for special leave to appeal filed with the Supreme Court of India had also been dismissed.*

The Company and WWIL had filed application to review the said order with the High Court and an Interim stay was granted on 30 July, 2014 which required deposit of Rs.10,00,38,000/- by January 2015 against payment of arrears of rent for the year 2000-01 to 2013-14 and payment of Rs.45,00,000/- per annum from Financial Year 2014-15 till the settlement of the case, to MFSCDCL. As per the terms of the said Order, till financial year 2016-17, Rs. 11,35,38,000/- has been paid by the Parent Company and for financial year 2017-18, 2018-19 and 2019-20 Rs. 45,00,000/- per annum has been paid by WWIL. The State Govt. of Maharashtra and MFSCDCL challenged the order of the High Court in the Supreme Court which was dismissed by the Supreme Court on 22 September, 2014. The amount so paid by the Company have been accounted under Non - Current Other Financial Assets in the Financial Statements to be adjusted on the settlement of the case. Management of WWIL informs that these will be accounted as an expense, if required, on the settlement of the case.

Additionally, without giving effect to the matter as stated above, WWIL's net worth stands fully eroded as at 31 December, 2019. Having regard to the circumstances explained above and pending final outcome of the matter under litigation, the Company has not made any adjustment to the carrying value of investment in and amounts due from WWIL and the deposit paid consequent

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to the High Court's Orders. Accordingly, the impact on the carrying value of investments, recoverability of loans and advances and consequential impact on loss for the year and reserves is not determinable.

The Ministry of Corporate Affairs (MCA) on March 30, 2019 notified Ind AS 116 "Leases" as part of Companies (Indian Accounting Standards) Amendment Rules, 2019. The new standard is effective from reporting periods beginning on or after April 1, 2019. Pending final outcome of the matter under litigation as mentioned above, no adjustment has been made in WWIL's Financial Statements with respect to Ind AS 116 on the land rights.

6. *WWIL has disputed the demand from Income-tax authorities aggregating to Rs. 50,60,974/- (including interest Rs. 19,02,995/-) [31 March, 2019: Rs. 50,60,974/- (including interest of Rs. 1,902,995)] for the financial years ended 31 March, 2004 (Assessment Year 2004-05) and 31 March 2005 (Assessment Year 2005-06). No provision has been made in this regard. Had the Company accrued for this liability, the profit for the period in the Financial Information at 31 December, 2019 would have been lower by Rs. 50,60,974/-.*
 7. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of the review reports of other auditors referred to in paragraph 8 below and management certified accounts referred to in paragraph 9 below, except for the matters relating to the investment in and loans and advances and interest recoverable from WWIL referred to in paragraph 5 above and for matter relating to income tax disputes referred to in paragraph 6 above, nothing has come to our attention that causes us to believe that the accompanying statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.
 8. We did not review the interim financial results of three subsidiaries included in the consolidated unaudited financial results, whose interim financial results reflect total revenues of Rs. 53,70,68,488/-, total net loss after tax of Rs. 1,14,64,883/- and total comprehensive loss of Rs. 1,32,32,139/-, for the quarter ended and nine months 31 December, 2019, as considered in the consolidated unaudited financial results. These interim financial results have been reviewed by other auditors whose reports have been furnished to us by the Management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, is based solely on the reports of the other auditors and the procedures performed by us as stated in paragraph 3 above.
- Our conclusion on the Statement is not modified in respect of the above matters.
9. The consolidated unaudited financial results include the interim financial results of three subsidiaries which have not been reviewed by their auditors, whose interim financial results reflect total revenue of Rs. 23,82,797/-, total net loss after tax of Rs.17,69,093/- and total comprehensive loss of Rs.17,69,093/- for the quarter and nine months ended 31 December, 2019, respectively. The

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consolidated unaudited financial results also include the Group's share of net profit after tax of Rs. 2,98,082/- and total comprehensive income of Rs. 2,98,082/- for the quarter and nine months ended 31 December, 2019, respectively, as considered in the consolidated unaudited financial results, in respect of one joint ventures, based on their interim financial results which have not been reviewed by their auditors. According to the information and explanations given to us.

Our conclusion on the Statement is not modified in respect of the above matters.

For Uttam Abuwala Ghosh & Associates

Chartered Accountants

Firm No. 111184W



CA. Subhash Jhunjunwala

(Partner)

Membership No.: 016331

UDIN NO.: 20016331AAAAAK2403



Date: February 13, 2020

Place: Mumbai

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PRESS RELEASE

13th February 2020, Mumbai

Mukta Arts Limited Standalone Q3 Revenue remains at the same level as Q2 but on lower finance cost results in a positive PBT of Rs. 13 lacs and Rs. 318 lacs for the 9 months.

Whistling Woods International, its subsidiary in the education business posted a 38% growth in revenue from Rs. 1018 lacs in Q3 of 2019 to Rs. 1407 lacs in Q3 of 2020. Its bottom line is now stable with a PAT of Rs. 221 lacs against a 2019 full year PAT of only Rs. 62 lacs.

The subsidiaries in the cinema space saw stable revenues in the quarter ended. Mukta A2 EBITDA margin was 14% in the quarter.