

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



12th November, 2021

BSE Limited Phiroze Jeejeeboy 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 quarter and half year ended 30th September 2021

Further to our letter dated 29th October, 2021 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., 12th November, 2021 considered and approved the Unaudited Standalone and Consolidated Financial Results along with segment wise results of the Company for the quarter and half year ended 30th September, 2021, Limited Review Report in pursuance to SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 and Statement of Cash Flow as at that date.

A copy of the aforesaid unaudited financial results is attached. The Board Meeting commenced at 12.00 p.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.

MUKTA ARTS LIMITED							
CIN:L92110MH1982PLC028180							
Regd. Office: Mukta House, Behind Whistling Woods Institute, Film City Complex, Goregaon (E), Mumbai-400 065							
Part 1 - Statement of Unaudited Financial Results for the Quarter and Half year ended September 30 2021							
(Rs in lakhs, except per share data)							
S.No	Particulars	Standalone					
		For the quarter ended			For the half year ended		Year Ended
		September 30, 2021 (Unaudited)	September 30, 2020 (Unaudited)	June 30, 2021 (Unaudited)	September 30, 2021 (Unaudited)	September 30, 2020 (Unaudited)	March 31, 2021 (Audited)
1	Revenue from operations	187.90	281.72	320.35	508.25	788.22	1,863.11
2	Other Income	312.35	261.00	300.04	612.38	489.88	1,117.67
3	Total Revenue	500.25	542.72	620.39	1,120.63	1,278.10	2,980.78
4	Expenses						
	a) (Increase)/ decrease in stock in trade	-	-	-	-	-	-
	b) Purchase of food and beverage	-	-	-	-	-	-
	c) Distributor and producer's share	-	-	-	-	-	-
	d) Other direct operation expenses	10.11	-	24.09	34.20	-	255.85
	e) Employee benefits expense	86.34	80.98	85.91	172.25	173.01	366.24
	f) Amortisation of intangible assets (including films rights)	-	-	-	-	-	-
	g) Depreciation of tangible assets	57.60	56.51	55.40	113.00	113.00	204.09
	h) Finance costs	135.50	138.40	141.54	277.04	278.11	584.58
	i) Other expenses	184.61	179.15	151.06	335.67	269.73	665.08
	Total expenditure	474.16	455.04	458.00	932.16	833.85	2,075.84
5	Profit/ (loss) before tax (3-4)	26.09	87.68	162.39	188.47	444.25	904.94
6	Tax Expenses						
	Current tax	4.50	3.50	30.00	34.50	21.50	130.00
	Deferred tax	2.80	(1.04)	(3.31)	(0.51)	9.15	27.23
7	Profit/ (loss) from ordinary activities after tax	18.79	85.22	135.70	154.48	413.60	747.71
8	Extraordinary Items	-	-	-	-	-	49.63
9	Share of profit/(loss) in Joint ventures	-	-	-	-	-	-
10	Net profit/(loss) for the period	18.79	85.22	135.70	154.48	413.60	698.08
11	Other Comprehensive Income (net of tax)	-	-	-	-	-	6.23
12	Total Comprehensive Income for the period (transferred to BS-Other Equity)	18.79	85.22	135.70	154.48	413.60	704.31
13	Basic and diluted earning per share (EPS) (not annualised)	0.08	0.38	0.60	0.68	1.83	3.12
Part II							
A Particulars of shareholdings							
1	Public shareholding						
	a) Number of shares	66,91,910	66,91,910	66,91,910	66,91,910	66,91,910	66,91,910
	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	1,58,93,290	1,58,93,290	1,58,93,290	1,58,93,290	1,58,93,290	1,58,93,290
	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							
	Pending at the beginning of the quarter	Nil					
	Received during the quarter	Nil					
	Disposed off during the quarter	Nil					
	Remaining unresolved at the end of the quarter	Nil					



MUKTA ARTS LIMITED							
CIN:L92110MH1982PLC028180							
Regd. Office: Mukta House, Behind Whistling Woods Institute, Film City Complex, Goregaon (E), Mumbai-400 065							
Part 1 - Statement of Unaudited Financial Results for the Quarter and Half year ended September 30 2021							
(Rs in lakhs, except per share data)							
S.No	Particulars	Consolidated					
		For the quarter ended			For the half year ended		Year Ended
		September 30, 2021	September 30, 2020	June 30, 2021	September 30, 2021	September 30, 2020	March 31, 2021
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)	
1	Revenue from operations	1,514.46	1,458.55	1,492.67	3,007.13	3,283.83	7,288.52
2	Other Income	349.01	343.86	343.84	692.85	683.66	1,480.21
3	Total Revenue	1,863.47	1,802.41	1,836.51	3,699.98	3,967.49	8,768.73
4	Expenses						
	a) (Increase)/ decrease in stock in trade	14.03	3.54	(2.43)	11.60	46.83	32.13
	b) Purchase of food and beverage	(16.98)	20.90	48.24	31.26	21.45	64.70
	c) Distributor and producer's share	99.61	17.48	61.59	161.20	17.58	440.15
	d) Other direct operation expenses	3.11	14.60	0.10	3.21	18.37	59.71
	e) Employee benefits expense	511.83	502.82	453.13	964.96	1,084.24	2,108.42
	f) Amortisation of intangible assets (including films rights)	29.06	30.32	28.92	57.98	63.10	132.98
	g) Depreciation of tangible assets	412.91	456.59	409.44	822.35	909.96	1,786.51
	h) Finance costs	271.27	300.62	284.52	555.80	614.73	1,368.34
	i) Other expenses	1,268.87	960.81	789.80	2,058.67	1,666.55	3,855.63
	Total expenditure	2,593.73	2,307.69	2,073.31	4,667.03	4,442.80	9,848.57
5	Profit/ (loss) before tax (3-4)	(730.26)	(505.28)	(236.80)	(967.04)	(475.31)	(1,079.83)
6	Tax Expenses						
	Current tax	4.54	3.54	30.05	34.59	21.59	130.17
	Deferred tax	0.24	(10.41)	(4.47)	(4.23)	(11.06)	(77.08)
7	Profit/ (loss) from ordinary activities after tax	(735.03)	(498.42)	(262.38)	(997.40)	(485.84)	(1,132.92)
8	Extraordinary Items	-	-	-	-	-	49.63
9	Share of profit/(loss) in Joint ventures	1.98	(13.83)	(11.57)	(9.60)	(26.92)	(47.61)
10	Net profit/(loss) for the period	(733.06)	(512.24)	(273.95)	(1,007.00)	(512.76)	(1,230.16)
11	Other Comprehensive Income (net of tax)	-	(6.87)	-	-	(13.75)	(4.48)
12	Total Comprehensive Income for the period (transferred to BS-Other Equity)	(733.06)	(519.12)	(273.95)	(1,007.00)	(526.51)	(1,234.64)
13	Basic and diluted earning per share (EPS) (not annualised)	(3.25)	(2.30)	(1.21)	(4.46)	(2.33)	(5.47)
Part II							
A Particulars of shareholdings							
1	Public shareholding						
	a) Number of shares	66,91,910	66,91,910	66,91,910	66,91,910	66,91,910	66,91,910
	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	1,58,93,290	1,58,93,290	1,58,93,290	1,58,93,290	1,58,93,290	1,58,93,290
	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							
Pending at the beginning of the quarter							
Received during the quarter							
Disposed off during the quarter							
Remaining unresolved at the end of the quarter							
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Segment - wise Revenue, Results, Assets and Liabilities													(Rs in lakhs)
S.No	Particulars	Standalone						Consolidated					
		For the quarter ended			For the half year ended			For the quarter ended			For the half year ended		
		September 30, 2021	September 30, 2020	June 30, 2021	September 30, 2021	September 30, 2020	March 31, 2021	September 30, 2021	September 30, 2020	June 30, 2021	September 30, 2021	September 30, 2020	March 31, 2021
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	SEGMENT REVENUE												
	Software division	16.82	71.45	128.36	145.19	400.60	1,122.20	16.82	517.54	128.36	145.19	846.70	1,122.20
	Equipment division (including other income)	4.61	2.10	0.30	4.91	2.10	11.19	4.61	6.69	0.30	4.91	6.69	11.19
	Theatrical exhibition division	-	-	-	-	-	-	479.41	368.34	360.62	840.03	645.13	1,588.65
	Education	-	-	-	-	-	-	1,143.66	1,110.92	1,100.15	2,243.81	2,470.08	5,069.95
	Others	166.47	208.17	191.69	358.15	385.52	984.66	274.35	332.43	191.69	466.04	509.78	984.66
	Total	187.90	281.72	320.35	508.25	788.23	2,118.05	1,918.85	2,335.90	1,781.12	3,699.98	4,478.37	8,776.65
	Less: Inter segment revenue	-	-	-	-	-	-	-	-	-	-	-	-
	Net sales/ Income from operation	187.90	281.72	320.35	508.25	788.23	2,118.05	1,918.85	2,335.90	1,781.12	3,699.98	4,478.37	8,776.65
2	SEGMENT RESULTS												
	Profit/ (loss) before tax and finance costs from each Segment												
	Software division	(87.76)	(19.99)	(3.83)	(91.59)	207.14	517.78	(87.76)	(26.86)	(3.83)	(91.59)	200.28	517.78
	Equipment division	(2.34)	(3.12)	(4.85)	(7.19)	(10.57)	(26.62)	(2.34)	(4.11)	(4.85)	(7.19)	(11.56)	(26.62)
	Theatrical exhibition division	-	-	-	-	-	-	(657.48)	(465.53)	(355.30)	(1,012.78)	(913.61)	(1,857.44)
	Education	-	-	-	-	-	-	89.13	90.05	149.79	238.92	441.36	872.99
	Others	86.70	133.57	136.70	223.40	268.86	576.79	86.70	201.40	136.70	223.40	336.68	576.79
	Total	(3.40)	110.46	128.02	124.62	465.43	1,067.94	(571.75)	(205.04)	(77.49)	(649.24)	53.15	83.50
	Less: Finance costs	135.50	138.41	141.54	277.04	278.11	584.58	271.27	300.62	284.52	555.80	614.73	1,368.34
	Other un-allocable expenditure												
	Net of unallocable income	(164.99)	(115.64)	(175.91)	(340.89)	(256.94)	(421.57)	(112.78)	(0.39)	(125.21)	(238.00)	(86.26)	(205.01)
	Total profit before tax	26.09	87.68	162.39	188.47	444.25	904.93	(730.26)	(505.28)	(236.80)	(967.04)	(475.31)	(1,079.83)
	Add : Share of profit/(loss) in Joint ventures	-	-	-	-	-	-	1.98	(13.83)	(11.57)	(9.60)	(26.92)	(47.61)
	Total profit before tax and after share in Joint venture	26.09	87.68	162.39	188.47	444.25	904.94	(728.28)	(519.11)	(248.37)	(976.64)	(502.23)	(1,127.44)
3	SEGMENT ASSETS												
	Software division	2,610.37	2,310.49	2,518.77	2,610.37	2,310.49	1,901.09	2,610.37	2,750.04	2,518.77	2,610.37	2,750.04	1,901.09
	Equipment division	122.61	123.57	111.99	122.61	123.57	114.95	122.61	138.36	111.99	122.61	138.36	114.95
	Theatrical exhibition division	678.84	540.11	612.28	678.84	540.11	612.28	8,437.44	9,323.02	8,631.22	8,437.44	9,323.02	8,865.37
	Education	-	-	-	-	-	-	6,212.61	5,833.91	5,286.31	6,212.61	5,833.91	5,517.92
	Others	2,031.43	2,076.22	2,531.47	2,031.43	2,076.22	3,080.82	2,031.43	2,062.53	2,531.47	2,031.43	2,062.53	3,080.82
	Unallocable	22,847.22	18,744.27	21,242.14	22,847.22	18,744.27	19,414.56	6,278.57	4,375.20	4,992.39	6,278.57	4,375.20	4,897.69
4	SEGMENT LIABILITIES												
	Software division	4,668.61	489.59	3,755.43	4,668.61	489.59	2,912.67	4,668.61	257.94	3,755.43	4,668.61	257.94	2,912.67
	Equipment division	0.74	2.17	0.04	0.74	2.17	5.51	0.74	0.41	0.04	0.74	0.41	5.51
	Theatrical exhibition division	775.87	875.87	775.87	775.87	875.87	776.78	1,805.23	5,516.82	3,182.16	1,805.23	5,516.82	2,826.85
	Education	-	-	-	-	-	-	4,428.59	4,815.65	4,031.10	4,428.59	4,815.65	3,881.31
	Others	546.04	534.58	474.29	546.04	534.58	494.33	546.04	925.38	474.29	546.04	925.38	494.33
	Unallocable	7,054.79	7,393.62	7,085.50	7,054.79	7,393.62	6,144.70	15,032.72	12,566.92	15,516.43	15,032.72	12,566.92	14,571.46



MUKTA ARTS LIMITED

Statement of assets and liabilities as at 30 September 2021

(Rs in lacs)

Particulars	Standalone		Consolidated	
	As at 30 Sept 2021 (Unaudited)	As at 31 March 2021 (Audited)	As at 30 Sept 2021 (Unaudited)	As at 31 March 2021 (Audited)
ASSETS				
Non-current assets				
Property, plant and equipment	1,312.70	1,351.85	6,403.79	6,654.39
Right-of-use assets	82.84	89.71	1,996.02	2,352.65
Capital work-in-progress	12.87	12.87	381.53	460.71
Investment property	1,354.56	1,371.28	1,379.37	1,396.88
Other Intangible assets	521.37	518.25	906.84	962.75
Intangible Assets under Development	1,014.89	466.52	1,427.45	823.48
Financial assets				
Investments	2,703.27	2,678.28	401.73	358.72
Loans	3,744.06	3,744.06	-	-
Others	4,012.25	3,744.73	2,410.31	2,231.90
Deferred income tax assets (net)	267.60	267.09	271.32	267.09
Other non-current assets	1,383.70	1,148.17	1,562.34	1,318.39
Current assets				
Inventories	-	-	66.67	75.87
Financial assets				
Trade receivables	1,510.90	1,918.74	2,354.41	2,073.91
Cash and cash equivalents	462.77	575.29	1,802.06	1,401.42
Bank balances other than above	503.48	479.27	503.48	479.27
Loans	6,726.11	5,662.56	1,295.34	1,263.69
Others	808.91	692.60	1,623.76	821.64
Other Current assets	441.55	402.43	1,177.96	1,435.08
Total Assets	26,863.83	25,123.70	25,964.35	24,377.84
EQUITY AND LIABILITIES				
Equity				
Equity Share capital	1,129.26	1,129.26	1,584.70	1,129.26
Other Equity	13,813.07	13,660.44	(2,373.60)	(1,443.55)
Minority Interest	-	-	455.44	408.37
Non-current liabilities				
Financial liabilities				
Borrowings	4,564.94	4,669.49	5,409.32	5,591.40
Other financial liabilities	421.15	393.89	1,529.79	1,755.07
Lease Liability	296.85	308.11	2,043.24	2,035.45
Provisions	161.16	135.42	566.74	514.83
Other non-current liabilities	102.77	140.90	122.25	206.03
Current liabilities				
Financial liabilities				
Borrowings	963.74	936.88	1,999.94	1,134.89
Trade payables	232.87	177.10	3,109.32	2,834.31
Other financial liabilities	294.93	622.64	5,707.10	3,556.65
Other current liabilities	4,531.37	2,518.36	4,759.75	5,650.86
Provisions	351.71	431.21	1,050.36	1,004.26
Total Equity and Liabilities	26,863.83	25,123.70	25,964.35	24,377.84

Mukta Arts Limited
Cash Flow Statement for the six months ended 30 September 2021

(In Rupees)

Sr. No.	Particulars	Standalone		Consolidated	
		30-Sep-2021	30-Sep-2020	30-Sep-2021	30-Sep-2020
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
A.	Cash flow from operating activities				
	Net Profit before tax	1,88,47,148	4,44,25,742	(9,67,04,441)	(4,75,31,267)
	Adjustments for:				
1	Depreciation and amortisation	1,12,99,993	1,12,99,993	8,80,32,664	9,73,05,841
2	Bad debts/ advances/ intangible assets under development written-off	3,29,523	1,22,494	1,12,52,850	4,44,530
3	Finance costs	2,77,04,253	2,78,10,653	5,55,79,684	6,14,72,663
4	Interest income	(4,57,79,568)	(3,78,28,498)	(58,55,148)	(56,31,685)
4	Interest on income tax refund	(4,82,915)	(4,82,915)	(500)	(2,34,516)
6	(Gain) on sale of tangible assets (net)	-	-	-	(14,97,182)
	Operating profit before working capital changes	1,19,18,434	4,53,47,469	5,23,05,109	10,43,28,385
	Movements in working capital:				
1	Increase/(Decrease) in other current liabilities	20,13,01,284	84,52,939	(8,91,11,171)	(31,33,470)
2	Increase/(Decrease) in other financial liabilities	(2,12,74,621)	1,84,65,562	(2,25,28,453)	(11,55,87,746)
3	Increase/(Decrease) in other non current liabilities	(38,12,362)	(11,50,982)	(83,77,455)	9,13,929
4	Increase/(Decrease) in trade payables	55,77,498	31,62,634	2,75,01,262	3,02,44,933
5	Increase/(Decrease) in Current Provisions	(79,49,939)	(44,19,310)	46,10,050	(66,42,703)
6	(Increase)/Decrease in inventories	-	-	9,19,783	46,91,402
7	(Increase)/Decrease in trade receivables	4,07,84,118	(1,36,21,905)	5,68,36,336	(4,06,21,650)
8	(Increase) /Decrease in other non- current assets	(2,35,52,723)	49,06,306	(2,43,94,614)	86,59,697
9	(Increase)/Decrease in short-term loans and advances	(4,20,49,424)	(6,35,25,174)	(31,64,401)	(40,55,655)
10	(Increase)/Decrease in other financial assets	(2,67,51,977)	2,81,74,074	(1,78,40,538)	3,60,76,728
11	(Increase) /Decrease in other current assets	(39,12,582)	(10,17,410)	2,57,12,098	3,52,13,533
12	(Increase)/Decrease in other current financial assets	(1,16,30,924)	1,29,19,381	(8,02,11,338)	(7,34,18,529)
	Cash generated from (used in) operations	11,86,46,782	3,76,93,584	(7,77,43,332)	(2,33,31,146)
	Taxes paid (net)	(2,69,54,115)	(75,45,665)	2,82,89,630	(98,55,624)
	Net cash generated from (used in) operating activities (A)	9,16,92,667	3,01,47,919	(4,94,53,702)	(3,31,86,770)
B	Cash flow from investing activities				
1	Investments in equity shares of subsidiaries	(24,98,425)	(28,35,925)	(43,01,063)	9,93,156
2	Purchase of fixed assets (tangible and intangible)	(6,01,75,843)	(78,25,183)	7,24,45,966	14,49,93,701
3	Proceeds from maturity/ (reinvestment) of fixed deposits, net	(5,03,47,521)	(63,78,469)	-	(2,56,18,049)
4	Proceeds from sale of fixed assets	-	28,00,000	28,00,000	28,00,000
5	Interest income	4,57,79,568	3,78,28,498	58,55,148	56,31,685
	Net cash used in investing activities (B)	(6,72,42,221)	2,35,88,921	7,68,00,052	12,88,00,494
C	Cash flow from financing activities				
1	Secured loan (repaid)/taken, net	(1,04,55,428)	(61,52,743)	(1,82,07,991)	3,31,81,369
2	Unsecured loan (repaid)/taken , net	26,85,700	-	8,65,04,652	2,55,56,736
3	Finance charges (net)	(2,77,04,253)	(2,78,10,653)	(5,55,79,684)	(6,14,72,663)
	Net cash flow from / (used in) financing activities (C)	(3,54,73,981)	(3,39,63,396)	1,27,16,977	(27,34,558)
	Net increase /(decrease) in cash and cash equivalents (A + B + C)	(1,10,23,535)	1,97,73,444	4,00,63,327	9,28,79,165
	Cash and cash equivalents at the beginning of the period	5,73,00,612	1,70,07,780	14,01,42,463	3,21,31,577
	Cash and cash equivalents at the end of the period	4,62,77,077	3,67,81,224	18,02,05,790	12,50,10,742

Uttam Abuwala Ghosh & Associates**Website: <http://www.uttamabuwala.com>****Chartered Accountants****Independent Auditor's Review Report on quarterly unaudited standalone financial results of Mukta Arts Limited pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.**

To
The Board of Directors of
Mukta Arts Limited

1. We have reviewed the accompanying statement of unaudited standalone financial results of **M/s Mukta Arts Limited** ("the Company") for the **Quarter and Half Yearly Ended September 30, 2021** ("the statement") attached herewith, being submitted by the company pursuant to the requirement of Regulation 33 of SEBI (Listing Obligation and Disclosure Requirement) Regulations, 2015 ('Listing Regulations') as amended.
2. The preparation of the Statement in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, (Ind AS 34) "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013, as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, read with the Circular is the responsibility of the Company's management and has been approved by the Board of Directors of the Company. Our responsibility is to express a conclusion 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 September 30, 2021, 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 Rs. 832,062,611 towards arrears of rent and interest thereon by letter dated December 3, 2012. Also, as per the High Court's Order which is under challenge from the Company, there is an option to set-off the arrears of rent and interest thereon against the value of the building with net excess or shortfall to be refunded to/claimed from Mukta Arts Limited, the Holding Company/Company, as applicable. During the year 2012-13, the Public Works Department (PWD) Engineer had given his valuation report of Institute building based on the Balance sheet of the Company as at March 31, 2011. MFSCDCL vide letter dated July 14, 2014, demanded Rs. 591,966,210 towards arrears of rent and interest thereon, up to July 31, 2014. 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 July 30, 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 to 2020-21 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*

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Court which was dismissed by the Supreme Court on September 22, 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 September 30, 2021. 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 Jhunjunwala
(Partner)
Membership No.: 016331
UDIN: 21016331AAAAD5097

Date: November 12, 2021
Place: Mumbai

Uttam Abuwala Ghosh & Associates

Website: <http://www.uttamabuwala.com>

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Independent Auditor Review Report on quarterly unaudited consolidated financial results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.

**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 loss of its joint venture for the Quarter and Half Yearly Ended September 30, 2021 (“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 (‘the Regulations’).
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 as amended, read with relevant rules issued there under and other accounting principles generally accepted in India read with the Circular. Our responsibility is to express a conclusion 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
 - 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)

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- 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 September 30, 2021, 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 Rs. 832,062,611 towards arrears of rent and interest thereon by letter dated December 3, 2012. Also, as per the High Court's Order which is under challenge from the Company, there is an option to set-off the arrears of rent and interest thereon against the value of the building with net excess or shortfall to be refunded to/claimed from Mukta Arts Limited, the Holding Company/Company, as applicable. During the year 2012-13, the Public Works Department (PWD) Engineer had given his valuation report of Institute building based on the Balance sheet of the Company as at March 31, 2011. MFSCDCL vide letter dated July 14, 2014, demanded Rs. 591,966,210 towards arrears of rent and interest thereon, up to July 31, 2014. 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 July 30, 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 to 2020-21 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 September 22, 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 September 30, 2021. 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.

6. *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 period beginning on or after April 1, 2019. Pending final outcome of the matter under litigation as mentioned in paragraph above, no adjustments has been made in the financial information with respect to Ind AS 116 on land rights.*

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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 9 below and management certified accounts referred to in paragraph 10 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 Ind AS 116 “Leases” referred to in paragraph 6 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, 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 draw your attention to following matters
 - a) As described in financial statement, the group has considered the effect of uncertainties due to Covid-19 pandemic on the operations of the group. However, the actual impact may be significantly different than estimated as it is not possible to completely evaluate and quantify the impact of Covid-19 on the future operations of the group.
 - b) Mukta A2 Cinema Limited (Subsidiary) has invoked the Force Majeure clause under various lease arrangements for its premises and informed the landlords that no rent would accrue for the period impacted by Covid-19 pandemic. The amount of reduction in lease liability which is yet to be confirmed in writing for the Quarter and Half Yearly Ended September 30, 2021 is Rs.399.22 lakhs has been recognized as concessional lease income.
 - c) During the Quarter and Half Year Ended September 30, 2021, Mukta A2 Cinema Limited (Subsidiary) has incurred loss before tax (including other comprehensive income) of Rs. 926.38 lakhs and has accumulated losses of Rs. 4,874.91 lakhs as on September 30, 2021. Further the company’s net worth has been fully eroded and there is a deficit of Rs. 4,724.91 lakhs in the shareholder’s equity as on September 30, 2021. These conditions indicate the existence of a material uncertainty which may cast significant doubt about the Company's ability to continue as a going concern. However, the company’s unaudited financial results have been prepared on a going concern basis on the reporting date.
 - d) There is an emphasis of matter with regards to the financial statements of Mukta A2 Multiplex S.P.C. (Subsidiary) on account of deficit in the Shareholder’s Equity and the company’s current liability exceeding its current assets as on September 30, 2021. These conditions indicate the existence of material uncertainty which may cast significant doubt about the Company’s ability to continue as a going concern.

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

9. We did not review the interim financial results of One subsidiaries included in the consolidated unaudited financial results, whose interim financial results reflect total revenues of Rs. 18,13,06,885/-, total net loss after tax and total comprehensive loss of Rs. 7,71,90,064/- for the quarter ended September 30, 2021 as considered in the consolidated unaudited financial results. These interim financial results have been

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Website: <http://www.uttamabuwala.com>

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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.

10. The consolidated unaudited financial results includes the interim financial results of Four subsidiaries which have not been reviewed by their auditors, whose interim financial results reflect total revenue of Rs. 23,94,80,388/-, total net loss after tax of and total comprehensive loss of Rs. 2,25,75,504/- for the quarter & half year ended September 30, 2021, respectively. The consolidated unaudited financial results also includes the Group's share of net loss after tax of and total comprehensive loss of Rs 9,97,40,447/- for the quarter & half year ended September 30, 2021 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 Jhunjhunwala
(Partner)
Membership No.: 016331
UDIN: 21016331AAAADF3718

Date: November 12, 2021
Place: Mumbai