

The Board of Directors
Saregama India Limited
33, Jessore Road, Dum Dum
Kolkata - 700028

1. We have reviewed the results of Saregama India Limited (the "Company") for the quarter ended 30th September, 2014 which are included in the accompanying 'Statement of Unaudited Financial Results for the Quarter and Six Months Ended 30th September, 2014' and the statement of assets and liabilities as on that date (the "Statement"), except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the Management but have neither been reviewed nor been audited by us. The Statement has been prepared by the Company pursuant to Clause 41 of the Listing Agreement with the Stock Exchanges in India, which has been initialled by us for identification purposes. This Statement is the responsibility of the Company's management and has been approved by the Committee of Board of Directors. Our responsibility is to issue a report on the Statement based on our review.
2. We conducted our review 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.
3. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.
4. We have only traced the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' in the Statement from the disclosures made by the Management and are, therefore, not expressing a review opinion thereon.
5. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the Statement has not been prepared in all material respects in accordance with the applicable Accounting Standards notified pursuant to the Companies (Accounting Standards) Rules, 2006 as per Section 211(3C) of the Companies Act, 1956 read with the General Circular 15/2013 dated September 13, 2013 of the Ministry of Corporate Affairs in respect of Section 133 of the Companies Act, 2013 and other recognised accounting practices and policies, and has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement including the manner in which it is to be disclosed, or that it contains any material misstatement.

For Price Waterhouse
Firm Registration Number: 301112E
Chartered Accountants



A handwritten signature in black ink, appearing to read "Pinaki Chowdhury".

Pinaki Chowdhury
Partner
Membership Number: 057572

Kolkata
14th November, 2014

Statement of Unaudited Financial Results for the Quarter and Six Months Ended 30th September, 2014

(Rs in Lacs)

PART I:						
Particulars	Quarter Ended 30th September, 2014 (Unaudited)	Quarter Ended 30th June, 2014 (Unaudited)	Quarter Ended 30th September, 2013 (Unaudited)	Six Months Ended 30th September, 2014 (Unaudited)	Six Months Ended 30th September, 2013 (Unaudited)	Year Ended 31st March, 2014 (Audited)
1. Income from Operations						
(a) (i) Net Sales(net of excise duty)	1,533	1,507	1,637	3,040	2,919	8,095
(ii) Licence Fees	2,580	2,712	2,908	5,292	5,204	10,639
(b) Other Operating Income	7	12	8	19	11	37
Total Income from Operations (net)	4,120	4,231	4,553	8,351	8,134	16,771
2. Expenses :						
(a) Cost of Material Consumed/Contract Manufacturing Charges	22	33	70	55	116	247
(b) Changes in Inventories of Finished goods and Work-In-Progress	(26)	50	24	24	253	472
(c) Cost of Production of Films, Television Serials and Portal	1,444	1,375	1,383	2,819	2,280	5,178
(d) Employee Benefits Expense	878	736	871	1,414	1,573	2,981
(e) Depreciation and Amortisation Expense	125	79	69	204	139	281
(f) Advertisement and Sales Promotion	309	243	149	552	370	800
(g) Royalty	458	534	831	992	1,175	1,688
(h) Provision for Doubtful Debts / Advances	305	214	336	519	547	518
(i) Other Expenses	718	652	627	1,370	1,314	2,313
Total Expenses	4,033	3,916	4,360	7,949	7,767	14,478
3. Profit from Operations before Other Income, Finance Costs and Exceptional Items (1-2)	87	315	193	402	367	2,293
4. Other Income	182	140	238	332	377	597
5. Profit from Ordinary activities before Finance Costs and Exceptional Items (3+4)	279	455	431	734	744	2,890
6. Finance Costs	16	11	85	27	135	278
7. Profit from Ordinary activities after Finance Costs but before Exceptional Items (5-6)	263	444	346	707	609	2,612
8. Exceptional Items (Refer Note: 2)	-	-	-	-	-	886
9. Profit from Ordinary activities before tax(7-8)	263	444	346	707	609	1,726
10. Tax Expense						
(a) Current Tax	73	123	102	196	198	635
(b) Deferred Tax charge/(credit)	(18)	(15)	(5)	(33)	(21)	(118)
11. Net Profit from Ordinary activities after Tax(9-10)	208	336	249	544	432	1,209
12. Extraordinary items (net of tax expense)	-	-	-	-	-	-
13. Net Profit for the period (11-12)	208	336	249	544	432	1,209
14. Paid-up Equity Share Capital (Face Value of Rs.10/- each)	1,740	1,740	1,740	1,740	1,740	1,740
15. Reserves excluding Revaluation Reserves as per Balance Sheet of previous accounting year						12,724
16. Earnings Per Share (EPS)-Face Value Rs 10/- each						
(a) Basic and Diluted EPS (Rs.) before Extraordinary items for the period	1.20	1.93	1.43	3.13	2.48	6.95
(b) Basic and Diluted EPS (Rs.) after Extraordinary items for the period	1.20	1.93	1.43	3.13	2.48	6.95



PART II Select information for the Quarter and Six Months Ended 30th September, 2014						
A. PARTICULARS OF SHAREHOLDING	Quarter Ended 30th September, 2014	Quarter Ended 30th June, 2014	Quarter Ended 30th September, 2013	Six Months Ended 30th September, 2014	Six Months Ended 30th September, 2013	Year Ended 31st March, 2014
1 Public Shareholding						
- Number of Shares	71,11,079	71,11,079	73,88,079	71,11,079	73,88,079	71,11,079
- Percentage of Shareholding	40.86	40.86	42.45	40.86	42.45	40.86
2 Promoters and Promoter Group Shareholding						
(a) Pledged/Encumbered						
- Number of shares	-	-	-	-	-	-
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	-	-	-	-	-	-
- Percentage of shares (as a % of the total share capital of the company)	-	-	-	-	-	-
(b) Non-encumbered						
- Number of Shares	1,02,91,859	1,02,91,859	1,00,14,859	1,02,91,859	1,00,14,859	1,02,91,859
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100.00	100.00	100.00	100.00	100.00	100.00
- Percentage of shares (as a % of the total share capital of the company)	59.14	59.14	57.55	59.14	57.55	59.14

B INVESTOR COMPLAINTS	Quarter Ended 30th September, 2014
Pending at the beginning of the quarter	NIL
Received during the quarter	7
Disposed of during the quarter	7
Remaining unresolved at the end of the quarter	NIL

Unaudited Segment wise Revenue, Results and Capital Employed for the Quarter and Six Months Ended 30th September, 2014

Particulars	(Rs in Lacs)					
	Quarter Ended 30th September, 2014 (Unaudited)	Quarter Ended 30th June, 2014 (Unaudited)	Quarter Ended 30th September, 2013 (Unaudited)	Six Months Ended 30th September, 2014 (Unaudited)	Six Months Ended 30th September, 2013 (Unaudited)	Year Ended 31st March, 2014 (Audited)
Segment Revenue						
(a) Music	2,596	2,788	2,946	5,384	5,455	11,147
(b) Films and Television Serials	1,524	1,443	1,607	2,987	2,679	5,624
Total Segment Revenue	4,120	4,231	4,553	8,351	8,134	16,771
Less: Inter Segment Revenue	-	-	-	-	-	-
Net Sales and Licence Fees/Income From Operations	4,120	4,231	4,553	8,351	8,134	16,771
Segment Results						
Profit / (Loss) before tax and Interest Expense for each Segment						
(a) Music	661	1,289	836	1,960	1,767	4,264
(b) Films and Television Serials	19	(82)	254	(63)	291	175
Total	680	1,207	1,090	1,897	2,058	4,439
Less:						
i) Interest Expense	10	11	85	21	135	272
ii) Other Unallocable Expenditure	599	772	826	1,371	1,544	2759
iii) Other Unallocable Income	192	20	167	212	230	318
Total Profit Before Tax	263	444	346	707	609	1,726
Capital Employed (Segment Assets-Segment Liabilities)						
(a) Music	6,679	6,991	7,229	6,679	7,229	7,865
(b) Films and Television Serials	2,460	2,211	2,360	2,460	2,360	2,401
Total	9,029	9,202	9,579	9,029	9,579	10,266

@ Also Refer Note 2



NOTES:

		(Rs in Lacs)	
1	Statement of Assets and Liabilities	As at 30th September, 2014 (Unaudited)	As at 31st March, 2014 (Audited)
Particulars			
A EQUITY AND LIABILITIES			
Shareholders' Funds :			
	(a) Share capital	1,740	1,740
	(b) Reserves and Surplus	16,185	15,772
Sub-total-Shareholders' funds		17,925	17,512
Non current liabilities			
	(a) Long-term Borrowings	-	113
	(b) Other long-term Liabilities	18	18
	(c) Long-term Provisions	122	115
Sub-total-Non-current liabilities		140	246
Current Liabilities			
	(a) Short-term Borrowings	556	541
	(b) Trade Payables	2,275	2,493
	(c) Other current Liabilities	1,546	1,481
	(d) Short-term Provisions	1,945	1,670
Sub-total-Current liabilities		6,322	6,185
TOTAL-EQUITY AND LIABILITIES		24,387	23,943
B ASSETS			
Non current Assets			
	(a) Fixed Assets	8,480	8,938
	(b) Non-current Investments	5,021	5,021
	(c) Deferred Tax Assets (net)	759	668
	(d) Long-term Loans and Advances	279	253
	(e) Other Non Current Assets	2	2
Sub-total-Non-current assets		14,541	14,882
Current Assets			
	(a) Inventories	181	205
	(b) Trade Receivables	4,639	3,919
	(c) Cash and Bank Balances	421	918
	(d) Short-term Loans and Advances	4,582	4,019
	(e) Other current Assets	23	-
Sub-total-Current assets		9,846	9,061
TOTAL-ASSETS		24,387	23,943

- 1 Out of the 53,38,628 equity shares of Rs. 10/- each for cash at a premium of Rs. 35/- (issue price - Rs. 45/-) pursuant to the Rights Issue in 2005, allotment of 5,290 equity shares (relating to cases under litigation / pending clearance from concerned authorities) were in abeyance till 30th September, 2014.
- 2 Exceptional items represent provision for diminution in carrying amount of long term investments (net of provision for doubtful advances written back Rs. 2464.60 lacs) in subsidiary and joint venture.
- 3 The estimated useful lives of fixed assets have been revised in keeping with the provisions of Schedule II to the Companies Act, 2013 effective 1st April, 2014. Pursuant to the said revision in useful lives, the depreciation expense for the quarter and the six months ended 30th September, 2014 is higher and profit before tax is lower by Rs. 43 lacs and net book value aggregating Rs. 112 lacs (net of deferred tax Rs. 58 lacs), relating to fixed assets where the revised useful lives have expired by 31st March, 2014, have been adjusted, in keeping with transitional provisions of the said Schedule, against opening balance of retained earnings as on 1st April, 2014.
- 4 The Company has adopted the intrinsic value method in keeping with the applicable regulatory pronouncements for accounting the stock options granted by the Company during the financial year 2013-14, which had no material impact on the financial results of the Company. Had the fair value method been used in keeping with the said pronouncements, net profit for the quarter ended 30th September, 2014 would have been lower by about Rs 1 lac without any significant impact on basic and diluted earning per share.
- 5 Previous period's figures have been regrouped / rearranged wherever necessary to conform to current period's classification.
- 6 The above results were reviewed by the Audit Committee and approved by the Committee of Board of Directors at their meeting held on 14th November, 2014. The Statutory Auditors of the Company has carried out a 'Limited Review' of the above unaudited financial results for the quarter ended 30th September 2014 in terms of Clause 41 of the Listing Agreements.

On behalf of the Board

Kolkata,
14th November, 2014

S.B. Aayeeer
Director
