

Price Waterhouse

Chartered Accountants

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

1. We have reviewed the unaudited financial results of Saregama India Limited (the "Company") for the quarter ended December 31, 2016 which are included in the accompanying 'Statement of Unaudited Financial Results for the Quarter and Nine Months Ended 31st December, 2016' (the "Statement"). The Statement has been prepared by the Company pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (the "Listing Regulations, 2015"), which has been initialled by us for identification purposes. The Statement is the responsibility of the Company's management and has been approved by the 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 Statement is 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. 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 prescribed under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014 and other recognised accounting practices and policies, and has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations, 2015 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



Pinaki Chowdhury
Partner
Membership Number 057572

Kolkata
January 25, 2017

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Statement of Unaudited Financial Results for the Quarter and Nine Months Ended 31st December, 2016

Particulars	(Rs in Lacs)					
	Quarter Ended 31st December, 2016 (Unaudited)	Quarter Ended 30th September, 2016 (Unaudited)	Quarter Ended 31st December, 2015 (Unaudited)	Nine Months Ended 31st December, 2016 (Unaudited)	Nine Months Ended 31st December, 2015 (Unaudited)	Year Ended 31st March, 2016 (Audited)
1. Income from Operations						
(a) (i) Net Sales(net of excise duty)	1,784	1,793	2,085	6,285	6,806	8,802
(ii) Licence Fees	3,838	2,888	3,287	9,742	9,346	12,864
(b) Other Operating Income	4	8	4	18	11	18
Total Income from Operations (net)	5,423	4,790	5,388	18,046	16,163	21,484
2. Expenses :						
(a) Contract Manufacturing Charges	148	88	108	318	143	238
(b) Changes in Inventories of Finished goods	14	7	142	(82)	348	383
(c) Cost of Production of Television Serials and Portal	1,478	1,411	1,388	4,187	5,292	6787
(d) Employee Benefits Expense	887	898	1,134	2,748	3,166	4038
(e) Depreciation and Amortisation Expense	108	171	206	378	490	528
(f) Advertisement and Sales Promotion	910	474	498	1,841	1,132	1732
(g) Royalty	487	425	428	1,312	1,439	1898
(h) Provision for Doubtful Debts / Advances	288	324	580	1,089	1,227	1385
(i) Other Expenses	848	1,100	673	2,935	2,257	3736
Total Expenses	8,292	4,876	8,188	14,726	15,483	20,501
3. Profit/(Loss) from Operations before Other Income, Finance Costs and Exceptional Items (1-2)	131	(88)	217	321	880	883
4. Other Income	88	321	208	884	498	882
5. Profit from Ordinary activities before Finance Costs and Exceptional Items (3+4)	238	238	425	1,205	1,178	1,975
6. Finance Costs	8	4	3	20	32	38
7. Profit from Ordinary activities after Finance Costs but before Exceptional Items (5-6)	222	231	422	1,185	1,146	1,937
8. Exceptional Items (Refer Note: 2)	-	-	-	-	-	960
9. Profit from Ordinary activities before tax(7-8)	222	231	422	1,185	1,146	979
10. Tax Expense						
(a) Current Tax (Refer Note: 4)	110	123	127	488	388	527
(b) Deferred Tax charge/(credit)	2	(7)	(34)	(4)	(75)	(303)
11. Net Profit from Ordinary activities after Tax(9-10)	110	115	329	697	851	755
12. Extraordinary Items (net of tax expense)	-	-	-	-	-	-
13. Net Profit for the period (11-12)	110	115	329	697	851	755
14. Paid-up Equity Share Capital (Face Value of Rs.10/- each)	1,748	1,740	1,740	1,748	1,740	1,740
15. Reserves excluding Revaluation Reserves as per Balance Sheet of previous accounting year						14,334
16. Earnings Per Share (EPS)-Face Value Rs 10/- each						
(a) Basic and Diluted EPS (Rs.) before Extraordinary items for the period	0.63	0.66	1.88	2.30	4.89	4.34
(b) Basic and Diluted EPS (Rs.) after Extraordinary items for the period	0.63	0.66	1.88	2.30	4.89	4.33



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Unaudited Segment wise Revenue, Results, Assets, Liabilities and Capital Employed for the Quarter and Nine Months Ended 31st December, 2016							(Rs in Lacs)
Particulars	Quarter Ended 31st December, 2016 (Unaudited)	Quarter Ended 30th September, 2016 (Unaudited)	Quarter Ended 31st December, 2015 (Unaudited)	Nine Months Ended 31st December, 2016 (Unaudited)	Nine Months Ended 31st December, 2015 (Unaudited)	Year Ended 31st March, 2016 (Audited)	
Segment Revenue							
(a) Music	3,842	3,123	3,403	10,176	9,538	13,010	
(b) Television Serials	1,681	1,667	1,983	4,870	6,625	8,474	
Total Segment Revenue	5,423	4,790	5,386	15,046	16,163	21,484	
Less: Inter Segment Revenue	-	-	-	-	-	-	
Net Sales and Licence Fees/Income From Operations	5,423	4,790	5,386	15,046	16,163	21,484	
Segment Results							
Profit before tax and Interest Expense for each Segment							
(a) Music	1,118	610	1,144	2,853	3,447	3606	
(b) Television Serials	56	161	329	469	644	983	
Total	1,176	771	1,473	3,322	4,091	4,629	
Less:							
i) Interest Expense	1	4	3	8	26	29	
ii) Other Unallocable Expenditure	1,082	857	1,114	3,013	3,197	4,265	
iii) Other Unallocable Income	99	321	66	804	278	644	
Total Profit Before Tax	222	231	422	805	1,144	979	
Segment Assets							
(a) Music	12,367	12,205	12,276	12,357	12,276	11,922	
(b) Television Serials	2,610	2,979	3,023	2,610	3,023	2,640	
(c) Unallocated	13,050	12,892	12,029	13,050	12,029	12,764	
Total	28,217	27,676	27,328	28,217	27,328	27,326	
Segment Liabilities							
(a) Music	7,236	6,832	5,997	7,236	5,997	6,738	
(b) Television Serials	820	577	770	820	770	277	
(c) Unallocated	978	894	1,069	978	1,069	1,229	
Total	8,734	8,303	7,836	8,734	7,836	8,244	
Capital Employed (Segment Assets-Segment Liabilities)							
(a) Music	5,121	5,373	6,279	5,121	6,279	5,184	
(b) Television Serials	2,290	2,002	2,253	2,290	2,253	2,363	
(c) Unallocated	12,072	11,998	10,960	12,072	10,960	11,535	
Total	19,483	19,373	19,492	19,483	19,492	19,082	

@ Refer Note 2(i)

NOTES:

- 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 31st December, 2016.
- Exceptional items for the year ended 31st March, 2016 represent (i) payments Rs 955 lacs to certain workmen at DumDum Factory under Voluntary Retirement Scheme 2016. (ii) write back of provision for diminution in carrying amount of long term investment in a subsidiary Rs 41 lacs and (iii) provision for diminution in carrying amount of long term investments in a subsidiary Rs 48 lacs.
- 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 and 2015-16, 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 31st December, 2016 would have been lower by about Rs 0.51 lac without any significant impact on basic and diluted earning per share.
- Current tax is after adjustment of MAT Credit Entitlement, wherever applicable.
- The Board of Directors of the Company at its meeting held on 25th May, 2016, inter alia, have approved the Scheme of Arrangement involving demerger of the Publication Division of its wholly owned subsidiary, Open Media Network Private Limited to the Company with effect from 1st April, 2016.
- Previous period's figures have been regrouped / rearranged wherever necessary to conform to current period's classification.
- The above results were reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on 25th January, 2017. The Statutory Auditors of the Company has carried out a 'Limited Review' of the above unaudited financial results for the quarter ended 31st December, 2016 in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

On behalf of the Board

Kolkata,
25th January, 2017



G.B. Aayee
G.B. Aayee
Director

