



Movies • Broadcasting • Television • Animation

## UTV Software Communications Limited

Parijaat House, 1076, Dr. E Moses Road, Worli Naka, Mumbai - 400 018, INDIA.

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(All amounts in Rupees thousands)

### Unaudited financial results for the quarter ended March 31, 2006

Particulars	Standalone				Consolidated			
	Quarter ended Mar 31,		Year ended		Quarter ended Mar 31,		Year ended	
	2006 Unaudited	2005 Audited	Mar 31, 2006 Unaudited	Mar 31, 2005 Audited	2006 Unaudited	2005 Audited	Mar 31, 2006 Unaudited	Mar 31, 2005 Audited
Revenue from operations	682,522	404,506	1,729,375	1,535,122	836,440	507,240	2,086,745	1,767,919
Other income	19,457	-	41,745	25,030	22,252	7,129	47,883	36,278
<b>Total Revenues</b>	<b>701,979</b>	<b>404,506</b>	<b>1,771,120</b>	<b>1,560,152</b>	<b>858,692</b>	<b>514,369</b>	<b>2,134,628</b>	<b>1,804,197</b>
Direct costs	573,359	223,789	1,505,937	1,137,110	683,319	260,176	1,697,692	1,264,766
Personnel costs	26,563	26,101	120,687	101,084	36,916	24,773	157,540	128,252
Other expenses	19,827	24,775	78,733	82,718	31,648	41,439	115,018	126,694
<b>Total Expenditure</b>	<b>619,749</b>	<b>274,665</b>	<b>1,705,357</b>	<b>1,320,912</b>	<b>751,883</b>	<b>326,388</b>	<b>1,970,250</b>	<b>1,519,712</b>
<b>Earnings Before Int., Deptn. And Tax</b>	<b>82,230</b>	<b>129,841</b>	<b>65,763</b>	<b>239,240</b>	<b>106,809</b>	<b>187,981</b>	<b>164,378</b>	<b>284,485</b>
Interest expense	-	5,481	-	17,602	-	5,804	-	18,253
Depreciation	4,616	1,419	16,453	17,748	12,482	8,853	46,922	52,778
<b>Profit Before Tax</b>	<b>77,614</b>	<b>122,941</b>	<b>49,310</b>	<b>203,890</b>	<b>94,327</b>	<b>173,324</b>	<b>117,456</b>	<b>213,454</b>
Provision for tax								
- Current	4,277	13,818	4,277	16,029	6,251	14,584	8,431	16,795
- Deferred	22,926	70,179	12,788	31,539	20,831	75,057	14,019	33,518
- Fringe benefit tax	592	-	2,115	-	631	-	2,211	-
- Prior period	169	-	169	441	169	-	169	441
<b>Profit After Tax</b>	<b>49,650</b>	<b>38,944</b>	<b>29,961</b>	<b>155,881</b>	<b>66,445</b>	<b>83,683</b>	<b>92,626</b>	<b>162,700</b>
Minority interest	-	-	-	-	321	45	-	260
Paidup equity share capital (Face value Rs.10 each)	194,936	194,936	194,936	194,936	194,936	194,936	194,936	194,936
Reserves (excluding revaluation reserves)	-	-	1,101,177	1,071,215	-	-	1,143,328	1,173,666
Earnings per share (Rupees) - Basic	-	-	1.54	10.27	-	-	4.75	10.70
- Diluted	-	-	1.54	10.27	-	-	4.75	10.70
Aggregate non-promoter shareholding								
- No of shares	11,167,192	11,092,242	11,167,192	11,092,242	-	-	-	-
- Percentage of shareholding	57.29%	56.90%	57.29%	56.90%	-	-	-	-
Items exceeding 10% of the total expenditure:								
- Footage cost	499,634	102,129	964,574	493,202	550,294	350,259	1,054,806	609,965
- Cast and technicians fees and commission	41,818	79,236	178,196	249,642	41,336	122,636	178,738	252,747

### Notes to Financial Results for the quarter ended March 31, 2006

- The above results, including consolidated, are reviewed by the Audit Committee and approved by Board of Directors at its meeting held on April 28, 2006.
- The Consolidated results comprise of the Company and its subsidiaries and does not include the Joint Venture - United Home Entertainment Ltd. (Hungama TV). During the quarter, the company has disposed off its entire holding in UTV International Holdings Limited - (BVI) subsidiary which had ceased operations.
- Number of investor complaints for the quarter ended March 31, 2006 : Beginning-Nil, Received-16, Resolved-16, and Pending-Nil.

### Unaudited financial results for the quarter ended March 31, 2006 Segment performance - Revenue, Results and Capital employed

Particulars	Standalone				Consolidated			
	Quarter ended Mar 31,		Year ended		Quarter ended Mar 31,		Year ended	
	2006 Unaudited	2005 Audited	Mar 31, 2006 Unaudited	Mar 31, 2005 Audited	2006 Unaudited	2005 Audited	Mar 31, 2006 Unaudited	Mar 31, 2005 Audited
<b>Segment Revenues</b>								
Television	196,761	223,080	711,296	899,063	196,761	222,572	711,296	909,349
Films	490,168	181,426	1,033,535	635,073	626,336	265,019	1,312,561	773,984
Allied services	-	-	-	986	18,605	22,630	83,392	98,387
Less: Intersegment revenues	4,407	-	15,456	-	5,262	2,981	20,504	13,801
<b>Total Revenues</b>	<b>682,522</b>	<b>404,506</b>	<b>1,729,375</b>	<b>1,535,122</b>	<b>836,440</b>	<b>507,240</b>	<b>2,806,745</b>	<b>1,767,919</b>
<b>Segment Results</b>								
Television	4,412	53,022	59,798	128,110	4,412	52,281	59,798	129,854
Films	82,209	91,702	40,819	143,809	101,808	129,788	107,092	148,151
Allied services	-	(9)	-	(1,140)	3,684	13,655	26,206	25,115
<b>Total segment results before Int., Dep. &amp; Tax</b>	<b>86,621</b>	<b>144,715</b>	<b>100,617</b>	<b>270,779</b>	<b>109,904</b>	<b>195,724</b>	<b>193,096</b>	<b>303,120</b>
Less :								
- Interest (Net)	-	5,481	-	17,602	-	5,804	-	18,253
- Other unallocable expenditure (net of other income)	9,007	16,293	51,307	49,287	15,577	16,596	75,640	71,413
<b>Total Profit before tax</b>	<b>77,614</b>	<b>122,941</b>	<b>49,310</b>	<b>203,890</b>	<b>94,327</b>	<b>173,324</b>	<b>117,456</b>	<b>213,454</b>
<b>Capital Employed</b>								
Television	423,796	251,570	423,796	251,570	423,796	409,340	423,796	409,340
Films	636,791	379,740	636,791	379,740	772,871	415,229	772,871	415,229
Allied Services	-	(753)	-	(753)	257,021	231,444	257,021	231,444
Unallocable	1,208,087	805,176	1,208,087	805,176	899,398	497,001	899,398	497,001
<b>Total Assets - Liabilities</b>	<b>2,268,674</b>	<b>1,435,733</b>	<b>2,268,674</b>	<b>1,435,733</b>	<b>2,353,086</b>	<b>1,553,014</b>	<b>2,353,086</b>	<b>1,553,014</b>

4. The uses of IPO proceeds as at March 31, 2006 are as under (Rs. In '000)

Particulars	Projected in the Prospectus	Actual funds utilised till Mar 31, 2006
a. Capital expenditure for enhancement of production facility/Office infrastructure to replace existing leased facilities premises, interior & setup	100,000	-
b. Editing and other equipment for captive use of UTV content production	20,000	-
c. Providing interest free loan to subsidiary United Entertainment Solutions Ltd. for investment in Post production expansion.	60,000	5,000
d. Investment in United Home Entertainment Ltd in the form of Equity and Preference capital for funding 'Hungama TV'	85,200	85,200
e. Working capital for Movie production / distribution initiatives	300,000	465,896
f. IPO Expenses	59,800	68,904
<b>Total</b>	<b>625,000</b>	<b>625,000</b>

The company has utilised Rs.46.6 crores in working capital for its film business segment as against Rs.30.0 crores as projected, to capture growth opportunities in these areas. Other objectives of capital expenditure in production facility, office infrastructure, edit equipments and investment in post-production subsidiary for expansion are met through long term lease, internal accruals and term-loans.

For and on behalf of the Board

Place : Mumbai  
Date : April 28, 2006

Ronnie Screwvala  
Managing Director

