

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

1. We have reviewed the accompanying 'Unaudited Financial Results for the Quarter and Six Months Ended 30th September, 2010' in which are included the results for the quarter ended 30th September, 2010 and the statement of assets and liabilities as on that date (the "Statement") of Saregama India Limited, 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 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) 2400, "*Engagements to Review Financial Statements*" 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. We have not reviewed the statement of assets and liabilities as on 30th September, 2009.
6. 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 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



P. Law
Partner

Membership Number: 51790.

Place: Kolkata

Date: 13th November, 2010

Saregama India Limited
Registered Office: 33, Jessore Road, Dum Dum, Kolkata - 700 028
Unaudited Financial Results for the Quarter and Six Months ended 30th September, 2010

(Rs. in Lakhs)

Sl. No.	Particulars	Quarter Ended 30th September, 2010 (Unaudited)	Quarter Ended 30th September, 2009 (Unaudited)	Six Months Ended 30th September, 2010 (Unaudited)	Six Months Ended 30th September, 2009 (Unaudited)	Year Ended 31st March, 2010 (Audited)
1. (a) (i)	Net Sales	1,363	1,244	2,696	2,215	4,440
(ii)	Licence Fees	1,227	1,186	2,525	2,303	5,503
(b)	Other Operating Income	22	40	52	79	604
2	Expenditure :					
(a)	(Increase)/Decrease in stock in trade and Work in Progress	120	(157)	407	(70)	471
(b)	Consumption of raw materials	310	366	673	544	1,352
(c)	Cost of production of films/television serials	288	290	512	479	874
(d)	Employees Cost	-669	501	1,140	1,038	1,978
(e)	Depreciation (net of transfer from Revaluation Reserve)	59	81	122	161	319
(f)	Advertisement and Sales promotion	48	151	94	185	318
(g)	Royalty	271	169	607	372	1,036
(h)	Other Expenditure	755	878	1,457	1,494	3,311
(i)	Total	2,520	2,279	5,012	4,203	9,659
3.	Profit from Operations before Other Income, Interest and Exceptional Items (1-2)	92	191	261	394	888
4.	Other Income	90	90	145	122	197
5.	Profit before Interest and Exceptional Items (3+4)	182	281	406	516	1,085
6.	Interest	140	201	304	380	551
7.	Profit after Interest but before Exceptional Items (5-6)	42	80	102	136	534
8.	Exceptional Items	-	(31)	-	(63)	(127)
9.	Profit (+)/ Loss (-) from Ordinary Activities before tax (7+8)	42	49	102	73	407
10.	Tax Expense					
(a)	Current Tax	12	26	30	29	345
(b)	Fringe Benefit Tax	-	(10)	-	-	-
11.	Net Profit (+)/ Loss(-) from Ordinary Activities after tax (9-10)	30	33	72	44	62
12.	Extraordinary Items (net of tax expense)	-	-	-	-	-
13.	Net Profit (+)/ Loss(-) for the period (11-12)	30	33	72	44	62
14.	Paid-up Equity Share Capital (Face Value of Rs.10/- each)	1,740	1,740	1,740	1,740	1,740
15.	Reserves excluding Revaluation Reserves (as per Balance Sheet) of previous accounting year					10,543
16.	Earnings Per Share (EPS)					
(a)	Basic and Diluted EPS (Rs.) before Extraordinary items for the period	0.17	0.22	0.41	0.29	0.38
(b)	Basic and Diluted EPS (Rs.) after Extraordinary items for the period	0.17	0.22	0.41	0.29	0.38
17.	Public shareholding					
-	Number of shares	7,838,079	7,877,729	7,838,079	7,877,729	7,838,079
-	Percentage of Shareholding	45.04	45.27	45.04	45.27	45.04
18.	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	9,564,859	9,525,209	9,564,859	9,525,209	9,564,859
-	Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100.00	100.00	100.00	100.00	100.00
-	Percentage of shares (as a % of the total share capital of the company)	54.96	54.73	54.96	54.73	54.96



[Signature]

Segment wise Revenue, Results and Capital Employed

Particulars	Quarter Ended 30th September, 2010 (Unaudited)	Quarter Ended 30th September, 2009 (Unaudited)	Six Months Ended 30th September, 2010 (Unaudited)	Six Months Ended 30th September, 2009 (Unaudited)	Year Ended 31st March, 2010 (Audited)
Segment Revenue					
(a) Music	2,234	2,145	4,513	3,931	8,749
(b) Films/TV Serials	356	285	708	587	1,194
(c) Unallocated	-	-	-	-	-
Total	2,590	2,430	5,221	4,518	9,943
Less: Inter Segment Revenue	-	-	-	-	-
Net Sales /Income From Operations	2,590	2,430	5,221	4,518	9,943
Segment Results					
Profit (+) / Loss(-) before tax and Interest for each Segment					
(a) Music	631	576	1,317	1,082	2,797
(b) Films/TV Serials	(36)	48	(145)	118	(323)
(d) Unallocated	-	-	-	-	-
Total	595	624	1,172	1,200	2,474
Less:					
i) Interest	140	201	304	380	551
ii) Other Unallocable Expenditure	503	464	888	869	1,713
iii) Other Unallocable Income	90	90	122	122	197
Total Profit Before tax	42	49	102	73	407
Capital Employed					
(a) Music	6,054	9,770	6,054	9,770	6,366
(b) Films/TV Serials	4,905	4,629	4,905	4,629	4,548
Total	10,959	14,399	10,959	14,399	10,914

NOTES:

1. Assets and Liabilities as at 30th September 2010

Particulars	As at 30th September, 2010 (Unaudited)	As at 30th September, 2009 (Unaudited)	As at 31st March, 2010 (Audited)
SOURCES OF FUNDS			
I Shareholders' Funds :			
a) Share capital	1,740	1,740	1,740
b) Reserve and Surplus	13,674	13,590	13,604
II Loan Funds	15,414	15,330	15,344
Total	5,524	4,631	4,746
APPLICATION OF FUNDS			
III Fixed Assets	20,938	19,961	20,090
IV Investments	8,122	8,325	8,208
V Current Assets, Loans and Advances	4,168	4,340	4,168
a) Inventories	712	1,690	1,153
b) Sundry Debtors	1,560	2,216	1,603
c) Cash and Bank Balances	1,377	520	694
d) Other Current Assets	201	220	197
e) Loans and Advances	10,698	8,989	10,090
VI Less : Current Liabilities and Provisions	14,548	13,635	13,737
a) Current liabilities	4,765	5,402	4,616
b) Provisions	1,135	1,000	1,407
	5,900	6,402	6,023
VII Net Current Assets	8,648	7,233	7,714
VIII Miscellaneous Expenditure (to the extent not written off or adjusted)	-	63	-
Total	20,938	19,961	20,090

- 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, 2010.
- 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 2006-07 and 2008-09, which had no impact on the financial results of the Company. Had the Fair Value method been used in keeping with the said pronouncements, net results and earnings per share (basic and diluted) for the quarter ended 30th September 2010 would have been lower by Rs. 2.83 lacs and Re.0.01 and for the six months ended 30th September 2010 by Rs.5.65 lacs and Re.0.03 respectively.
- The number of investor complaints received, disposed off and lying unresolved during the quarter ended/ as at 30th September, 2010 are as under :

Pending at the beginning of the quarter -	1
Received during the quarter -	2
Disposed off during the quarter -	3
Lying unresolved at the end of quarter -	0
- Previous periods figures have been regrouped/rearranged where considered necessary.
- The above results, drawn in terms of Clause 41 of the Listing Agreement with Stock Exchanges, were reviewed by the Audit Committee and subsequently taken on record by the Committee of Directors at its meeting held on 13 November, 2010, and subjected to Limited Review by the Statutory Auditors of the Company.

On behalf of the Board

Apurv Nagpal
Apurv Nagpal
Managing Director

Kolkata,
13th November, 2010

