

THE INDIAN FILM COMPANY

Fund Report for the Quarter ended March 31, 2008

The Indian Film Company ("The Company" or "TIFC"), the AIM listed film investment company, today provides the following fund report for the Quarter ended 31st March 2008.

Activities during the period were as follows:

FILMS RELEASED

Halla Bol: A co-production with Sunrise Pictures, directed by Raj Kumar Santoshi, the film stars Ajay Devgan, Pankaj Kapoor and Vidya Balan and was released on January 11, 2008. The Company sold the worldwide distribution rights, booked a positive return and de-risked itself prior to the film's release. Despite receiving favourable reviews Halla Bol produced average returns at the box office.

PORTFOLIO CHANGES

Lajjo and Baby: The Company had entered into a co-production deal with Kaleidoscope Entertainment Private Limited for a two-film deal, with working titles "Lajjo" and "Baby". In line with our portfolio management approach, the Company took the decision to realise the value of these investments, by doing which, it has locked in positive returns from these investments in the pre-production stage of their development.

NEW INVESTMENTS

Acquisitions

- **Shortcut – The Con is On:** TIFC acquired the worldwide distribution rights of the film "Shortcut – The Con is On" from Anil Kapoor Film Company. The film is directed by Neeraj Vohra and stars Akshaye Khanna, Arshad Warsi and Amrita Rao. The film is scheduled to release in the second half of fiscal year¹ 2009.
- **Gajni:** TIFC acquired the domestic theatrical and satellite rights for Aamir Khan's only release in 2008 "Gajni" which is one of the biggest productions slated for 2008. The film is directed by A.R. Murgadoss, has music by AR Rehman and is a remake of the blockbuster Tamil film, also called "Gajni."
- **Acquisition of Satellite rights:** In line with the investment objective, TIFC has found value in exploitation of Satellite rights for films and has created a syndicated exploitation model which ensures high return over the life of the rights acquired. To strengthen its satellite library and content, the Company has acquired and will continue to acquire the satellite rights of films:
 - a. That have already been released, hence mainly satellite rights remain to be exploited
 - b. That are not available for acquisition of worldwide distribution rights
 - c. That are feasible for Satellite rights exploitation

The films acquired by TIFC for satellite rights exploitation include:

- **Bhootnath** – Releasing in May 2008, directed by Vivek Sharma, starring Amitabh Bachchan and Juhi Chawla with a guest appearance by Shahrukh Khan, the film is a children's drama
- **Showbiz** – Released on December 28, 2007, the film is a romantic drama, directed by Raju Khan
- **Superstar** – Released on February 8, 2008, the film is a romantic drama, starring Kunal Khemu and Tulip Joshi

¹ The Company's fiscal year runs from 1 April to 31 March

- **The Train** – Released on June 8, 2007, the film is a thriller, starring Imraan Hashmi, Sayali Bhagat and Geeta Basra
- **Agar** – Released on September 14, 2007, the film is a romantic thriller starring Udit Goswami, Tusshar Kapoor and Shreyas Talpade
- **Khela** – To be released in Q3 of fiscal year 2009, the film is, directed by Rituporno Ghosh starring Manisha Koirala and Prosenjit Chatterjee
- **Karma & Holi** – To be released in Q1 of fiscal year 2010, the film is directed by Manish Gupta starring Sushmita Sen, Suresh Oberoi and Randeep Hooda

PRODUCTIONS

- **Life Partner:** “Life Partner” is a co-production with Abbas Mastan’s Burmawala Brothers. The film is directed by Rumi Jaffery and stars Govinda, Fardeen Khan, Tusshar Kapoor and others. This film will be ready for release by Q3 fiscal year 2009.
- **I Believe in Angels:** “I Believe in Angels” is a co-production with Arshad Warsi’s Shooting Star Films. The film is directed by Kabir Kaushik and stars Arshad Warsi, an A list female lead and others. This film is tentatively scheduled to release by Q1 fiscal year 2010.
- **Road Movie:** “Road Movie” is a co-production with Dev Benegal’s August Entertainment. The film will be directed by Dev Benegal and the key cast is yet to be finalised. The screenplay of “Road Movie” was an official selection at the Cannes International Film Festival. The film will be ready for release by Q1 fiscal year 2010.

TALENT AGREEMENTS

We have signed the following directors:

- **Sanjay Ghadvi – 2 Film Deal:** Sanjay Ghadvi has directed the very successful bollywood releases – “Dhoom” and “Dhoom-II”. These were both produced by Yash Raj Films and performed phenomenally at the box office in India and internationally. Sanjay Ghadvi is currently directing “Kidnap” produced by Shree Ashtvinayak which has been acquired by TIFC for worldwide distribution. Sanjay Ghadvi is one of the top directors in bollywood today. TIFC and Sanjay Ghadvi have planned to commence shooting of the first film by Q2 of fiscal year 2010 and that of the second film by Q2 of fiscal year 2011.
- **David Dhawan – 1 Film Deal:** Over the last ten years, David Dhawan has been a leading comedy Director in the Indian Film Industry and has directed a number of successful films including “Maine Pyaar Kyun Kiya, Dulhan Hum le Jayenge, Haseena Maan Jayegi, Biwi No 1, Bade Miyan Chote Miyan, Hero No 1, Judwaa” and his latest blockbuster success of 2007, “Partner”. The Company has signed him to direct one film, tentatively scheduled to release in December 2010. In addition, TIFC is also co-producing David Dhawan’s next film, a sequel to “Partner” named “Tom and Jerry” which is being co-produced with Sohail Khan Productions starring Salman Khan, Govinda and Lara Dutta.
- **Abbas Mastan – 1 Film Deal:** Abbas Mastan, also known as the “Director Duo”, have made films across a range of genres including thriller, action, drama and comedy and have to their credit a number of successful films including “Baazigar, Soldier, Humraaz, Baadshah, Aitraaz and 36 China Town”. Their latest movie “Race” was released in March 2008 and has performed well at the box office, and continues to run across theatres worldwide. The above film is being planned for release in Q1 of fiscal year 2010.

The Company will provide a full update on trading on the release of its Full Year Results, details of which will follow.

Important Information

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