

**PRIME FOCUS MOTION PICTURES LIMITED****Balance sheet as on March 31, 2019**

in ₹

	Notes	As at Mar 31, 2019	As at Mar 31, 2018
<b>Assets</b>			
<b>Non-current assets</b>			
Advance income tax		2,399,656	180,000
		<b>2,399,656</b>	<b>180,000</b>
<b>Current assets</b>			
Inventories		108,302,479	1,420,719
Financial Assets			
i) Cash and cash equivalents	3	900,005	4,889,374
ii) Other loans and advances	4	2,310,213	3,645,267
Other current assets	5	-	-
		<b>111,512,696</b>	<b>9,955,360</b>
<b>TOTAL</b>		<b>113,912,353</b>	<b>10,135,360</b>
<b>Equity and Liabilities</b>			
<b>Equity</b>			
Equity Share Capital	6	500,000	500,000
Other Equity	7	(3,603,948)	(632,440)
		<b>(3,103,948)</b>	<b>(132,440)</b>
<b>Liabilities</b>			
<b>Current liabilities</b>			
<b>Financial Liabilities</b>			
i) Trade payables	8	160,815	1,200,027
Other current liabilities	9	116,855,486	9,067,772
		<b>117,016,301</b>	<b>10,267,799</b>
<b>TOTAL</b>		<b>113,912,353</b>	<b>10,135,360</b>

Notes forming part of the financial statements

1-18

As per our report of even date

**For V. Shivkumar & Associates**  
**Chartered Accountants**  
**Firm Registration No.: 112781W**

**For and on behalf of the Board of Directors**

**V. Shivkumar**  
**(Proprietor)**  
**Membership No. 042673**  
**Mumbai**  
**May 25, 2019**

**Naresh Malhotra**  
**(Director)**  
**DIN 00004597**

**Rivkaran Chadha**  
**(Director)**  
**DIN 00308288**

**PRIME FOCUS MOTION PICTURES LIMITED****Statement of Profit and Loss for the year ended March 31, 2019**

in ₹

	Notes	For the year ended Mar 31, 2019	For the year ended Mar 31, 2018
<b>Income</b>			
Revenue from operations (net)		-	-
Other income	10	720,458	-
		<b>720,458</b>	-
<b>Expenses</b>			
Cost of Production	11	106,881,760	1,420,719
Changes in inventories		(106,881,760)	(1,420,719)
Other expenses	12	3,657,547	10,804
Finance costs	13	34,420	-
Depreciation and amortization expenses		-	-
		<b>3,691,967</b>	<b>10,804</b>
<b>Profit before exceptional items and tax</b>		<b>(2,971,509)</b>	<b>(10,804)</b>
Exceptional Items		-	-
<b>Profit before tax</b>		<b>(2,971,509)</b>	<b>(10,804)</b>
<b>Tax expense</b>			
Current tax		-	-
Deferred tax		-	-
<b>Total tax expense</b>		<b>-</b>	<b>-</b>
<b>Profit for the year</b>		<b>(2,971,509)</b>	<b>(10,804)</b>
<b>Earnings per equity share</b>			
Basic	14	(59.43)	(0.22)
Diluted		(59.43)	(0.22)
Notes to accounts	1-18		

As per our report of even date

**For V. Shivkumar & Associates**  
**Chartered Accountants**  
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**For and on behalf of the Board of Directors**

**V. Shivkumar**  
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**(Director)**  
**DIN 00308288**

**PRIME FOCUS MOTION PICTURES LIMITED****Statement of Changes in Equity for the year ended June 30, 2018**

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**Changes in Equity Share capital**

	No of shares	Amount
<b>As at 1st April 2016</b>	<b>50,000</b>	<b>500,000</b>
Changes during the year	-	-
<b>As at 31st March 2017</b>	<b>50,000</b>	<b>500,000</b>
Changes during the year	-	-
<b>As at 31st March 2018</b>	<b>50,000</b>	<b>500,000</b>
Changes during the year	-	-
<b>As at 31st March 2019</b>	<b>50,000</b>	<b>500,000</b>

**Changes in Other Equity**

in ₹

	Surplus in the statement of profit and loss	Total
<b>As at 1st April 2016</b>	<b>(621,636)</b>	<b>(621,636)</b>
Profit/ (loss) for the year	(10,804)	(10,804)
<b>As at 31st March 2018</b>	<b>(632,440)</b>	<b>(632,440)</b>
Profit/ (loss) for the year	(2,971,509)	(2,971,509)
<b>As at 31st March 2019</b>	<b>(3,603,948)</b>	<b>(3,603,948)</b>

As per our report of even date

**For V. Shivkumar & Associates**  
**Chartered Accountants**  
**Firm Registration No.: 112781W**

**For and on behalf of the Board of Directors**

**V. Shivkumar**  
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**(Director)**  
**DIN 00308288**

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**PRIME FOCUS MOTION PICTURES LIMITED****Cash Flow statement for the year ended March 31, 2019**

in ₹

	Notes	As at March 31,	
		2019	2018
<b>A. Cash flow from Operating activities</b>			
Net Profit before taxation		(2,971,509)	(10,804)
Adjustments for :			
Operating profit before working capital changes		(2,971,509)	(10,804)
Movements in working capital :			
(Increase)/Decrease in current assets		(105,546,706)	(5,065,986)
Increase/(Decrease) in trade payable & current liabilities		106,748,502	9,646,163
Cash generated from operations		(1,769,713)	4,569,374
Direct Taxes paid (Net of Refunds)		(2,219,656)	-
<b>Net Cash from operating activities</b>		<b>(3,989,369)</b>	<b>4,569,374</b>
<b>B. Cash flow from investing activities</b>			
Net Cash from investing activities		-	-
<b>C. Cash flow from Financing activities</b>			
Net cash used in Financing activities		-	-
Net increase/(decrease) in cash and cash equivalents (A+B+C)		(3,989,369)	4,569,374
Cash and cash equivalents at the beginning of the year	3	4,889,374	4,889,374
Cash and cash equivalents at the end of the year		900,005	4,889,374

Notes to accounts

1-18

As per our report of even date

**For V. Shivkumar & Associates**  
Chartered Accountants  
Firm Registration No.: 112781W

For and on behalf of the Board of Directors

**V. Shivkumar**  
(Proprietor)  
Membership No. 042673  
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(Director)  
DIN 00004597

**Rivkaran Chadha**  
(Director)  
DIN 00308288

**1. Corporate information**

Prime Focus Motion Pictures Ltd. (the Company) is a private company domiciled in India and incorporated under the provision of the Companies Act, 1956. The Company is engaged in the business of post-production including digital intermediate, visual effects, 2D to 3D conversion and other technical and creative services to the Media and Entertainment industry.

**2. Statement of significant accounting policies:**

**a. Basis of preparation**

The financial statements have been prepared in accordance with the Indian Accounting Standards (herein after referred to as 'Ind AS') as notified by Ministry of Corporate Affairs pursuant to section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) Amendment Rules, 2016.

These financial statements for the year ended 31st March, 2018 are the first the Company has prepared under Ind AS. For all periods upto and including the year ended 31st March, 2016, the Company prepared its financial statements in accordance with the accounting standards notified under the section 133 of the Companies Act 2013, read together with paragraph 7 of the Companies (Accounts) Rules, 2014 (hereinafter referred to as 'Previous GAAP') used for its statutory reporting requirement in India immediately before adopting Ind AS. The financial statements for the year ended 31st March, 2016 and the opening Balance Sheet as at 1st April, 2015 have been restated in accordance with Ind AS for comparative information. Reconciliations and explanations of the effect of the transition from Previous GAAP to Ind AS on the Company's Balance Sheet, Statement of Profit and Loss and Statement of Cash Flows are provided in note 11.

The financial statements have been prepared on accrual and going concern basis. The accounting policies are applied consistently to all the periods presented in the financial statements, including the preparation of the opening Ind AS Balance Sheet as at 1st April, 2015 being the 'date of transition to Ind AS'. All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria as set out in the Division II of Schedule III to the Companies Act, 2013. Based on the nature of products and the time between acquisition of assets for processing and their realisation in cash and cash equivalents, the Company has ascertained its operating cycle as 12 months for the purpose of current or non-current classification of assets and liabilities.

The financial statements have been prepared on the historical cost basis except for certain financial instruments that are measured at fair values at the end of each reporting period, as explained in the accounting policies below.

Historical cost is generally based on the fair value of the consideration given in exchange for goods and services.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the fair value of an asset or a liability, the Company takes into account the characteristics of the asset or liability if market participants would take those characteristics into account when pricing the asset or liability at the measurement date. Fair value for measurement and / or disclosure purposes in these standalone financial statements is determined on such a basis, except for share-based payment transactions that are within the scope of IND AS 102, leasing transactions that are within the scope of IND AS 17, and measurements that have some similarities to fair value but are not fair value, such as net realizable value in IND AS 2 or value in use in IND AS 36.

In addition, for financial reporting purposes, fair value measurements are categorised into Level 1, 2, or 3 based on the degree to which the inputs to the fair value measurements are observable and the significance of the inputs to the fair value measurements in its entirety, which are described as follows:

- Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date;
- Level 2 inputs are inputs, other than quoted prices included within Level 1, that are observable for the assets or liability, either directly or indirectly; and
- Level 3 inputs are unobservable inputs for the asset or liability.

**b. Use of estimates**

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and disclosure of contingent liabilities at the date of the financial statements and the results of operations during the reporting period. Accounting estimates could change from period to period. Actual results could differ from these estimates. Appropriate changes in estimates are made as the management becomes aware of changes in circumstances surrounding the estimates. Changes in estimates are reflected in the financial statements in the period in which changes are made and, if material, their effects are disclosed in the notes to the financial statements.

## PRIME FOCUS MOTION PICTURES LIMITED

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### **c. Revenue recognition**

Revenue comprises the fair value of the consideration for the sale of services and products in the ordinary course of the Company's activities. Revenue is shown net of applicable taxes.

The Company recognizes revenue when the amount of revenue can be reliably measured, it is probable that future economic benefits will flow to the Company and no significant uncertainty exists as to its determination or realisation. The Company bases its estimates on empirical evidence of the past taking into consideration the type of transaction, the type of customer and the specifics of each arrangement.

The Company provides a variety of post-production services including digital intermediate, visual special effects (VFX), two dimension to three dimension (2D to 3D) conversion and other technical services to its subsidiaries and to clients in the film, broadcast and commercial sectors.

Revenue on time-and-material contracts are recognized as the related services are performed and the revenues from the end of the last billing to the balance sheet date are recognized as unbilled revenues. Revenue from services provided under fixed price contracts, where the outcome can be estimated reliably, is recognized following the percentage of completion method, where revenue is recognized in proportion to the progress of the contract activity. The progress of the contract activity is usually determined as a proportion of hours spent up to the balance sheet date, which bears to the total hours estimated for the contract. If losses are expected on contracts these are recognized when such losses become evident.

### **d. Dividend income and interest income**

Dividend income from investments is recognised when the shareholder's right to receive payment has been established (provided that it is probable that the economic benefits will flow to the Company and the amount of income can be measured reliably).

Interest income from a financial asset is recognised when it is probable that the economic benefits will flow to the Company and the amount of income can be measured reliably. Interest income is accrued on a time basis by reference to the principal outstanding and the effective interest rate applicable, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to that asset's net carrying amount on initial recognition.

### **e. Foreign currencies**

In preparing the financial statements, transactions in currencies other than the entity's functional currency (foreign currencies) are recognised at the rates of exchange prevailing at the dates of the transactions. At the end of each reporting period, monetary items denominated in foreign currencies are retranslated at the rates prevailing at that date. Non-monetary items carried at fair value that are denominated in foreign currencies are retranslated at the rates prevailing at the date when the fair value was determined. Non-monetary items that are measured in terms of historical cost in a foreign currency are not retranslated.

Exchange differences on monetary items are recognised in profit or loss in the period in which they arise except for:

- exchange differences on foreign currency borrowings relating to assets under construction for further productive use, which are included in the cost of those assets when they are regarded as an adjustment to interest costs on those foreign currency borrowings;
- exchange differences on transactions entered into in order to hedge certain foreign currency risks.

### **f. Provisions**

Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that the Company will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation.

The amount recognised as a provision is the best estimate of the consideration required to settle the present obligation at the end of the reporting period, taking into account the risks and uncertainties surrounding the obligation. When a provision is measured using the cash flows estimated to settle the present obligation, its carrying amount is the present value of those cash flow (when the effect of the time value of money is material).

### **g. Taxation**

Income tax expense represents the sum of the tax currently payable and deferred tax.

#### **Current tax**

The tax currently payable is based on taxable profit for the year. Taxable profit differs from 'profit before tax' as reported in the statement of profit and loss because of items of income or expense that are taxable or deductible in other years and items that are never taxable or deductible. The Company's current tax is calculated using tax rates that have been enacted or substantively enacted by the end of the reporting period.

## **PRIME FOCUS MOTION PICTURES LIMITED**

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### **Deferred tax**

Deferred tax is recognised on temporary differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are generally recognised for all taxable temporary differences. Deferred tax assets are generally recognised for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible temporary differences can be utilised. Such deferred tax assets and liabilities are not recognised if the temporary differences arise from the initial recognition (other than in a business combination) of assets and liabilities in a transaction that affects neither the taxable profit nor the accounting profit. In addition, deferred tax liabilities are not recognised if the temporary differences arise from the initial recognition of goodwill.

Deferred tax liabilities are recognised for taxable temporary differences associated with investments in subsidiaries and associates, and interests in joint ventures, except where the Company is able to control the reversal of the temporary difference and it is probable that the temporary differences will not reverse in the foreseeable future. Deferred tax assets arising from deductible temporary differences associated with such investments and interests are only recognised to the extent that it is probable that there will be sufficient taxable profits against which to utilise the benefits of the temporary differences and they are expected to reverse in the foreseeable future.

The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

Deferred tax liabilities and assets are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realised, based on the tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period.

The measurement of deferred tax liabilities and assets reflects the tax consequences that would follow from the manner in which the Company expects at the end of the reporting period, to recover or settle the carrying amount of its assets and liabilities.

### **Current and deferred tax for the year**

Current and deferred tax are recognised in profit or loss, except when they related to items that are recognised in other comprehensive income or directly in equity, in which case, the current and deferred tax are also recognised in other comprehensive income or equity respectively. Where current tax or deferred tax arises from the initial accounting for a business combination, the tax effect is included in the accounting for the business combination.

### **h. Earnings per share**

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period. For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.

### **i. Cash Flow statements**

Cash flows are reported using the indirect method, whereby profit / (loss) before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information

## **PRIME FOCUS MOTION PICTURES LIMITED**

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### **j. Recent accounting developments**

Standards issued but not yet effective:

In March 2017, the Ministry of Corporate Affairs issued the Companies (Indian Accounting Standards) (Amendments) Rules, 2017, notifying amendments to Ind AS 7, 'Statement of cash flows' and Ind AS 102, 'Share-based payment.' The amendments are applicable to the Company from April 1, 2017.

Amendment to Ind AS 7:

The amendment to Ind AS 7 requires the entities to provide disclosures that enable users of financial statements to evaluate changes in liabilities arising from financing activities, including both changes arising from cash flows and non-cash changes, suggesting inclusion of a reconciliation between the opening and closing balances in the balance sheet for liabilities arising from financing activities, to meet the disclosure requirement. The effect on the financial statements is being evaluated by the Company.

Amendment to Ind AS 102:

The amendment to Ind AS 102 provides specific guidance to measurement of cash-settled awards, modification of cash-settled awards and awards that include a net settlement feature in respect of withholding taxes. It clarifies that the fair value of cash-settled awards is determined on a basis consistent with that used for equity settled awards. Market-based performance conditions and non-vesting conditions are reflected in the 'fair values', but non-market performance conditions and service vesting conditions are reflected in the estimate of the number of awards expected to vest. Also, the amendment clarifies that if the terms and conditions of a cash-settled share-based payment transaction are modified with the result that it becomes an equity-settled share-based payment transaction, the transaction is accounted for as such from the date of the modification. Further, the amendment requires the award that include a net settlement feature in respect of withholding taxes to be treated as equity-settled in its entirety. The cash payment to the tax authority is treated as if it was part of an equity settlement. The effect on the financial statements is being evaluated by the Company.

### **k. First Time adoption**

The Company has prepared the opening Standalone Balance Sheet as per Ind AS as of 1 April, 2015 (the transition date) by,

- recognising all assets and liabilities whose recognition is required by Ind AS,
- not recognising items of assets or liabilities which are not permitted by Ind AS, and
- by reclassifying items from previous GAAP to Ind AS as required under Ind AS

There are no consequential changes in accounting policies on adoption of IND AS.



**PRIME FOCUS MOTION PICTURES LIMITED****3. Cash and bank balances**

in ₹

	As at Mar 31, 2019	As at Mar 31, 2018
<b>Cash and cash equivalents</b>		
Balances with banks:		
On Current Accounts	900,005	4,889,374
Cash on hand	-	-
Fixed deposits with banks	-	-
	<b>900,005</b>	<b>4,889,374</b>

**4. Other current financial assets**

in ₹

	As at Mar 31, 2019	As at Mar 31, 2018
Other loans and advances	2,245,137	3,412,267
Advances to parent company	35,076	-
Deposits to others	30,000	233,000
	<b>2,310,213</b>	<b>3,645,267</b>

**5. Other current assets**

	As at Mar 31, 2019	As at Mar 31, 2018
Advance tax paid	-	180,000
	<b>-</b>	<b>180,000</b>

**6. Share capital**

in ₹

	As at Mar 31, 2019	As at Mar 31, 2018
<b>Authorised shares:</b>		
50,000 Shares of Re.10/- each (Previous year 50,000 Shares of Rs.10/- each)	<b>500,000</b>	<b>500,000</b>
<b>Issued, subscribed and paid-Up:</b>		
50,000 Shares of Re.10/- each (Previous year 50,000 Shares of Rs.10/- each)	500,000	500,000
	<b>500,000</b>	<b>500,000</b>

**a. Reconciliation of the shares outstanding at the beginning and at the end of the reporting period**

	As at Mar 31, 2019	As at Mar 31, 2018
At the beginning of the period	50,000	50,000
Issued during the year	-	-
<b>Outstanding at the end of the period</b>	<b>50,000</b>	<b>50,000</b>

**b. Shares held by holding company**

Out of the equity shares issued by the company, shares held by its holding company are as below:

	As at Mar 31, 2019	As at Mar 31, 2018
Prime Focus limited	50,000	50,000

**c. Details of shareholders holding more than 5% shares in the company**

	As at Mar 31, 2019	As at Mar 31, 2018
Prime Focus limited	50,000	50,000

**PRIME FOCUS MOTION PICTURES LIMITED****7. Other Equity**

	As at Mar 31, 2019	As at Mar 31, 2018
<b>Retained Earnings</b>		
Balance as per last financial statements	(632,440)	(621,636)
Profit for the year	(2,971,509)	(10,804)
<b>Net Retained Earnings</b>	<b>(3,603,948)</b>	<b>(632,440)</b>
<b>Total other equity</b>	<b>(3,603,948)</b>	<b>(632,440)</b>

**8. Trade payables**

in ₹

	As at Mar 31, 2019	As at Mar 31, 2018
Trade payables	160,815	254,106
Trade payables to parent company (note 8)	-	945,921
	<b>160,815</b>	<b>1,200,027</b>

**9. Other current liabilities**

in ₹

	As at Mar 31, 2019	As at Mar 31, 2018
Other payable	355,486	67,772
Deferred revenue	116,500,000	9,000,000
	<b>116,855,486</b>	<b>9,067,772</b>

**10. Other income**

in ₹

	For the year ended Mar 31, 2019	For the year ended Mar 31, 2018
Interest income from Bank	720,458	-
	<b>720,458</b>	<b>-</b>

**11. Cost of production**

in ₹

	For the year ended Mar 31, 2019	For the year ended Mar 31, 2018
Technician fees	7,330,728	380,877
Junior and character artist fees	5,004,506	226,864
Stunt and fight master expenses	1,902,107	19,600
Wardrobe and makeup expenses	3,262,549	50,200
Location hire charges	15,053,748	195,000
Power and fuel	665,642	-
Shooting and Location expenses	3,875,256	-
Set construction and setting expenses	35,744,453	147,151
Generator hire and fuel expenses	2,709,443	-
Set properties hire charges	273,100	162,000
Equipment hire charges	13,362,461	13,841
Properties and equipment attendant batta	3,386,629	-
Food and refreshment charges	3,648,563	17,300
Conveyance and transportation charges	717,901	29,000
Vanity van hire charges	634,000	-
Vehicle hire	1,607	-
Travelling expenses	4,578,464	124,500
Other production expenses	4,730,601	54,387
	<b>106,881,760</b>	<b>1,420,719</b>

**PRIME FOCUS MOTION PICTURES LIMITED****12. Changes in inventories**

in ₹

	For the year ended Mar 31, 2019	For the year ended Mar 31, 2018
Opening balance:		
Films	1,420,719	-
Closing balance:		
Films	108,302,479	1,420,719
	<b>(106,881,760)</b>	<b>(1,420,719)</b>

**13. Other expenses**

in ₹

	For the year ended Mar 31, 2019	For the year ended Mar 31, 2018
Legal and Professional Fees	507,547	804
Management fees	3,000,000	-
Audit Fees	150,000	10,000
	<b>3,657,547</b>	<b>10,804</b>

**14. Finance cost**

in ₹

	For the year ended Mar 31, 2019	For the year ended Mar 31, 2018
Bank charges	33,430	-
Interest on others	990	-
	<b>34,420</b>	<b>-</b>

**PRIME FOCUS MOTION PICTURES LIMITED**

**15. Related Party Disclosure**

List of related Parties where control exists and related parties with whom transactions have taken place and relationships:

Name of the related party	Relationship
Prime Focus Limited	Holding Company

**Related Party Transaction During the Year**

in ₹

	March 31, 2019	March 31, 2018
<b>Reimbursement of expenses incurred by:</b>		
Prime Focus Limited	-	804
<b>Advance paid by</b>		
Prime Focus Limited	-	353,996
<b>Management fees</b>		
Prime Focus Limited	3,000,000	-
<b>Deferred revenue</b>		
Prime Focus Limited	107,500,000	9,000,000

**Balance outstanding**

in ₹

	As at March 31, 2019	As at March 31, 2018
<b>Trade payables to parent company</b>		
Prime Focus Limited	-	945,921
<b>Advance to parent company</b>		
Prime Focus Limited	35,076	-
<b>Deferred revenue closing balance</b>		
Prime Focus Limited	116,500,000	9,000,000

**16. Fair Value Measurements**

in ₹

	As at March 31		As at March 31	
	2019	2018	2019	2018
	Carrying Value		Fair Value	
<b>A. Financial Assets:</b>				
Cash and cash equivalents	900,005	4,889,374	-	-
<b>Total</b>	<b>900,005</b>	<b>4,889,374</b>	-	-
<b>B. Financial Liabilities:</b>				
Trade payables	160,815	1,200,027	-	-
<b>Total</b>	<b>160,815</b>	<b>1,200,027</b>	-	-

## PRIME FOCUS MOTION PICTURES LIMITED

The management assessed that the fair value of cash and cash equivalents & trade payables approximate their carrying amounts largely due to the short-term maturities of these instruments.

### Capital Risk Management

The company's objectives when managing capital are to safeguard the company's ability to continue as a going concern in order to provide returns for shareholders and benefits for other stakeholders and to maintain an optimal capital structure to reduce the cost of capital.

The company management sets the amounts of capital required in proportion to risk. The company manages its capital structure and makes adjustments to it in light of changes in economic conditions and risk characteristics of the underlying assets.

The company is not subject to any externally imposed capital requirements.

### Financial risk management

The company is exposed through its operations to the following financial risks:

- Credit risk
- Liquidity risk

#### i) Credit Risk

##### Cash and cash equivalents

Cash is held with banks having good credit ratings and Company does not anticipate any risk in value.

#### ii) Liquidity Risk

Liquidity risk is the risk that the company is unable to meet its payment obligations associated with its financial liabilities when they fall due. Ultimate responsibility for liquidity risk management rests with the Management, which has developed a liquidity management forecasting process which aims to ensure that the company has sufficient cash at all times to meet liabilities as they fall due.

The following analysis sets out the maturities of financial assets and liabilities.

#### Liquidity Risk

in ₹

At 31 March 2019	Less than 3 months	Between 3 and 12 months	More than 12 months	Total
<b>Current financial assets</b>				
Cash and cash equivalents	4,889,374	-	-	<b>4,889,374</b>
	<b>4,889,374</b>	-	-	<b>4,889,374</b>
<b>Current financial liabilities</b>				
Trade Payables	1,200,027	-	-	<b>1,200,027</b>
	<b>1,200,027</b>	-	-	<b>1,200,027</b>

in ₹

At 31 March 2018	Less than 3 months	Between 3 and 12 months	More than 12 months	Total
<b>Current financial assets</b>				
Cash and cash equivalents	500,000	-	-	<b>500,000</b>
	<b>500,000</b>	-	-	<b>500,000</b>
<b>Current financial liabilities</b>				
Trade Payables	621,636	-	-	<b>621,636</b>
	<b>621,636</b>	-	-	<b>621,636</b>

17. There is no unhedged foreign currency exposure.

**PRIME FOCUS MOTION PICTURES LIMITED**

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**18. Earnings per share**

in ₹

<b>Particulars</b>	<b>Year ended Mar 31, 2019</b>	<b>Year ended March 31, 2018</b>
Net (loss) attributable to equity shareholders	(2,971,509)	(10,804)
Exceptional items (net of tax)	-	-
Net Profit/(loss) before exceptional items but after tax	(2,971,509)	(10,804)
<b>Weighted average number of equity shares in calculating basic and diluted EPS</b>	<b>50,000</b>	<b>50,000</b>
<b>Earnings per share (before exceptional items)</b>		
Basic EPS	(59.43)	(0.22)
Diluted EPS	(59.43)	(0.22)

The accompanying notes are an integral part of the financial statements.

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As per our report of even date

**For V. Shivkumar & Associates**  
**Chartered Accountants**  
**Firm Registration No.: 112781W**

**For and on behalf of the Board of Directors**

**V. Shivkumar**  
**(Proprietor)**  
**Membership No. 042673**  
**Mumbai**  
**May 25, 2019**

**Naresh Malhotra**  
**(Director)**  
**DIN 00004597**

**Rivkaran Chadha**  
**(Director)**  
**DIN 00308288**

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