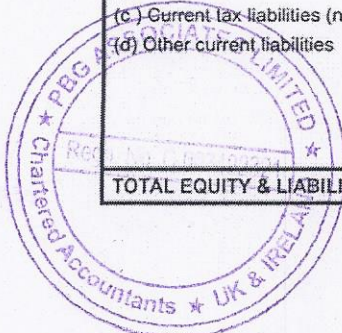
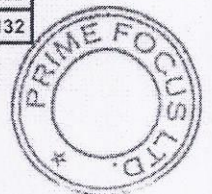


DE-FI MEDIA LIMITED (FORMERLY KNOWN AS PRIME FOCUS INTERNATIONAL LIMITED)

STATEMENT OF ASSETS AND LIABILITIES

In GBP

| | As at 31.03.2017 | As at 31.03.2016 | As at 1.07.2015 |
|--|---------------------|---------------------|---------------------|
| Assets | | | |
| 1. Non-current assets | | | |
| (a) Property, plant and equipment | 2,204,468 | 2,561,787 | 2,741,244 |
| (b) Capital work-in-progress | - | - | - |
| (c) Goodwill | - | - | - |
| (d) Other intangible assets | - | - | - |
| (e) Intangible assets under development | - | - | - |
| (f) Financial assets | | | |
| (i) Investments | - | - | - |
| (ii) Loans | - | - | - |
| (iii) Other financial assets | - | - | - |
| (g) Deferred tax assets (net) | - | - | - |
| (h) Other non-current assets | - | - | - |
| | 2,204,468 | 2,561,787 | 2,741,244 |
| 2. Current assets | | | |
| (a) Inventories | - | - | - |
| (b) Financial assets | | | |
| (i) Trade receivables | 247,371 | 165,627 | 0 |
| (ii) Cash and cash equivalents | 5,015 | 91,698 | 43,550 |
| (iii) Bank balance other than (ii) above | - | - | - |
| (iv) Loans | - | - | - |
| (v) Other financial assets | 5,728,288 | 9,907,406 | 4,335,338 |
| (c) Other current assets | 6,000,000 | 4,866,883 | 4,250,000 |
| | 11,980,675 | 15,031,614 | 8,628,888 |
| TOTAL ASSETS | 14,185,142 | 17,593,401 | 11,370,132 |
| Equity and Liabilities | | | |
| Equity | | | |
| (a) Equity share capital | 24,367,188 | 24,367,188 | 24,367,188 |
| (b) Other equity | (56,206,524) | (49,785,002) | (47,328,405) |
| Equity attributable to equity holders of the Parent | (31,839,336) | (25,417,814) | (22,961,217) |
| Liabilities | | | |
| (1) Non-current liabilities | | | |
| (a) Financial liabilities | | | |
| (i) Borrowings | 38,387,202 | 34,223,528 | 33,091,486 |
| (ii) Other financial liabilities | - | - | - |
| (b) Provisions | - | - | - |
| (c) Deferred tax liabilities (net) | - | - | - |
| (d) Other non-current liabilities | - | - | - |
| | 38,387,202 | 34,223,528 | 33,091,486 |
| (2) Current liabilities | | | |
| (a) Financial liabilities | | | |
| (i) Borrowings | - | - | - |
| (ii) Trade payables | 2,560,785 | 1,093,661 | 1,054,934 |
| (iii) Other financial liabilities | 5,076,491 | 1,270,545 | - |
| (b) Provisions | - | - | - |
| (c) Current tax liabilities (net) | - | 3,001,740 | 184,929 |
| (d) Other current liabilities | - | 3,421,741 | - |
| | 7,637,276 | 8,787,687 | 1,239,863 |
| TOTAL EQUITY & LIABILITIES | 14,185,142 | 17,593,401 | 11,370,132 |

On behalf of De-fi
JD

DE-FI MEDIA LIMITED (FORMERLY KNOWN AS PRIME FOCUS INTERNATIONAL LIMITED)

Statement of profit and loss for year ended March 31, 2017

In GBP

| Particulars | Year ended | Nine Months Period ended |
|---|--------------------|-----------------------------|
| | 31-Mar-17 | 31-Mar-16 |
| Income from operations | | |
| Revenue from operations | 2,294,117 | 4,993,601 |
| Other operating income | - | - |
| Other income: | | |
| a) Exchange gain (net) | - | - |
| b) Others | 1,553,471 | 559,396 |
| Total income from operations | 3,847,588 | 5,552,997 |
| Expenses | | |
| Employee benefits expense | - | - |
| Technician fees | - | - |
| Technical service cost | - | - |
| Finance costs | 654,699 | 1,074,832 |
| Depreciation and amortisation expense | 171,721 | 360,142 |
| Other expenditure | 3,851,213 | 4,206,918 |
| Exchange loss (net) | 5,385,789 | - |
| Total Expenses | 10,063,422 | 5,641,892 |
| Profit from operations before exceptional items | (6,215,834) | (88,896) |
| Exceptional items - expenditure / (income) (net) | - | - |
| Profit / (Loss) from ordinary activities before tax | (6,215,834) | (88,896) |
| Current tax | - | - |
| Deferred tax | - | - |
| Net Profit / (Loss) for the year | (6,215,834) | (88,896) |
| Other comprehensive income | | |
| A (i) Items that will not be reclassified to profit or loss | - | - |
| A (ii) Income tax relating to items that will not be reclassified to profit or loss | - | - |
| B (i) Items that will be reclassified to the Profit or loss | - | - |
| B (ii) Income tax relating to items that will be reclassified to profit or loss | - | - |
| Total other comprehensive income | - | - |
| Total comprehensive income | (6,215,834) | (88,896) |
| Net profit attributable to | | |
| Owners of the Company | (6,215,834) | (88,896) |
| Non-controlling interests | - | - |
| Other comprehensive income attributable to | | |
| Owners of the Company | - | - |
| Non-controlling interests | - | - |
| Total comprehensive income attributable to | | |
| Owners of the Company | (6,215,834) | (88,896) |
| Non controlling interests | - | - |
| Earnings per equity share of face value of Eur each (before exceptional items) | | |
| Basic | (0.26) | (0.00) |
| Diluted | (0.26) | (0.00) |
| Earnings per equity share of face value of Eur each (after exceptional items) | | |
| Basic | (0.26) | (0.00) |
| Diluted | (0.26) | (0.00) |



On behalf of DeFi



DE-FI MEDIA LIMITED (FORMERLY KNOWN AS PRIME FOCUS INTERNATIONAL LIMITED)

1. Corporate information

De-Fi Media Ltd. (the Company) is domiciled in United Kingdom. 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, 2017 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 July, 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 15.

The Board of Directors has received assurance from the holding company Prime Focus World N.V. that it will continue to support the company for the foreseeable future. Accordingly the Board of Directors considers that it is appropriate that the company's financial statements are prepared on a going concern basis. Hence, these financial statements are prepared assuming the company will remain a going concern. 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 July, 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

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.

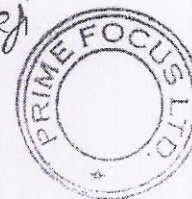
b. Use of estimates

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.

c. Revenue recognition



On behalf of DeFi



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.

Unbilled revenue is included within 'other financial assets' and billing in advance is included as deferred revenue in 'other financial liabilities'.

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.

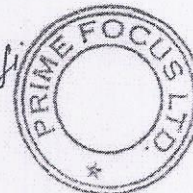
The amount recognised as a provision is the best estimate of the consideration required to settle the present obligation at the end of the reporting period, taking into account the risks and uncertainties surrounding the obligation. When a provision is measured using the cash flows estimated to settle 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).

When some or all of the economic benefits required to settle a provision are expected to be recovered from a third party, a receivable is recognised as an if it is virtually certain that reimbursement will be received and the amount of the receivable can be measured reliably.

g. Taxation



On behalf of D.J.
[Signature]



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.

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.

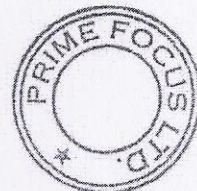
Current and deferred tax for the year

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

On behalf of DPH
DPH



De-Fi Media Limited (formerly known as Prime Focus International Limited)

1. Property, plant and equipment

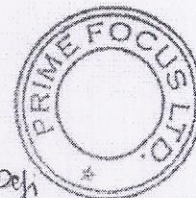
| | in £ |
|-----------------------------|----------------------------|
| | Plant and equipment |
| Gross block | |
| As at July 1, 2015 | 4,339,753 |
| Additions/ Adjustment | 180,685 |
| Deduction | - |
| As at March 31, 2016 | <u>4,520,438</u> |
| Depreciation | |
| As at July 1, 2015 | 1,598,509 |
| For the year | 360,142 |
| As at March 31, 2016 | <u>1,958,651</u> |
| Net block | |
| As at March 31, 2016 | <u>2,561,787</u> |
| As at June 30, 2015 | <u>2,741,244</u> |

| | in £ |
|-----------------------------|----------------------------|
| | Plant and equipment |
| Gross block | |
| As at April 1, 2016 | 4,520,438 |
| Additions/ Adjustment | (180,685) |
| Deduction | (4,913) |
| As at March 31, 2017 | <u>4,334,840</u> |
| Depreciation | |
| As at April 1, 2016 | 1,958,651 |
| For the year | 171,721 |
| Deduction | - |
| As at March 31, 2017 | <u>2,130,373</u> |
| Net block | |
| As at March 31, 2017 | <u>2,204,468</u> |
| As at March 31, 2016 | <u>2,561,787</u> |

2. Intangible assets

| | in £ |
|-----------------------------|-----------------|
| | Software |
| Gross block | |
| As at July 1, 2015 | - |
| Additions | - |
| Deduction | - |
| As at March 31, 2016 | <u>-</u> |
| Amortisation | |
| As at July 1, 2015 | - |
| For the year | - |
| As at March 31, 2016 | <u>-</u> |
| Net block | |
| As at March 31, 2016 | <u>-</u> |
| As at June 30, 2015 | <u>-</u> |

| | in £ |
|-----------------------------|-----------------|
| | Software |
| Gross block | |
| As at April 1, 2016 | - |
| Additions | - |
| Deduction | - |
| As at March 31, 2017 | <u>-</u> |
| Amortisation | |
| As at April 1, 2016 | - |
| For the year | - |
| As at March 31, 2017 | <u>-</u> |
| Net block | |
| As at March 31, 2017 | <u>-</u> |
| As at March 31, 2016 | <u>-</u> |



On behalf of

De-Fi Media Limited (formerly known as Prime Focus International Limited)

3. Investments

| | As at Mar 31, 2017 | As at March 31, 2016 | As at July 1, 2015 |
|------------------------|-----------------------|-------------------------|-----------------------|
| Digital Domian LLC | - | - | - |
| Digital Domain Holding | - | - | - |
| | - | - | - |

4. Trade receivables

| | As at Mar 31, 2017 | As at March 31, 2016 | As at July 1, 2015 |
|---|-----------------------|-------------------------|-----------------------|
| Debts outstanding for a period exceeding six months | | | |
| Considered good | | | |
| Other debts | | | |
| Considered good | 247,371 | 165,627 | - |
| | 247,371 | 165,627 | - |

5. Other financial assets

| | As at Mar 31, 2017 | As at March 31, 2016 | As at July 1, 2015 |
|----------------------------|-----------------------|-------------------------|-----------------------|
| Advance to Related parties | 1,604,425 | 2,980,528 | 4,211,851 |
| Others* | 4,123,863 | 6,926,878 | 123,487 |
| | 5,728,288 | 9,907,406 | 4,335,338 |

6. Cash and cash equivalents

| | As at Mar 31, 2017 | As at March 31, 2016 | As at July 1, 2015 |
|----------------------|-----------------------|-------------------------|-----------------------|
| Balances with banks: | | | |
| In Current Accounts | 3,515 | 90,198 | 42,050 |
| Cash on hand | 1,500 | 1,500 | 1,500 |
| | 5,015 | 91,698 | 43,550 |

7. Other current assets

| | As at Mar 31, 2017 | As at March 31, 2016 | |
|------------------|-----------------------|-------------------------|-----------|
| Prepaid expenses | | 551,000 | |
| Unbilled revenue | 6,000,000 | 4,315,883 | 4,250,000 |
| | 6,000,000 | 4,866,883 | 4,250,000 |

On behalf of DeFi



De-Fi Media Limited (formerly known as Prime Focus International Limited)
8. Share capital

| | in £ | | |
|---|-----------------------|-------------------------|-----------------------|
| | As at Mar 31, 2017 | As at March 31, 2016 | As at July 1, 2015 |
| Issued, subscribed and fully paid-Up: | | | |
| Equity shares | 24,367,188 | 24,367,188 | 24,367,188 |
| <i>24,367,188 ordinary shares of £ 1 each</i> | | | |
| | <u>24,367,188</u> | <u>24,367,188</u> | <u>24,367,188</u> |

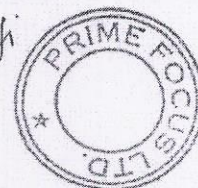
9. Borrowings

| | in £ | | |
|-------------------------------|-----------------------|-------------------------|-----------------------|
| | As at Mar 31, 2017 | As at March 31, 2016 | As at July 1, 2015 |
| Prime Focus World Mauritius | 19,165,412 | 28,253,822 | 27,581,163 |
| Reliance MediaWorks Mauritius | 19,221,790 | - | - |
| Prime Focus Limited | - | 5,969,706 | 5,510,323 |
| | <u>38,387,202</u> | <u>34,223,528</u> | <u>33,091,486</u> |

10. Other financial liabilities

| | in £ | | |
|---------------------------------------|-----------------------|-------------------------|-----------------------|
| | As at Mar 31, 2017 | As at March 31, 2016 | As at July 1, 2015 |
| Advance received from group companies | 4,878,034 | 1,270,545 | - |
| Advance from customers | 198,457 | - | - |
| | <u>5,076,491</u> | <u>1,270,545</u> | - |

On behalf of DeFi
[Signature]



De-Fi Media Limited (formerly known as Prime Focus International Limited)
 11. Other income

in £

| | Year ended Mar 31 2017 | For the nine months period ended March 31, 2016 |
|-------------------------------------|------------------------------|--|
| Interest income | - | 335,143 |
| Sundry balance written back | - | 56,978 |
| Gain on sale of investment - DD LLC | 1,553,471 | - |
| Exchange gain | - | 167,275 |
| | <u>1,553,471</u> | <u>559,396</u> |

12. Finance costs

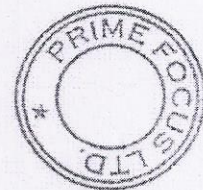
| | Year ended Mar 31 2017 | For the nine months period ended March 31, 2016 |
|---------------------------------------|------------------------------|--|
| Interest on loan from Holding Company | 652,915 | 1,073,074 |
| Bank charges | 1,785 | 1,758 |
| | <u>654,699</u> | <u>1,074,832</u> |

13. Other Expenses

| | Year ended Mar 31 2017 | For the nine months period ended March 31, 2016 |
|---|------------------------------|--|
| Technical services Charges | 2,655,545 | 4,181,091 |
| Communication Expenses | - | 463 |
| Legal and professional fees | 673,179 | 17,010 |
| Miscellaneous expenses | - | 1,237 |
| Office expenses | 44,731 | 2,116 |
| Repairs and maintenance - others / Computer | 30,772 | - |
| Exchange loss | 5,385,789 | - |
| Audit fees | 35,727 | 5,000 |
| Bad debts | 411,260 | - |
| | <u>9,237,002</u> | <u>4,206,918</u> |



On behalf of DeFi
[Signature]



De-Fi Media Limited (formerly known as Prime Focus International Limited)

14. 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 |
| PF World Limited, Mauritius | Fellow Group Company |
| Reliance MediaWorks Mauritius | Fellow Group Company |
| Prime Focus Technologies UK Limited | Fellow Group Company |
| Double Negative UK Limited | Fellow Group Company |
| Prime Focus International Services UK Limited | Fellow Group Company |
| Prime Focus Creative Services Canada Inc. | Fellow Group Company |
| Prime Focus North America Inc. | Fellow Group Company |
| Prime Focus World N.V. | Fellow Group Company |

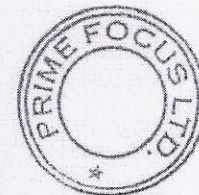
Related Party Transaction during the year

| | in £ | |
|---|---|--|
| | For the year ended March 31, 2017 | For the nine month period ended March 31, 2016 |
| Advance given to | | |
| Double Negative UK Limited | - | - |
| Prime Focus North America Inc. | - | 347,000 |
| Prime Focus International Services UK Limited | 927,126 | 876,448 |
| Prime Focus Technologies UK Limited | - | 7,000 |
| Prime Focus Creative Services Canada Inc. | - | 161,291 |
| Prime Focus World N.V. | - | - |
| Advance received from | | |
| Prime Post (Europe) Ltd | 4,500 | - |
| Advance repaid to | | |
| Prime Post (Europe) Ltd | 4,000 | - |
| Advance repaid by | | |
| Double Negative UK Limited | - | - |
| Prime Focus International Services UK Limited | 1,354,045 | 758,199 |
| PF World Limited, Mauritius | 17,546,458 | - |
| Prime Focus Technologies UK Limited | - | - |
| Loan given to | | |
| Prime Focus International Services UK Limited | - | - |
| Loan repaid by | | |
| Prime Focus International Services UK Limited | - | - |
| PF World Limited, Mauritius | - | - |
| Loan received from | | |
| Prime Focus Limited | - | 130,000 |
| PF World Limited, Mauritius | - | - |


| | in £ | |
|--|---|--|
| | For the year ended March 31, 2017 | For the nine month period ended March 31, 2016 |
| Sale of assets | | |
| Prime Focus London Plc | - | - |
| Revenue | | |
| Prime Focus Visual Entertainment Services Ltd. | - | - |
| Assignment of loan of PF World Limited, Mauritius by extinguishing liability to Prime Focus London Plc of equal amount Receivable from Prime Focus Technologies UK Limited transferred to Prime Focus London Plc | - | 17,271 |
| Receivable from Prime Focus International Services UK Limited adjusted against payable to PF World Limited, Mauritius | - | 2,543,928 |
| Payable to Prime Focus London Plc transferred to Prime Focus International Services UK Limited | - | 518,427 |
| Amount paid by PF World Mauritius to RMW Mauritius on the Company's behalf | 3,825,291 | - |
| Purchase of Investment in Digital Domain | | |
| Reliance MediaWorks Mauritius | 21,657,954 | - |
| Loan repaid to | | |
| Prime Focus Limited | 5,686,845 | 85,025 |

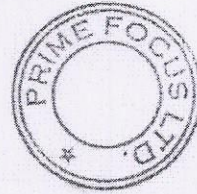


On behalf of DeFi
DA



| | | |
|---|-----------|-----------|
| Technical service cost | | |
| Prime Focus International Services Uk Limited | 4,290,000 | 3,421,741 |
| Prime Focus Limited | 296,219 | 718,918 |
| Technical service cost - prepaid | | |
| Prime Focus Limited | - | 551,000 |
| Interest income | | |
| Prime Focus International Services Uk Limited | - | - |
| Interest expense | | |
| Prime Focus Limited (net of write back) | (282,861) | 411,126 |
| PF World Limited, Mauritius | 935,657 | 643,198 |
| Expense recharge given to | | |
| Prime Focus International Services Uk Limited | - | 7,000 |
| Reliance MediaWorks Mauritius | 1,255 | - |
| Expense recharge received from | | |
| PF World Limited, Mauritius | - | 200,000 |
| Prime Focus World NV | 294,954 | - |
| Prime Focus International Services Uk Limited | 254,070 | 104,666 |
| Prime Focus North America Inc. | - | 1,237 |

On behalf of Defi





Balance outstanding

in £

| | As at March 31, | As at March 31, | As at June 30, |
|---|-----------------|-----------------|----------------|
| | 2017 | 2016 | 2015 |
| Prime Focus International Services UK Limited | (3,835,158) | 1,388,546 | 3,393,463 |
| Prime Focus Limited | - | (7,240,251) | (5,514,232) |
| PF World Limited, Mauritius | (19,921,100) | (28,053,822) | (27,581,163) |
| Reliance MediaWorks Mauritius | (19,221,790) | - | - |
| Prime Focus North America Inc. | 1,408,951 | 1,223,691 | 801,161 |
| Prime Focus Technologies UK Limited | 7,000 | 7,000 | 17,271 |
| Prime Focus World NV | (286,688) | - | - |
| Prime Focus Creative Services Canada Inc. | 188,474 | 161,291 | - |
| Prime Post Europe Limited | (500) | - | - |
| Provision for expense includes | | | |
| Prime Focus International Services UK Limited | (1,650,000) | (3,421,741) | - |
| Prime Focus Limited | (40,918) | - | - |

15. Unhedged Foreign Currency Exposure

| Particulars | Currency | Amount (2016-17) | Amount (2015-16) |
|-----------------------------|----------|------------------|------------------|
| Trade and other receivables | USD | 1,994,641 | 2,277,254 |
| Trade and other payables | USD | 49,234,136 | 40,594,244 |

on behalf of Defi




16. Reconciliation between Indian GAAP and Ind AS

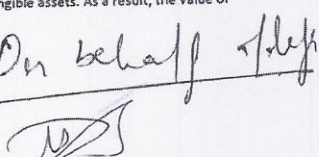

in GBP

STATEMENT OF ASSETS AND LIABILITIES

| | As at | | As at | | As at | |
|--|-------------------|---------------------|---------------------|-------------------|---------------------|---------------------|
| | 31.03.2016 | | 31.03.2016 | 1.07.2015 | | 1.07.2015 |
| | Indian GAAP | Adjustments | Ind AS | Indian GAAP | Adjustments | Ind AS |
| Assets | | | | | | |
| 1. Non-current assets | | | | | | |
| (a) Property, plant and equipment | 2,561,787 | | 2,561,787 | 2,921,929 | | 2,921,929 |
| (b) Capital work-in-progress | | | - | | | |
| (c) Goodwill | | | | | | |
| (d) Other intangible assets | 14,055,000 | (14,055,000) | | 14,055,000 | (14,055,000) | |
| (e) Intangible assets under development | | | | | | |
| (f) Financial assets | | | | | | |
| (i) Investments | | | | | | |
| (ii) Loans | | | | | | |
| (iii) Other financial assets | | | | | | |
| (g) Deferred tax assets (net) | | | | | | |
| (h) Other non-current assets | | | | | | |
| | 16,616,787 | (14,055,000) | 2,561,787 | 16,976,929 | (14,055,000) | 2,921,929 |
| 2. Current assets | | | | | | |
| (a) Inventories | | | | | | |
| (b) Financial assets | | | | | | |
| (i) Trade receivables | 21,743,602 | (21,577,975) | 165,627 | 21,577,975 | (21,577,975) | 0 |
| (ii) Cash and cash equivalents | 91,698 | | 91,698 | 43,550 | | 43,550 |
| (iii) Bank balance other than (ii) above | | | | | | |
| (iv) Loans | 16,142,083 | (6,234,677) | 9,907,406 | 10,570,015 | (6,234,677) | 4,335,338 |
| (v) Other financial assets | 4,866,883 | | 4,866,883 | 4,250,000 | | 4,250,000 |
| (c) Other current assets | | | | | | |
| | 42,844,266 | (27,812,652) | 15,031,614 | 36,441,540 | (27,812,652) | 8,628,888 |
| TOTAL ASSETS | 59,461,053 | (41,867,652) | 17,593,401 | 53,418,469 | (41,867,652) | 11,550,817 |
| Equity and liabilities | | | | | | |
| Equity | | | | | | |
| (a) Equity share capital | 24,367,188 | | 24,367,188 | 24,367,188 | | 24,367,188 |
| (b) Other equity | (7,912,417) | (41,867,652) | (49,780,069) | (7,823,522) | (41,867,652) | (49,691,174) |
| Equity attributable to equity holders of the Parent | 16,454,771 | (41,867,652) | (25,412,881) | 16,543,666 | (41,867,652) | (25,323,986) |
| Liabilities | | | | | | |
| (1) Non-current liabilities | | | | | | |
| (a) Financial liabilities | | | | | | |
| (i) Borrowings | 34,223,528 | | 34,223,528 | 33,091,486 | | 33,091,486 |
| (ii) Other financial liabilities | | | | | | |
| (b) Provisions | | | | | | |
| (c) Deferred tax liabilities (net) | | | | | | |
| (d) Other non-current liabilities | | | | | | |
| | 34,223,528 | | 34,223,528 | 33,091,486 | | 33,091,486 |
| (2) Current liabilities | | | | | | |
| (a) Financial liabilities | | | | | | |
| (i) Borrowings | | | 1,093,661 | 1,054,934 | | 1,054,934 |
| (ii) Trade payables | 1,093,661 | | 1,270,545 | | | |
| (iii) Other financial liabilities | 1,270,545 | | | | | |
| (b) Provisions | 3,001,740 | | 3,001,740 | 184,929 | | 184,929 |
| (c) Current tax liabilities (net) | 3,416,808 | | 3,416,808 | 2,543,454 | | 2,543,454 |
| (d) Other current liabilities | | | | | | |
| | 8,782,754 | | 8,782,754 | 3,783,317 | | 3,783,317 |
| TOTAL LIABILITIES | 59,461,053 | (41,867,652) | 17,593,401 | 53,418,469 | (41,867,652) | 11,550,817 |

Note 1
As per Ind AS 109, the Company is required to apply expected credit loss model for recognising the allowance for doubtful debts. As a result, the allowance for doubtful debts has increased by GBP 27,812,652

Note 2
The Company has elected to use fair value as per transition provisions for Ind AS 109 deemed cost for its intangible assets. As a result, the value of intangible assets decreased by GBP 14,055,000

On behalf of /





16. Reconciliation between Indian GAAP and Ind AS

Statement of profit and loss for year ended March 31, 2017

In GBP

| Particulars | Nine Months Period ended | |
|---|--------------------------|---------------------|
| | 31-Mar-16 India GAAP | 31-Mar-16 Ind AS |
| | | Adjustments |
| Income from operations | | |
| Revenue from operations | 4,993,601 | 4,993,601 |
| Other operating income | - | - |
| Other income: | | |
| a) Exchange gain (net) | - | - |
| b) Others | 559,396 | 559,396 |
| Total income from operations | 5,552,997 | 5,552,997 |
| Expenses | | |
| Employee benefits expense | - | - |
| Technician fees | - | - |
| Technical service cost | - | - |
| Finance costs | - | - |
| Depreciation and amortisation expense | 1,074,832 | 1,074,832 |
| Other expenditure | 360,142 | 360,142 |
| Exchange loss (net) | 4,206,918 | 4,206,918 |
| | - | - |
| Total Expenses | 5,641,892 | 5,641,892 |
| Profit from operations before exceptional items | | |
| Exceptional items - expenditure / (income) (net) | (88,896) | (88,896) |
| Profit / (Loss) from ordinary activities before tax | | |
| Current tax | (88,896) | (88,896) |
| Deferred tax | - | - |
| Net Profit / (Loss) for the year | | |
| Other comprehensive income | | |
| A (i) Items that will not be reclassified to profit or loss | - | - |
| A (ii) Income tax relating to items that will not be reclassified to profit or loss | - | - |
| B (i) Items that will be reclassified to the Profit or loss | - | - |
| B (ii) Income tax relating to items that will be reclassified to profit or loss | - | - |
| Total other comprehensive income | | |
| Total comprehensive income | | |
| Net profit attributable to | | |
| Owners of the Company | (88,896) | (88,896) |
| Non-controlling interests | (88,896) | (88,896) |
| Other comprehensive income attributable to | | |
| Owners of the Company | - | - |
| Non-controlling interests | - | - |
| Total comprehensive income attributable to | | |
| Owners of the Company | (88,896) | (88,896) |
| Non-controlling interests | - | - |

No changes in profit and loss account on account of transition from Indian GAAP to Ind AS

17. Segment information

Business is the primary segment for the Company being post production activities. Since, the Company's entire operations are governed by the same set of risks and returns, these have been considered as representing a single segment.

18. Ultimate controlling party

Prime Focus Limited is the Ultimate Controlling Party

19. Figures for the previous period are for the nine months period ended March 31, 2016 and hence are not comparable with the figures for the current year. Figures of previous period have been regrouped /reclassified/rearranged wherever necessary.



On behalf of Defi

