



Independent Auditors' Report

**To the Members of
De-fi Media Limited**

Report on the Financial Statements

We have audited the accompanying financial statements of **De-fi Media Limited** ('the Company') which comprise the Balance Sheet as at 31st March, 2021, the Statement of Profit and Loss and the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation and presentation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.



Opinion

In our opinion and to the best of our information and according to the explanations given to us, the financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- (i) in the case of the Balance Sheet, of the state of affairs of the Company as at 31st March, 2021;
- (ii) in the case of the Statement of Profit and Loss, the **Loss** for the year ended on that date;
- (iii) in the case of the Cash Flow Statement for the year ended on that date.

Report on Other Legal and Regulatory Requirements

As required by Section 143 (3) of the Act, we report that:

- a. we have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
- b. in our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
- c. the Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in agreement with the books of account; and
- d. in our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014;

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

Place: Mumbai
Date: 22nd June, 2021

V. Shivkumar
Proprietor
M. No.: 042673

UDIN: 21042673AAAAALC3678

De-Fi Media Limited**Statement Of Assets And Liabilities**

in £

	Note	As at March 31,	
		2021	2020
Non-current assets			
Tangible assets	3 (a)	1,209,734	1,404,749
Intangible assets	3 (b)	1,993,226	6,437,363
Capital work-in-progress		-	-
Investments		-	-
Financial assets		-	-
Other non-current financial assets		-	-
Other non-current assets		-	-
		3,202,960	7,842,112
Current assets			
Current investments		-	-
Inventories		-	-
Financial assets		-	-
Trade receivables	4	807,389	1,515,558
Cash and bank balances	5	866,102	68,247
Other current financial assets	6	3,698,785	5,374,644
Other current assets		-	-
		5,372,275	6,958,449
		8,575,236	14,800,560
TOTAL ASSETS			
Shareholders' funds			
Share Capital	7	60,367,188	60,367,188
Reserves and Surplus	8	(68,699,893)	(63,743,392)
		(8,332,705)	(3,376,204)
Non-current liabilities			
Deferred tax liability (net)		-	-
Financial liabilities		-	-
Others - group company		-	-
Long-term provisions		-	-
		-	-
Current liabilities			
Borrowings		-	-
Financial liabilities		-	-
Trade payables		176,652	334,726
Others	9	16,731,289	17,842,040
Other current liabilities		-	-
		16,907,941	18,176,765
		8,575,236	14,800,561
TOTAL SHAREHOLDERS' FUNDS & LIABILITIES			

Notes forming part of the financial statements

1-15

As per our report of even date

For V. Shivkumar & Associates**For and on behalf of the Board of Directors****Chartered Accountants****Firm Registration No.: 112781W**

V. Shivkumar
(Proprietor)
Membership No. 042673
Mumbai
June 22, 2021

Tarique Sheikh
(Director)

De-Fi Media Limited**Statement of profit and loss**

in £

	Notes	Year ended March 31	
		2021	2020
Income			
Revenue from operations (net)		665,910	3,578,119
Other income	10	1,174,481	199,589
		1,840,390	3,777,707
Expenses			
Employee benefits expense		-	-
Finance costs	11	1,258,188	943,696
Depreciation and amortization expense	3 (a) & (b)	5,293,042	7,242,918
Other expenses	12	264,744	1,151,515
		6,815,974	9,338,129
Profit before tax		(4,975,584)	(5,560,422)
Tax expenses			
Current Tax		(19,084)	(1,835,650)
Total tax expense		(19,084)	(1,835,650)
Profit after tax		(4,956,500)	(3,724,772)
Notes forming part of the financial statements	1-15		

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
June 22, 2021

Tarique Sheikh
(Director)

De-Fi Media Limited**Statement of Changes in Equity****Changes in Equity Share Capital**

	No of shares	Amount in £
As at April 01, 2019	24,367,188	24,367,188
Changes during the year	-	-
As at March 31, 2020	24,367,188	24,367,188
Changes during the year	-	-
As at March 31, 2021	24,367,188	24,367,188

Changes in Other Equity

in £

	Retained earnings	Securities premium	Total Other equity
As at April 01, 2019	(60,018,621)	-	(60,018,621)
Profit/ (loss) for the year	(3,724,772)	-	(3,724,772)
As at March 31, 2020	(63,743,392)	-	(63,743,392)
Profit/ (loss) for the year	(4,956,500)	-	(4,956,500)
As at March 31, 2021	(68,699,893)	-	(68,699,893)

See accompanying notes to the financial statements

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
June 22, 2021

Tarique Sheikh
(Director)

De-Fi Media Limited**Cash Flow Statement**

in £

Particulars	Notes	For the year ended March 31,	
		2021	2020
A. Cash flow from Operating activities			
Net (Loss) / Profit before taxation		(4,975,584)	(5,560,422)
Adjustments for :			
Depreciation and amortization		5,293,042	7,242,918
Advance written off		40,058	688,191
Unrealized foreign exchange loss / (gain) (net)		744,813	-
Interest income		(1,038,480)	-
Interest expense		1,258,188	943,696
Operating profit before working capital changes		1,322,038	3,314,384
Movements in working capital :			
(Decrease) / Increase in trade payables		(158,074)	(265,903)
(Decrease) / Increase in current financial liabilities		(817,084)	(2,033,332)
(Decrease) / Increase in current liabilities		-	(37,001)
Decrease / (Increase) in trade receivables		708,169	13,571
Decrease / (Increase) in short-term loans and advances		1,330,318	(1,012,222)
Cash generated from operations		2,385,367	(20,504)
Direct Taxes paid (Net of Refunds)		-	-
Net Cash from operating activities		2,385,367	(20,504)
B. Cash flow from investing activities			
Purchase of fixed assets		(653,891)	-
Net Cash from investing activities		(653,891)	-
C. Cash flow from Financing activities			
Finance cost paid		(933,621)	-
Net cash used in Financing activities		(933,621)	-
Net increase/(decrease) in cash and cash equivalents (A+B+C)		797,855	(20,504)
Cash and cash equivalents at the beginning of the year	5	68,247	88,751
Cash and cash equivalents at the end of the year		866,102	68,247
Notes to accounts	1-15		

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

June 22, 2021

Tarique Sheikh

(Director)

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'). 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. All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle. 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.

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.

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

De-Fi Media Limited

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

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.

De-Fi Media Limited

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. Equipments

Equipments are recognised at cost. Cost includes purchase price and directly attributable costs and the estimated present value of any future unavoidable costs of dismantling and removing items. Equipment is held at cost less accumulated depreciation and any provision for impairment. Depreciation has been provided using Written Down Value ('WDV') Method, to write down the cost of property, plant and equipment to their residual values over the estimated useful economic lives.

Equipments	13.91%
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j. Borrowing cost

Borrowing costs directly attributable to the acquisition, construction or production of qualifying assets, which are assets that necessarily take a substantial period of time to get ready for their intended use or sale, are added to the costs of those assets, until such time as the assets are substantially ready for their intended use. All other borrowing costs are recognised in Statement of Profit or Loss in the period in which they are incurred.

k. Contingency

A contingent liability is disclosed when the Group has a possible or present obligation where it is not probable that an outflow of resources will be required to settle it. Contingent assets are neither recognized nor disclosed.

De-Fi Media Limited

3 (a). Tangible assets		in £
		Plant and equipment
Gross block		
As at April 1, 2019		4,334,840
Additions/Adjustment		-
Deduction		-
As at March 31, 2020		<u>4,334,840</u>
Depreciation		
As at April 1, 2019		2,691,370
For the year		238,721
Deduction		-
As at March 31, 2020		<u>2,930,091</u>
Net block		
As at March 31, 2020		<u>1,404,749</u>

		in £
		Plant and equipment
Gross block		
As at April 1, 2020		4,334,840
Additions		-
Deduction		-
As at March 31, 2021		<u>4,334,840</u>
Depreciation		
As at April 1, 2020		2,930,091
For the year		195,015
Deduction		-
As at March 31, 2021		<u>3,125,106</u>
Net block		
As at March 31, 2021		<u>1,209,734</u>

De-Fi Media Limited**3 (b). Intangible assets** in £

	Rights	Software	Total
Gross block			
As at April 1, 2019	-	-	-
Additions	10,451,721	2,989,839	13,441,560
Deduction	-	-	-
As at March 31, 2020	10,451,721	2,989,839	13,441,560

Depreciation

As at April 1, 2019	-	-	-
For the year	7,004,197	-	7,004,197
Deduction	-	-	-
As at March 31, 2020	7,004,197	-	7,004,197

Net block

As at March 31, 2020	3,447,524	2,989,839	6,437,363
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in £

	Rights	Software	Total
Gross block			
As at April 1, 2020	10,451,721	2,989,839	13,441,560
Additions	653,891	-	653,891
Deduction	-	-	-
As at March 31, 2021	11,105,612	2,989,839	14,095,451

Depreciation

As at April 1, 2020	7,004,197	-	7,004,197
For the year	4,101,415	996,613	5,098,028
Deduction	-	-	-
As at March 31, 2021	11,105,612	996,613	12,102,225

Net block

As at March 31, 2021	-	1,993,226	1,993,226
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De-Fi Media Limited**4. Trade receivables (considered good)** in £

	As at March 31,	
	2021	2020
Trade receivables	807,389	1,515,558
	807,389	1,515,558

5. Cash and cash equivalents in £

	As at March 31,	
	2021	2020
Balances with banks:		
In Current Accounts	864,602	66,747
Cash on hand	1,500	1,500
	866,102	68,247

6. Other current financial assets (unsecured) (considered good) in £

	As at March 31,	
	2021	2020
Unbilled revenue	-	1,835,650
Others	3,698,785	3,538,994
	3,698,785	5,374,644

De-Fi Media Limited**7. Share capital**

in £

	As at March 31,	
	2021	2020
Issued, subscribed and fully paid-Up:		
Equity shares		
<i>24,367,188 ordinary shares of £ 1 each</i>	24,367,188	24,367,188
Optionally convertible redeemable preference shares		
<i>36,000,000 shares of £ 1 each</i>	36,000,000	36,000,000
	60,367,188	60,367,188

8. Reserves and surplus

in £

	As at March 31,	
	2021	2020
Balance in the Statement of Profit and Loss		
As per last balance sheet	(63,743,392)	(60,018,621)
(Loss) / Profit for the year	(4,956,500)	(3,724,772)
	(68,699,893)	(63,743,392)

9. Other current financial liabilities

in £

	As at March 31,	
	2021	2020
Advance received from group companies	16,360,080	17,310,756
Other payable	371,209	531,283
	16,731,289	17,842,040

De-Fi Media Limited

10. Other income	in £	
	Year ended March 31	
	2021	2020
Interest Income	-	89,854
Interest income from Group Company	1,038,480	-
Exchange gain	136,001	109,734
	1,174,481	199,589

11. Finance costs	in £	
	Year ended March 31	
	2021	2020
Interest on loan from Group Company	921,686	-
Interest on loan from Others	3,424	376,465
Bank charges	333,078	567,231
	1,258,188	943,696

12. Other Expenses	in £	
	Year ended March 31	
	2021	2020
Technical services charges	28,842	114,125
Legal and professional fees	157,313	267,107
Audit fees	4,000	4,320
Travelling & Lodging Expense	4,053	12,129
Office expenses	300	4,768
Miscellaneous expenses	8,579	23,802
Repairs and maintenance - others / computer	-	37,072
Rent expense	21,600	-
Advances written off	40,058	688,191
	264,744	1,151,515

13. Related Party Disclosure

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

Name of thr related party	Relationship
Prime Focus Limited	Holding Company
PF World Limited, Mauritius	Fellow Group Company
Prime Focus Luxembourg S.A.R.L	Fellow Group Company
Prime Focus 3D Cooperatief U.A.	Fellow Group Company
PF Media Limited	Fellow Group Company
Lowry Digital Imaging Services Inc	Fellow Group Company
Prime Focus Technologies UK Limited	Fellow Group Company
Prime Post Europe Limited	Fellow Group Company
Double Negative UK Limited	Fellow Group Company
Prime Focus International Services Uk Limited	Fellow Group Company
Prime Focus Technologies Inc	Fellow Group Company
Double Negative Canada Productions Limited	Fellow Group Company
Dneg North America Inc.	Fellow Group Company
Prime Focus World N.V.	Fellow Group Company

De-Fi Media Limited

Related Party Transaction during the year

in £

	For the year ended March 31,	
	2021	2020
Amount payable to Prime Focus International Services UK Limited, assigned to PF World Limited, Mauritius	15,548,837	-
Amount receivable from Prime Focus International Services UK Limited, assigned to PF World Limited, Mauritius	(462,423)	-
Amount paid to Prime Focus International Services UK Limited by PF World Limited, Mauritius on behalf of De-fi Media Limited	453,453	-
Amount paid to Prime Focus International Services UK Limited on behalf of Prime Focus Technologies UK transferred to Prime Focus Technologies UK Limited	(424,000)	-
Amount payable to Prime Focus World Nv, assigned to PF World Limited, Mauritius	8,980,484	-
Amount payable to Double Negative Canada Production Limited assigned to PF World Limited, Mauritius	(521,835)	-
Amount receivable from Prime Focus Technologies Inc, assigned to PF World Limited, Mauritius	1,075,051	-
Amount receivable from Double Negative Film Limited, assigned to PF World Limited, Mauritius	13,184	-
Amount receivable from Double Negative UK Limited, assigned to PF World Limited, Mauritius	1,567,716	-
Amount paid by PF World Limited, Mauritius on behalf of Prime Focus Technologies Inc, assigned to De-fi Media Limited	(7,031,642)	-
Amount receivable from Prime Focus Technologies UK Limited, assigned to Prime Focus Technologies Inc	(682,873)	-
Amount payable to Prime Focus International Services UK Limited by Prime Focus World NV assigned to De-fi Media Ltd	-	10,540,293
Amount payable to Prime Focus International Services UK Limited by Prime Focus Technologies UK Limited assigned to De-fi Media Ltd	-	2,179,954
Amount payable to Prime Focus International Services UK Limited by Prime Focus Technologies Inc assigned to De-fi Media Ltd	-	1,488,566
Amount payable to Prime Focus International Services UK Limited by Lowry Digital Imaging Services Inc assigned to De-fi Media Ltd	-	287,460
Amount payable to Prime Focus World NV by Lowry Digital Imaging Services Inc assigned to De-fi Media Ltd	-	800,503
Amount payable to Prime Focus Technologies Inc by Lowry Digital Imaging Services Inc assigned to De-fi Media Ltd	-	2,144,295
Amount payable to Prime Focus Technologies Inc assigned to Prime Focus World NV	-	4,441,011
Amount payable to PF World Limited, Mauritius assigned to Prime Focus World NV	-	8,696,041
Amount payable to Prime Post Europe Limited transferred to Prime Focus Technologies UK Limited	-	78,766
Amount receivable from Prime Focus Technologies Inc assigned to PF World Limited, Mauritius	-	7,514
Amount receivable from Prime Focus 3D Cooperatief U.A. assigned to PF World Limited, Mauritius	-	9,284
Amount receivable from Prime Focus Technologies UK Limited assigned to PF World Limited, Mauritius	-	74,742
Amount paid on behalf of		
Prime Focus Luxembourg S.A.R.L	40,899	17,538
Prime Focus 3D Cooperatief U.A.	38,945	13,313
Amount received from		
Prime Focus International Services UK Limited	-	961,673
PF World Limited, Mauritius	25,233,950	2,058,948
Prime Focus Technologies UK Limited	766,397	276,346
Prime Focus Technologies Inc	-	6,719,858
Prime Post Europe Limited	-	176,500
Amount repaid to		
Prime Focus International Services UK Limited	724,000	1,175,220
PF World Limited, Mauritius	23,709,385	963,530
Prime Focus World NV	-	5,740,764
Prime Focus Limited	80,820	585,821
Prime Focus Technologies UK Limited	40,000	1,014,000
Prime Focus Technologies Inc	-	3,432,216
Prime Post Europe Limited	-	123,500
Restoration software purchased from		
Lowry Digital Imaging Services Inc	-	2,989,839
Technical service cost		
Prime Focus Limited	28,842	37,350
Previous year recharge reversed		
Prime Focus Limited	44,734	13,984
Interest expense		
PF World Limited, Mauritius	-	(17,248)
Prime Focus Technologies UK Limited	-	52,143
Prime Focus International Services UK Limited	573,940	155,233
Prime Focus Technologies Inc	-	170,685
Prime Focus World NV	347,747	-
Interest income		
Prime Focus World NV	-	52,948
Prime Focus International Services UK Limited	22,378	-
Prime Focus Technologies Inc	115,054	-
PF World Limited, Mauritius	901,047	-
Expense recharge received from		
Prime Focus World NV	171,161	-
Prime Focus Limited	28,612	-
Prime Focus Technologies UK Limited	4,863	-
Tax loss transferred to		
Prime Focus International Services UK Limited	-	214,957
Double Negative Film Limited	-	11,400
Double Negative UK Limited	-	1,609,293

De-Fi Media Limited

Balance outstanding

in £

	As at March 31,	
	2021	2020
Advance received from group companies		
Prime Focus International Services UK Limited	2,090	(15,536,434)
PF World Limited, Mauritius	(24,597,369)	6,136,729
Prime Focus World NV	-	(9,460,354)
Prime Focus Technologies UK Limited	454,000	1,421,756
Prime Focus Technologies Inc	7,079,181	402,354
Double Negative Canada Production Limited	-	(515,773)
Lowry Digital Imaging Services Inc	217,905	242,419
Prime Focus Limited	-	(23,366)
Prime Focus Luxembourg S.A.R.L	58,783	17,884
Prime Focus 3D Cooperatief U.A.	42,974	4,029
Double Negative Uk Limited	382,355	-
Unbilled revenue		
Double Negative UK Limited	-	1,835,650

14. Fair Value Measurements

The following table shows the fair values of financial assets and financial liabilities, including their levels in fair value hierarchy.

in £

	As at March 31		As at March 31	
	2021	2020	2021	2020
	Carrying Value		Fair Value	
Financial Assets:				
Cash ad cash equivalents	866,102	68,247	-	-
Trade receivables	807,389	1,515,558	-	-
Other financial assets	3,698,785	5,374,644	-	-
Total	5,372,275	6,958,449	-	-
Financial Liabilities:				
Trade payables	176,652	334,726	-	-
Other current financial liabilities	16,731,289	17,842,040	-	-
Total	16,907,941	18,176,765	-	-

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.

a) Financial risk management

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

- Credit risk
- Liquidity risk

i) Credit Risk

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.

De-Fi Media Limited

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

Liquidity Risk

in £

At 31 March 2021	Less than 12 months	More than 12 months	Total
Financial assets			
Cash and cash equivalents	866,102	-	866,102
Trade receivables	807,389	-	807,389
Other financial assets	3,698,785	-	3,698,785
	5,372,275	-	5,372,275
Financial liabilities			
Trade payables	176,652	-	176,652
Other current financial liabilities	16,731,289	-	16,731,289
Other non-current financial liabilities	-	-	-
	16,907,941	-	16,907,941

in £

At 31 March 2020	Less than 12 months	More than 12 months	Total
Financial assets			
Cash and cash equivalents	68,247	-	68,247
Trade receivables	1,515,558	-	1,515,558
Other financial assets	5,374,644	-	5,374,644
	6,958,449	-	6,958,449
Financial liabilities			
Trade payables	334,726	-	334,726
Other current financial liabilities	17,842,040	-	17,842,040
	18,176,765	-	18,176,765

Market risk

The primary market risks to which the Group is exposed are foreign currency and interest rate risk.

Foreign currency risk management

Foreign currency risk is the risk that the fair value or future cash flows of an exposure will fluctuate because of changes in foreign exchange rates. The Company's exposure to the risk of changes in foreign exchange rates relates primarily to the Company's operating activities (when revenue or expense is denominated in a foreign currency).

The Company's foreign currency exposure as at year end is as follows:

Particulars	Foreign Currency Denomination	As at March 31, 2021		As at March 31, 2020	
		Foreign Currency	In £	Foreign Currency	In £
Liability	CAD	904,707	521,835	904,707	515,773
	EUR	207,188	176,487	10,688	9,499
	USD	13,654,446	9,931,111	11,199,511	9,049,093
			10,629,433		9,574,366
Asset	USD	10,046,240	7,297,086	-	-
			7,297,086		-

5% appreciation/ depreciation of respective foreign currencies with respect to functional currency would result in decrease/ increase in the Company's profit before tax by approximately £ 166,617 for the year ended March 31, 2021 [March 31, 2020: £ 478,718]. This sensitivity analysis includes only outstanding foreign currency denominated monetary items.

15. Earnings per share

in £

Particulars	Year ended March 31, 2021	Year ended March 31, 2020
	Net (loss) attributable to equity shareholders	(4,956,500)
Exceptional items (net of tax)	-	-
Net Profit/(loss) before exceptional items but after tax	(4,956,500)	(3,724,772)
Weighted average number of equity shares in calculating basic and diluted EPS	24,367,188	24,367,188
Earnings per share (before exceptional items)		
Basic EPS	(0.20)	(0.15)
Diluted EPS	(0.20)	(0.15)

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

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
June 22, 2021

Tarique Sheikh
(Director)