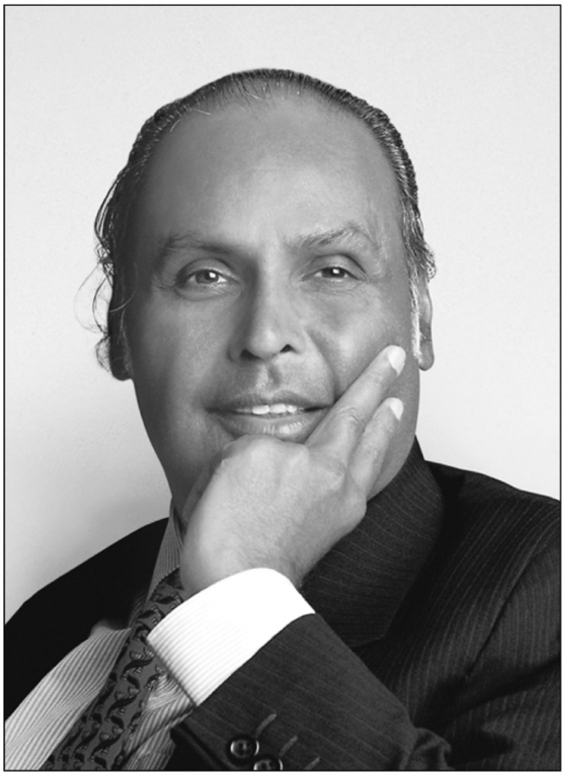
RELIANCE

MediaWorks

Annual Report
2014-15



Dhirubhai H. Ambani

(28th December, 1932 - 6th July, 2002)
Reliance Group - Founder and Visionary

Board of Directors

Shri Gautam Doshi	(DIN: 00004612)
Shri Prasoon Joshi	(DIN: 01260545)
Ms. Shubhdarshini Ghosh	(DIN: 07191985) (appointed with effect from June 22, 2015)
Shri Satish Kadakia	(DIN: 07004001) (appointed with effect from June 22, 2015)
Shri Sushilkumar Agrawal	(DIN: 00400892) (appointed with effect from August 21, 2015)
Shri Parag Ved	(DIN: 00221908) (appointed with effect from August 21, 2015)
Shri Amit Khanna	(resigned with effect from February 3, 2015)
Shri Sujal Shah	(resigned with effect from April 2, 2015)
Shri Anil Sekhri	(resigned with effect from July 6, 2015)

Company Secretary

Ms. Neelam Samant	(ACS No.: 22694) (with effect from November 5, 2014)
Shri Ashish Agarwal	(Upto October 31, 2014)

Auditors

M/s. Chaturvedi & Shah

Registered Office

Communication Centre
Film City Complex
Goregaon (East)
Mumbai 400 065
Maharashtra, India
CIN : U29299MH1987PLC045446
Tel : + 91 22 3347 3600
Fax : + 91 22 3347 3601
E-mail : investor.complaints@relianceada.com
Website : www.reliancemediaworks.com

Registrar and Transfer Agent

Link Intime India Private Limited
C-13, Pannalal Silk Mills Compound
L.B.S. Marg, Bhandup (West)
Mumbai - 400 078, India
Website: www.linkintime.co.in

Investor Helpdesk

Toll free no. (India)	:	1800 220 878
Tel	:	+91 22 2596 3838
Fax	:	+91 22 2594 6969
E-mail	:	rnt.helpdesk@linkintime.co.in

Contents

28th Annual General Meeting on Monday, September 28, 2015 at 10:30 A.M. or soon after conclusion of the Annual General Meeting of Reliance Broadcast Network Limited convened on the same day, whichever is later, at Film City Complex, Goregaon (East), Mumbai 400 065

The Annual Report can be accessed at www.reliancemediaworks.com

Notice

Notice is hereby given that the 28th Annual General Meeting of the Members of **Reliance MediaWorks Limited** will be held on Monday, September 28, 2015 at 10:30 A.M. or soon after conclusion of the Annual General Meeting of Reliance Broadcast Network Limited convened on the same day, whichever is later, at Film City Complex, Goregaon (East), Mumbai 400 065, to transact the following business:

Ordinary Business:

1. To consider and adopt:

   a) the audited financial statement of the Company for the financial year ended March 31, 2015 and the reports of the Board of Directors and Auditors thereon, and

   b) the audited consolidated financial statement of the Company for the financial year ended March 31, 2015 and the report of the Auditors thereon.

2. To appoint a Director in place of Shri Gautam Doshi (DIN: 00004612), who retires by rotation under the provisions of the Companies Act, 2013 and being eligible, offers himself for re-appointment.

3. To appoint Auditors and to fix their remuneration and in this regard, to consider and, if thought fit, to pass the following resolution as an **Ordinary Resolution:**

   "RESOLVED THAT M/s. Chaturvedi & Shah, Chartered Accountants (Firm Registration No. 101720W), be and are hereby appointed as the Auditors of the Company, to hold office from the conclusion of this Annual General Meeting until the conclusion of the next Annual General Meeting of the Company, on such remuneration as shall be fixed by the Board of Directors."

Special Business:

4. **Appointment of Ms. Shubhdarshini Ghosh as a Director**

   To consider and, if thought fit, to pass the following resolution as an **Ordinary Resolution:**

   "RESOLVED THAT pursuant to the provisions of Sections 149 and 152 read with applicable provisions, if any, of the Companies Act, 2013 (the "Act") and the Companies (Appointment and Qualification of Directors) Rules 2014 (including any statutory modification(s) or re-enactment(s) thereof, for the time being in force), Ms. Shubhdarshini Ghosh (DIN: 07191985) who was appointed as an Additional Director of the Company pursuant to Section 161 of the Act and who holds office upto the date of this Annual General Meeting and in respect of whom the Company has received a notice in writing from a member under Section 160 of the Act, proposing her candidature for appointment as a Director, be and is hereby appointed as a Director of the Company liable to retire by rotation."

5. **Appointment of Shri Sushilkumar Agrawal as an Independent Director**

   To consider and, if thought fit, to pass the following resolution as an **Ordinary Resolution:**

   "RESOLVED THAT pursuant to the provisions of Sections 149 and 152 read with Schedule IV and other applicable provisions, if any, of the Companies Act, 2013 (the "Act") and the Companies (Appointment and Qualification of Directors) Rules 2014 (including any statutory modification(s) or re-enactment(s) thereof, for the time being in force), Shri Sushilkumar Agrawal, (DIN: 00400892), who was appointed as an Additional Director of the Company pursuant to Section 161 of the Act and who holds office upto the date of this Annual General Meeting and in respect of whom the Company has received a notice in writing from a member under Section 160 of the Act, proposing his candidature for appointment as an Independent Director, be and is hereby appointed as an Independent Director of the Company to hold office for a term up to 5 (five) consecutive years, commencing from August 21, 2015."

6. **Appointment of Shri Parag Ved as an Independent Director**

   To consider and, if thought fit, to pass the following resolution as an **Ordinary Resolution:**

   "RESOLVED THAT pursuant to the provisions of Sections 149 and 152 read with Schedule IV and other applicable provisions, if any, of the Companies Act, 2013 (the "Act") and the Companies (Appointment and Qualification of Directors) Rules 2014 (including any statutory modification(s) or re-enactment(s) thereof, for the time being in force), Shri Parag Ved, (DIN: 00221908) who was appointed as an Additional Director of the Company pursuant to Section 161 of the Act and who holds office upto the date of this Annual General Meeting and in respect of whom the Company has received a notice in writing from a member under Section 160 of the Act, proposing his candidature for appointment as an Independent Director, be and is hereby appointed as an Independent Director of the Company to hold office for a term up to 5 (five) consecutive years, commencing from August 21, 2015."

7. **Appointment of Shri Satish Kadakia as the Whole-time Director**

   To consider and if thought fit, to pass the following resolution as a **Special Resolution:**

   "RESOLVED THAT in accordance with the provisions of Section 152 and all other applicable provisions, if any, of the Companies Act, 2013 (the "Act") (including any statutory modification(s) or re-enactment(s) thereof, for the time being in force), Shri Satish Kadakia (DIN: 07004001), who was appointed as an Additional Director of the Company pursuant to Section 161 of the Act and Articles of Association of the Company and who holds office upto the date of this Annual General Meeting and in respect of whom the Company has received a notice in writing from a member under Section 160 of the Act, proposing his candidature for the office of Director, be and is hereby appointed as a Director of the Company, liable to retire by rotation.

   RESOLVED FURTHER THAT in terms of the recommendation of the Nomination and Remuneration Committee of the Board of Directors and pursuant to the provisions of Sections 196, 197 and 198 read with Schedule V and all other applicable provisions, if any, of the Act (including any statutory modification(s) or re-enactment(s) thereof, for the time being in force), the Articles of Association of the Company and subject to all such sanctions as may be necessary, the consent of the Company be and is hereby accorded to the appointment of Shri Satish Kadakia as a Whole-time Director for a period of 3 (three) years commencing from June 22, 2015 as per the terms and conditions including remuneration as shall be decided by the Board from time to time (hereinafter referred to as "Board" which term shall be deemed to include any Committee of the Board constituted to exercise its powers including powers conferred by this resolution) and the Board is authorised to alter and vary the terms and conditions including remuneration, so as not to exceed the limits specified in Schedule V to the Act or any amendments thereto.

RESOLVED FURTHER THAT in the event of loss or inadequacy of profits in any financial year during the currency of tenure of Shri Satish Kadakai, as Whole-time Director, the remuneration and perquisites be paid or granted to him as minimum remuneration and perquisites, provided that the total remuneration by way of salary, perquisites and other allowances shall not exceed the applicable ceiling limit in terms of Schedule V to the said Act as may be amended from time to time or any equivalent statutory re-enactment thereof for the time being in force.

RESOLVED FURTHER THAT the Board be and is hereby authorised to do all such acts, deeds, matters and things and take all such steps as may be necessary, proper or expedient to give effect to this resolution."

8. **Private Placement of Non-Convertible Debentures and/ or other Debt Securities**

To consider and, if thought fit, to pass the following resolution as a **Special Resolution:**

"RESOLVED THAT pursuant to the provisions of Sections 42, 71 and all other applicable provisions, if any, of the Companies Act, 2013 (the "Act") (including any statutory modification(s) or re-enactment(s) thereof, for the time being in force) read with the rules made thereunder, as may be amended from time to time, and pursuant to the provisions of Securities and Exchange Board of India (SEBI) (Issue and Listing of Debt Securities) Regulations, 2008, as amended, and other applicable SEBI regulations and guidelines, the provisions of the Memorandum and Articles of Association of the Company and subject to such other applicable laws, rules and regulations and guidelines, approval of the Members of the Company be and is hereby accorded to the Board of Directors of the Company (hereinafter referred to as "the Board" which term shall be deemed to include any Committee which the Board may constitute to exercise its powers, including the powers conferred by this Resolution) for making offer(s) or invitation(s) to subscribe to Secured / Unsecured / Redeemable Non-Convertible Debentures (NCDs) including but not limited to subordinated Debentures, bond, and/or other debt securities, etc., on a private placement basis, in one or more tranches, within the overall borrowing limits of the Company, as may be approved by the Members from time to time.

RESOLVED FURTHER THAT for the purpose of giving effect to this resolution, the Board/Committee be and is hereby authorised to determine the terms of issue including the class of investors to whom NCDs are to be issued, time, securities to be offered, the number of NCDs, tranches, issue price, tenor, interest rate, premium / discount, listing and to do all such acts and things and deal with all such matters and take all such steps as may be necessary and to sign and execute any deeds/ documents/ undertakings/ agreements/ papers/ writings, as may be required in this regard."

By Order of the Board of Directors

Neelam Samant
Company Secretary

Registered Office:
Communication Centre
Film City Complex
Goregaon (East)
Mumbai 400 065, India
CIN : U29299MH1987PLC045446
Website: www.reliancemediaworks.com

August 28, 2015

Notes:

1. Statement pursuant to Section 102(1) of the Companies Act, 2013, relating to the special business to be transacted at the Annual General Meeting (the "Meeting") is annexed hereto.
2. **A member entitled to attend and vote at the Meeting is entitled to appoint a proxy to attend and vote on a poll, instead of herself / himself and the proxy need not be a member of the Company. The instrument appointing the Proxy in order to be effective, should be deposited at the Registered Office of the Company, duly completed and signed, not less than 48 hours before commencement of the Meeting. A Proxy form is sent herewith.**
3. A person can act as proxy on behalf of members not exceeding fifty and holding in the aggregate not more than ten percent of the total share capital of the Company carrying voting rights. However, a member holding more than ten percent of the total share capital of the Company carrying voting rights may appoint a single person as proxy and such person shall not act as proxy for any other shareholder.
4. Corporate members intending to send their authorized representatives to attend the Meeting are requested to send to the Company a certified true copy of their board resolution authorising their representatives to attend and vote on their behalf at the Meeting.
5. Members / Proxies are requested to bring their duly filled attendance slip sent herewith along with their copy of the annual report to the Meeting.
6. In case of joint holders attending the meeting, only such joint holder who is higher in the order of names will be entitled to vote.
7. Members who hold shares in electronic form are requested to write their DP ID and Client ID numbers and those who

hold shares in physical form are requested to write their Folio Number in the attendance slip for attending the Meeting to facilitate identification of membership at the Meeting.

8. Relevant documents referred to in the accompanying Notice are open for inspection by the members at the Registered Office of the Company on all working days, except Saturdays between 11:00 A.M. and 1:00 P.M. up to the date of the Meeting.

9. Members holding shares in physical form are requested to advise any change of address or bank mandates immediately to the Company / Registrar and Transfer Agent, Link Intime India Private Limited.

10. As Section 125 of the Companies Act, 2013 has not yet been notified, pursuant to the provisions of Section 205A(5) and Section 205 C of the Companies Act, 1956, the Company has transferred the unpaid or unclaimed dividends for the previous financial years which remained unpaid and unclaimed for a period of seven years, to the Investor Education and Protection Fund (IEPF) established by the Central Government.

11. Non-Resident Indian members are requested to inform Link Intime India Private Limited immediately on:

    a. the change in the residential status on return to India for permanent settlement; and

    b. the particulars of the bank account(s) maintained in India with complete name, branch, account type, account number and address of the bank, if not furnished earlier.

12. Re-appointment of Director:

    At the ensuing Meeting, Shri Gautam Doshi, Director of the Company retires by rotation and being eligible, offer himself for re-appointment. The details pertaining to Shri Gautam Doshi are as follows:

    Shri Gautam Doshi, aged 62 years, has been a Director since October 7, 2005. He holds a master's degree in commerce from the University of Mumbai, Mumbai. He is also a fellow member of the Institute of Chartered Accountants of India. He has 37 years of experience in areas such as mergers and acquisitions, income-tax, international taxation, accounting, auditing, finance, banking, legal and general management. He was a senior partner in RSM & Co. and was a founder director of Ambit Corporate Finance Private Limited.

    He is also a Director on the Board of Piramal Phytocare Limited, Reliance Anil Dhirubhai Ambani Group Limited, Reliance Big TV Limited, Reliance Communication Infrastructure Limited, Reliance Telecom Limited, Digital Bridge Foundation, Reliance Home Finance Limited, Connect Capital Private Limited, Connect Infotain Private Limited, and Reliance Innoventure Private Limited. He is proprietor of Gautam Doshi & Co.

    He is a member of Audit Committee, Stakeholders Relationship Committee and Nomination and Remuneration Committee of the Company. He is also a member of Audit Committee and Nomination and Remuneration Committee of Reliance Big TV Limited, Reliance Communication Infrastructure Limited, Piramal Phytocare Limited. further he is member of Nomination & Remuneration Committee and Corporate Social Responcibility Committee of Reliance Telecom Limited.

    He does not hold by himself or for any other person on a beneficial basis, any shares in the Company.

13. The Securities and Exchange Board of India (SEBI) has mandated the submission of Permanent Account Number (PAN) by every participant in securities market. Members holding shares in electronic form are, therefore, requested, to submit their PAN to their Depository Participants with whom they are maintaining their demat accounts. Members holding shares in physical form can submit their PAN details to the Company / Registrar and Transfer Agent.

14. Members can avail of the facility of nomination in respect of shares held by them in physical form pursuant to the provisions of Section 72 of the Companies Act, 2013. Members desiring to avail this facility may send their nomination in the prescribed Form SH 13 duly filled in to Link Intime India Private Limited, C 13, Pannalal Silk Mills Compound, LBS Marg, Bhandup (West), Mumbai 400 078 or on Tel: +91 22 2596 3838 / E-mail:rnt.helpdesk@linkintime.co.in. The prescribed form in this regard may also be obtained from Link Intime India Private Limited at the address mentioned above. Member holding share in electronic form are requested to contact their Depository Participant directly for recording their nomination.

15. Members who hold shares in physical form, in multiple folios, in identical names or joint holding in the same order of names are requested to send the share certificates to Registrar and Transfer Agent for consolidation into a single folio.

16. Members who have not registered their E-mail addresses so far are requested to register their E-mail address so that they can receive the Annual Report and other communication from the Company electronically.

17. In compliance with the provisions of Section 108 of the Companies Act, 2013 read with Rules made thereunder, the Company is offering e-voting facility to all Members of the Company through Notice dated August 28, 2015 (remote e-voting). A person, whose name is recorded in the register of members or in the register of beneficial owner (in case of electronic shareholding) maintained by the depository as on the cutoff date i.e. September 21, 2015 only shall be entitled to avail the facility of remote e-voting / voting. Karvy Computershare Private Limited will be facilitating remote e-voting to enable the Members to cast their votes electronically. The Members can cast their vote online from 10:00 A.M. on September 25, 2015 to 5:00 P.M. on September 27, 2015. The Members shall refer to the detailed procedure on e-voting given in the e-voting instruction slip.

Notice

The facility for voting shall also be available at the meeting. The members who have cast their votes by remote e-voting prior to the meeting may also attend the meeting, but shall not be entitled to cast their votes again at the meeting.

The Board of Directors have appointed Shri Anil Lohia, Partner, M/s. Dayal & Lohia, Chartered Accountants as Scrutiniser to scrutinise the voting process in a fair and transparent manner. The Scrutiniser will submit his report to the Chairman after completion of the scrutiny and the results of voting will be announced after the meeting of the Company. Subject to receipt of requisite number of votes, the resolutions shall be deemed to be passed on the date of the meeting. The result of the voting will be posted on the website of the Company at www.reliancemediaworks.com and posted on the website of Karvy Computershare Private Limited.

Statement pursuant to Section 102(1) of the Companies Act, 2013 to the accompanying Notice dated August 28, 2015.

Item No. 4 Appointment of Ms. Shubhdarshini Ghosh as a Director.

Pursuant to Section 149 of the Act read with the rules made thereunder, the Company needs to have a women Director on its Board. Accordingly Ms. Shubhdarshini Ghosh was appointed as an Additional Director of the Company w.e.f. June 22, 2015 in accordance with the provisions of Section 149 and 161 of the Companies Act, 2013 (the "Act").

Pursuant to Section 161 of the Act, Ms. Shubhdarshini Ghosh holds office upto the date of the ensuing Annual General Meeting.

As required under section 160 of the Act, the Company has received notice from member proposing her candidature for office of Director of the Company.

Ms. Shubhdarshini Ghosh is not disqualified from being appointed as Director in terms of Section 164 of the Act and has given her consent to act as Director.

Ms. Shubhdarshini Ghosh is a management graduate from Indian Institute of Management, Bangalore and holds honors' degree in mathematics from St. Stephens College, Delhi University. Ms. Shubhdarshini Ghosh is the Chief Strategy Officer at Reliance Life Insurance Company Limited.

The Nomination and Remuneration Committee of the Board of Directors of the Company have recommended the appointment of Ms. Shubhdarshini Ghosh as a Director, liable to retire by rotation.

Keeping in view the above, it is proposed to seek a approval of the Members to appoint Ms. Shubhdarshini Ghosh as Director on the Board of the Company, liable to retire by rotation.

Approval of members is accordingly sought for the appointment of Ms. Shubhdarshini Ghosh as a Director, as set out in the Item No. 4 of the accompanying Notice.

The terms and conditions of appointment of Ms. Shubhdarshini Ghosh shall be open for inspection by the Members at the Registered office of the Company during normal business hours excluding Saturday, between 11:00 A.M. and 1:00 P.M. up to the date of Meeting.

Save and except Ms. Shubhdarshini Ghosh and her relatives, none of the other Directors, Key Managerial Personnel and their relatives is concerned or interested, financially or otherwise, in this resolution.

The Board accordingly recommends the Ordinary Resolution set out at Item No. 4 of the accompanying Notice for the approval of the Members.

Item No. 5 and 6 Appointment of Independent Directors.

Shri Sushilkumar Agrawal and Shri Parag Ved were appointed as an Additional Directors of the Company w.e.f. August 21, 2015 in accordance with the provisions of Section 161 of the Companies Act, 2013 (the "Act"). Pursuant to Section 161 of the Act, Shri Sushilkumar Agrawal and Shri Parag Ved holds office upto the date of the ensuing Annual General Meeting.

As required under section 160 of the Act, the Company has received notice in writing from members along with the requisite amount of deposit proposing the candidature of Shri Sushilkumar Agrawal and Shri Parag Ved for their respective offices of Independent Director of the Company.

Shri Sushilkumar Agrawal and Shri Parag Ved have given a declarations to the Board that they meets the criteria of independence as provided under Section 149(6) of the Act and the rules made thereunder.

Shri Sushilkumar Agrawal and Shri Parag Ved are not disqualified from being appointed as Directors in terms of Section 164 of the Act and have given their consent to act as Director.

In the opinion of the Board, they fulfils the conditions specified in the Act and the rules framed thereunder for their appointment as Independent Directors for a term upto five consecutive years.

Shri Sushilkumar Agrawal holds a bachelor's degree in commerce from University of Mumbai and is Chartered Accountant by qualification and is a member of the Institute of Chartered Accountants of India. He is Senior Partner with N. D. KAPUR & CO., Chartered Accountants with an experience of more than 45 years. He is involved in audit, compliance, financial consultancy and taxation.

Shri. Parag Ved is Chartered Accountant by qualification and is a member of the Institute of Chartered Accountants of India. He is a Partner with SSPA & Co., Chartered Accountants and is involved in Consultancy practice of the firm. He has post qualification experience of more than 17 years. He was partner with Dalal & Shah, Chartered Accountants and was Senior Manager with N. M. Raiji & Co. He is involved in consultancy practice in the area of Mergers & Acquisitions, restructuring of business and valuation of business for different purposes, Due Diligences etc.

The Nomination and Remuneration Committee of the Board of Directors of the Company has also recommended the appointment of Shri Sushilkumar Agrawal and Shri Parag Ved as Independent Directors not liable to retire by rotation, for a term upto five consecutive years.

Approval of the members is accordingly sought for the appointment Shri Sushilkumar Agrawal and Shri Parag Ved as Independent Directors, not liable to retire by rotation as set out in the resolution Nos. 5 and 6 of the accompanying Notice.

The terms and conditions of appointment of Shri Sushilkumar Agrawal and Shri Parag Ved shall be open for inspection by the Members at the Registered office of the Company during normal business hours excluding Saturday, between 11:00 A.M. and 1:00 P.M. up to the date of Meeting.

Save and except Shri Sushilkumar Agrawal and Shri Parag Ved and their relatives, none of the other Director and Key Managerial Personnel of the Company and their relatives are concerned or interested, financially or otherwise, in the resolution.

The Board accordingly recommends the Ordinary Resolutions set out at Item No. 5 and 6 of the accompanying Notice for the approval of the Members.

Item No. 7 Appointment of Shri Satish Kadakia as the Whole-time Director.

Shri Satish Kadakia was appointed as an Additional Director of the Company with effect from June 22, 2015 in accordance with the provisions of Section 161 of the Companies Act, 2013 (the "Act") and Articles of Association of the Company. Pursuant to Section 161 of the Act, Shri Satish Kadakia holds office upto the date of the ensuing Annual General Meeting.

As required under Section 160 of the Act, the Company has received a notice from a member proposing the candidature of Shri Satish Kadakia for his office of Director of the Company.

Shri Satish Kadakia is not disqualified from being appointed as Director in terms of Section 164 of the Act and has given his consent to act as Director.

The Nomination and Remuneration Committee and the Board of Directors of the Company at their meeting held on June 22, 2015, have subject to the approval of the Members in the general meeting and the Central Government, if required, appointed Shri Satish Kadakia as a Whole-time Director of the Company, liable to retire by rotation, for a period of 3 (three) years commencing from June 22, 2015 on the terms and conditions including remuneration as shall be decided by the Board from time to time.

The remuneration payable to and the terms of appointment of Shri Satish Kadakia as Whole-time Director of the Company during the tenure of his appointment will comprise salary, allowance and other perquisites, the aggregate monetary value of such salary, allowances and perquisites being limited to ₹ 15.84 lakhs per annum.

Shri Satish Kadakia fulfils the conditions for eligibility contained in Part I of Schedule V of the Act.

The Board or any committee thereof, subject to requisite approval(s), if necessary, is entitled and authorized to revise at any time, the salary, allowances and prerequisites payable to the Whole-time Director of the Company on such that the overall remuneration payable to the Whole-time Director of the Company shall not exceed the limits specified above.

Approval of the members is accordingly sought for the appointment of Shri Satish Kadakia as a Director liable to retire by rotation and Whole-time Director of the Company for a period of 3 (three) years, as set out in the Item No. 7 of the accompanying Notice.

The terms and conditions of appointment of Shri Satish Kadakia shall be open for inspection by the Members at the Registered Office of the Company during normal business hours on any working day, excluding Saturday, between 11:00 A.M. and 1:00 P.M. up to the date of Meeting.

The terms and conditions mentioned herein may also be treated as an abstract under Section 190 of the Act.

The information required under sub-paragraph (B) of paragraph (I) of Section II of Part II of Schedule V of the Companies Act, 2013 is given below.

I. General Information:

1.	Nature of Industry	Film & Media Services
2.	Date or expected date of commencement of commercial production	N.A. since the Company has already commenced its business activities
3.	In case of new companies, expected date of commencement of activities as per project approved by financial institutions appearing in the prospectus	N.A.

4. Financial Performance:

(₹ in million)

Particulars	**For the financial year ended March 31, 2015**	For the eighteen month period ended March 31, 2014*
Total Income	**4,172.09**	7,559.64
Profit / (Loss) before Tax and exceptional items	**(4,343.71)**	(5,899.52)
Exceptional items	**(2,591.36)**	(5,042.61)
Profit / (Loss) before Tax	**(6,935.07)**	(10,942.13)
Tax expenses	**-**	-
Profit / (Loss) after Tax	**(6,935.07)**	(10,942.13)
Add: Balance brought forward from previous year	**(21,827.21)**	(10,885.08)
Balance carried to Balance sheet	**(28,762.28)**	(21,827.21)

*Financial year was extended to March 31, 2014 i.e. 18 month period starting from October 1, 2012 to March 31, 2014.

5. Foreign Investments or collaborations, if any: There is no new foreign investment in the Company except to the extent shares already held by Non Resident Indians acquired through secondary market. There is no foreign collaboration in the Company.

Notice

II. Information about the appointee:

1. Background details: Shri. Satish Kadakia is Assistant Vice President - Taxation of the Company. He is with the Company for past 7 years. He holds a bachelor's degree in commerce from University of Mumbai. He is Law Graduate from Mumbai University. He is also a Chartered Accountant by qualification and is a member of the Institute of Chartered Accountants of India. He has over 31 years of experience in the field of accounts, finance and taxation.
2. Past Remuneration: Not Applicable, as this is his first appointment as the Whole-time Director.
3. Recognition or awards: Nil.
4. Job profile and his suitability: He is head of Taxation of the Company and also managing finance and treasure function of the Company. He is highly experienced professionals, based on the current scenario he is best suited for the post of Whole-time Director. Hence, the Board of Directors considers that the remuneration proposed to him is justified.
5. Remuneration proposed: ₹ 15.84 lakhs per annum.
6. Comparative remuneration profile with respect to industry, size of the Company, profile of the position and person: The remuneration proposed is best suited as compared with industry, size of the Company and profile of the position.
7. Pecuniary relationship directly or indirectly with the company, or relationship with the managerial personnel, if any: Apart from receiving managerial remuneration and 10 equity shares, he does not have any other pecuniary relationship with the Company.

III. Other Information;

1. Reason of loss or inadequate profits: Scale down of business in the exhibition and film & media services and thus transfer of film & media services business to Prime Focus Limited.
2. Steps taken or proposed to be taken for improvement: The Company has sold its business pertaining to Film & Media Services and Exhibition. The consideration received was in the form of part assignment of debt of the Company and cash received was utilized for repayment of existing debts of the Company.

IV. Disclosures: given in the Annexure VI of Director's Report for the year 2014 - 2015.

Shri Satish Kadakia is interested in the resolution set out at Item No. 7 of the Notice in regard to his appointment.

Save and except Shri Satish Kadakia and his relatives, non of the other Directors, Key Managerial Personnel and their relatives is concerned or interested, financially or otherwise, in this resolution.

The Board accordingly recommends the Special Resolution set out at Item No. 7 of the accompanying Notice for the approval of the Members.

Item No. 8 Private Placement of Non-Convertible Debentures and/or other Debt Securities

As per the provisions of Section 42 of the Companies Act, 2013 (the "Act") and its rules thereunder, a Company offering or making an invitation to subscribe to redeemable secured / unsecured non-convertible debentures (NCD's) on a private placement basis is required to obtain the prior approval of the Members by way of a Special Resolution. Such approval by a Special Resolution can be obtained once a year for all the offers and invitations for such NCD's to be made during the year.

NCD's including subordinated debentures, bonds, etc., issued on a private placement basis constitute a significant source of borrowings for the Company.

It is proposed to offer or invite subscriptions for NCD's including subordinated debentures, bonds, and/or other debt securities, etc., on private placement basis, in one or more tranches, within the overall borrowing limits of the Company, as may be approved by the Members from time to time, with authority to the Board to determine the terms and conditions, including the issue price of the NCD's, interest, repayment, security or otherwise, as it may deem expedient and to do all such acts, deeds, matters and things in connection therewith and incidental thereto as the Board in its absolute discretion deems fit, without being required to seek any further consent or approval of the Members or otherwise to the end and intent that they shall be deemed to have given their approval thereto expressly by the authority of the Resolution. Accordingly, the approval of the members is being sought by way of a Special Resolution under Section 42 and other applicable provisions, if any, of the Act and its rules thereunder as set out in Item No. 8 appended to this notice.

None of the Directors, Key Managerial Personnel and their relatives is concerned or interested, financially or otherwise, in this resolution.

The Board accordingly recommends the Special Resolution set out at Item No. 8 of the accompanying Notice for the approval of the Members.

By Order of the Board of Directors

Neelam Samant
Company Secretary

Registered Office:
Communication Centre
Film City Complex
Goregaon (East)
Mumbai 400 065, India
CIN : U29299MH1987PLC045446
Website: www.reliancemediaworks.com

August 28, 2015

Dear Shareowners,

Your Directors are presenting the 28th Annual Report and the audited financial statement for the financial year ended March 31, 2015.

Financial Results

The standalone performance of the Company for the financial year ended March 31, 2015 is summarised below:

(₹ in million)

Particulars	Financial year ended March 31, 2015	For the eighteen month period ended March 31, 2014*
Total Income	**4,172.09**	7,559.64
Profit / (Loss) before Tax and exceptional items	**(4,343.71)**	(5,899.52)
Exceptional items	**(2,591.36)**	(5,042.61)
Profit / (Loss) before Tax	**(6,935.07)**	(10,942.13)
Tax expenses	**-**	-
Profit / (Loss) after Tax	**(6,935.07)**	(10,942.13)
Add: Balance brought forward from previous year	**(21,827.21)**	(10,885.08)
Balance carried to Balance sheet	**(28,762.28)**	(21,827.21)

* Financial year was extended to March 31, 2014 i.e. 18 month period starting from October 1, 2012 to March 31, 2014.

Financial Performance

During the financial year under review, your Company has earned income of ₹ 4,172.09 mn against ₹ 7,559.64 mn in the previous financial year. The overall net loss of the Company before exceptional items is ₹ 4,343.71 mn compared to ₹ 5,899.52 mn in the previous financial year. The loss after exceptional items during the current financial year is ₹ 6,935.07 mn as against ₹ 10,942.13 mn in the previous financial year. The exceptional items accounted during the current financial year is ₹ 2,591.36 mn primarily consisted of provisional loss on transfer of film and media services business to Prime Focus Limited of ₹ 2,038.05 mm and provision for loans and advances to its subsidiary in USA and due to scale down of business in the exhibition and film & media services business. The loss during the current financial year is primarily on account of expenses related to exceptional items, interest and finance charges and depreciation.

Dividend

During the year under review, the Board of Directors has not recommended any dividend on the equity shares of the Company.

Overview and state of the Company's affairs

During financial year 2014-15, the Company continues to operate in Exhibition, Film & Media Services and Television Content production.

The Company operates 93 properties with 255 screens in India. The focus of the Company has always been providing enhanced services. Big Cinemas offers unique experiences with formats like Cine Diner- Asia's first Cinema –cum-dining concept, 180 Degrees – with 180 degree recliner seats, Ebony Lounges, Pause Lounge & Mischief – Kids Zone. During the period, Big Cinemas served 22.5 mn customers and had an average ticket price of ₹ 163 & Average Spent per head of ₹ 41 (increase in annual growth rate of 17%).

F&B continued to be the core focus area where the Company enhanced its customer experience by offering them variety of 'Fresh food'. Apart from F&B, advertising revenues were at ₹ 299.56 mn as compared to ₹ 544.91 mn in previous financial year.

Company's Big Cinemas is the winner of India's No. 1 Brand Awards 2014 in India's Best Cinemas Category awarded by No. 1 Brand Awards Council.

In the Film & Media Services, the Company continued to maintain leadership position in domestic markets. Studio floor operated at average occupancy of 65% with movies like Super Nani, Dolly Ki Doli, Bajirao Mastani, Brothers, Fan, and shows / events like IPL extra Innings, IIFA Zee Cine Awards, Sabke Anokhe, Star Guild Awards, GIMA Awards India's Rawstar, Nach Baliye, Master chef to name a few.

Our Digital Intermediate Lab saw prestigious projects like Samrat & Co., 2 States, Hawa Hawaii, The Bastard Child, Dusri Goshta, Disco Singh, O Teri, Surajya, Margaret with Straw, Holiday, Kaanchi, Someday, Alone, Baby, Badlapur, Boby Jasoos, Dawate Ishq, Desi Kattey, Dirty Politics, Finding Fanny, Gandhi of the Month, Humpty Sharma Ki Dulhaniya, Kill Dill, Mango, Manjhi the Mountain Man, P. K., Singham Return, Vitti Dandu amongst others. The DI Lab worked on 86 films as compared to 94 in the previous financial year.

Big Synergy Media Limited has been getting ready for an increased diversified demand for quality TV content. Regional markets are witnessing adaptation of successful fiction and non-fiction shows from Hindi GECs. 'Who Wants to be a Millionare' has been remade in various regional languages like Kannada, Tamil, Malayalam, Telugu, Marathi, Bengali and Bhojpuri with reasonable success in all the languages. It also successfully completed two seasons of Who Wants to be a Millionaire in Tamil '*Neengalum Vellalaam Oru Kodi*', Kannada - '*Kannada Kotyathipathi Kodeeswaran*' and Telugu - '*Meelo Evaru Koteeswarudu*' and have successfully completed three seasons in Malayalam as *Ningalkkum Akam Kodeeswaran*.

Big Synergy Media Limited successfully launched another Hindi game show hosted by Bollywood Superstar Shah Rukh Khan for '& TV' called '*India Poochega Sabse Shaana Kaun*' and successfully produced Season 8 of *Kaun Banega Crorepati* for Sony and Season 7 of *SpellBee* for Discovery channel.

'*Connexion*' a format developed and owned by Big Synergy Media Limited has found great success in Tamil and Telugu languages.

The Creative & Media Services segment continued to provide services in Restoration and Image Processing, VFX & 2D to 3D Conversion. Restoration & Image processing services had esteemed client list including Walt Disney, Twentieth Century Fox, Lucas films & Sony Multiscreen Media. In the VFX space , the Company worked on projects like Black Sails, Hemlock Grove.

Transfer of the Film & Media Services Business of the Company

During the financial year 2014-15, the Company had agreed to transfer its Film & Media Services Business to Prime Focus Limited (PFL), on a slump sale basis, as a going concern along with the assets and liabilities.

Further the Company had obtained all requisite approvals for transfer of Film & Media Services Business.

The consideration for the same is issue and allotment of 6,73,07,692 equity shares representing 22.52% of the post allotment equity share capital of PFL by PFL to the Company at an issue price of ₹ 52/-(including a premium of ₹ 51/-) per share aggregating to ₹ 350 crore.

The above allotment of equity shares on a preferential allotment basis triggered a mandatory open offer under the Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011. Hence the Company together with the persons acting in concert with the Company namely Reliance Land Private Limited, Shri Namit Malhotra, Shri Naresh Malhotra and Monsoon Studio Private Limited made Open Offer on December 8, 2014 to the shareholders of PFL for the acquisition of up to 7,77,08,534 fully paid-up equity shares of a face value of ₹ 1/- each from the public shareholders of PFL constituting 26% of the fully diluted voting equity share capital. In this Open offer the Company acquired 4,36,95,446 equity shares of face value of ₹ 1/-.

Pursuant to completion of all regulatory approvals, PFL made Preferential allotment on April 7, 2015 of 2,30,76,923 equity shares against cash consideration of ₹ 120 Crores at a price of ₹ 52 per share to the Company and 67,307,692 equity shares against consideration other than cash towards the transfer of its film and media services business at a price of ₹ 52 per share to the Company. Thus the Company had transferred its business pertaining to Film & Media Services to PFL with effect from closing of April 7, 2015.

Transfer of Exhibition Business of the Company

The Company had agreed to transfer its Exhibition Business on a going concern basis to its subsidiary Cinema Ventures Private Limited ("CVPL") (formerly Reliance MediaVentures Private Limited). The Exhibition Business of the Company operated one of India's largest cinema chains under the brand "BIG Cinemas", with approximately 250 screens spread all over India.

The Company has received all requisite approvals for transfer of its Exhibition Business to CVPL and thus as of closing of July 31, 2015 the Exhibition Business has been transferred by the Company to CVPL for a consideration of ₹ 670 Crore.

The entire shareholding of CVPL held by the Company has been sold to Carnival Films Private Limited and Shri Shrikant Bhasi and thus, CVPL ceased to be subsidiary of the Company w.e.f. August 1, 2015.

Delisting of Equity Shares

The equity shares of the Company have been delisted from the National Stock Exchange of India Limited and BSE Limited with effect from May 6, 2014 in accordance with the Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009 (Delisting Regulations).

In accordance with the Regulation 21 of Delisting Regulations the promoters had given exit offer to the equity shareholders of the Company for a period May 6, 2014 to May 5, 2015 at the Exit Price of ₹ 61/- per equity share.

Deposits

The Company has neither accepted nor renewed any fixed deposits during the year. There are no unclaimed deposits, unclaimed / unpaid interest, refunds due to the deposit holders or to be deposited to the Investor Education and Protection Fund as on March 31, 2015.

Particulars of Loans, Guarantees or Investments

Particulars of loans given, investments made, guarantees given and securities provided along with the purpose for which the loan or guarantee or security is provided to be utilized by the recipient are provided in the standalone financial statement (Please refer to Note 12,14 and 50 to the standalone financial statement).

Subsidiaries, Joint Ventures and Associate Companies

During the year under the review, Reliance MediaWork Creative Services Limited became the subsidiary of the Company. A report on the performance and financial position of each of the subsidiary, associates and joint venture companies as per the Companies Act, 2013 ("the Act") is provided in the consolidated financial statement.

Consolidated Financial Statement

The Audited Consolidated Financial Statement for the financial year ended March 31, 2015, based on the financial statement received from subsidiary companies, joint venture companies and associate companies, as approved by their respective Board of Directors have been prepared in accordance with the Accounting Standard (AS) - 21 on 'Consolidated Financial Statements' read with (AS) - 23 on 'Accounting for Investments in Associates' and (AS) - 27 on 'Financial Reporting of Interest in Joint Ventures'. notified under the Act, read with the accounting standards Rules as applicable. The audited consolidated financial statement is provided in the Annual Report.

Directors

During the year under review, in terms of provisions of the Act, the Company appointed, Shri Prasoon Joshi, Shri Anil Sekhri and Shri Sujal Shah as Independent Directors of the Company for a period of 5 years w.e.f. October 6, 2014.

The Company has received declarations from all the Independent Directors of the Company confirming that they meet the criteria of independence as prescribed under the Act.

Further Shri Amit Khanna, Non-Executive Director resigned w.e.f. February 3, 2015. Shri Sujal Shah, Independent Director resigned w.e.f. April 2, 2015 and Shri Anil Sekhri, Independent Director resigned w.e.f. July 6, 2015. The Board places on record appreciation for their valuable contribution during their association with the Company.

In terms of the provisions of the Act, Shri Gautam Doshi, Non-Executive Director of the Company, retires by rotation and being eligible, offers himself for re-appointment at the ensuing AGM. The brief resume of the Director and other related information has been detailed in the Notice convening the 28th Annual General Meeting of the Company. Directors recommend his re-appointment as Non-Executive Director of the Company.

Further the Board has appointed Ms. Shubhdarshini Ghosh as an Additional Director (Woman Director) on the Board of the Company w.e.f. June 22, 2015. Shri Satish Kadakia was appointed as a Whole Time Director for a period of 3 years commencing from June 22, 2015. The Board at its meeting held on August 21, 2015 has appointed Shri. Sushilkumar Agrawal and Shri. Parag Ved as Independent Director of the Company.

Key Managerial Personnel

During the year, Shri. Venkatesh Roddam, Chief Executive Officer, Shri Mohan Umrotkar, Chief Financial Officer and Shri Ashish Agarwal, Company Secretary were designated as the

Key Managerial Personnel of the Company as per requirements of the Act.

During the year, Shri Ashish Agarwal, Company Secretary of the Company tendered his resignation and ceased to be Key Managerial Personnel of the Company with effect from October 31, 2014 and Ms. Neelam Samant was designated as the Key Managerial Personnel of the Company w.e.f. November 5, 2014.

Evaluation of Directors, Board and Committees

The Company has devised a policy for performance evaluation of the individual directors, Board and its Committee, which includes criteria for performance evaluation.

Pursuant to the provisions of the Act, the Board has carried out an annual performance evaluation of its own performance, the directors individually as well as the evaluation of the working of the Committees of the Board.

A separate meeting of the Independent Directors was also held during the year for the evaluation of the performance of non-independent Directors, performance of the Board as a whole and that of the Chairman.

The Nomination and Remuneration Committee has also reviewed the performance of the individual directors based on their knowledge, level of preparation and effective participation in Meetings, understanding of their roles as directors, etc.

Policy on appointment and remuneration for directors, key managerial personnel and senior management employees

The Nomination and Remuneration Committee of the Board has devised a policy for selection and appointment of Directors, Key Managerial Personnel and Senior Management Employees and their Remuneration. The Committee has formulated the criteria for determining qualifications, positive attributes and independence of a Director. Further, the Committee has also devised a policy relating to remuneration for Key Managerial Personnel and senior management employees. The policy on the above is attached as Annexure I.

Directors' Responsibility Statement

Pursuant to the requirements under Section 134(5) of the Act with respect to Directors' Responsibility Statement, it is hereby confirmed that:

i. In the preparation of the annual financial statements for the financial year ended March 31, 2015, the applicable Accounting Standards had been followed along with proper explanation relating to material departures, if any;

ii. The Directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at March 31, 2015 and of the loss of the Company for the year ended on that date;

iii. The Directors had taken proper and sufficient care for the 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 fraud and other irregularities;

iv. The Directors had prepared the annual financial statements for the financial year ended March 31, 2015 on a 'going concern' basis;

v. The Directors had laid down proper internal financial controls to be followed by the Company and such financial controls are adequate and are operating effectively ;

vi. The Directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems are adequate and operating effectively.

Contracts and Arrangements with Related Parties

All contracts / arrangements / transactions entered into the Company during the financial year with related parties were in the ordinary course of business and on an arm's length basis. There were no materially significant related party transactions made by the Company with Promoters, Directors, Key Managerial Personnel or other designated persons, which may have a potential conflict with the interest of the Company at large. All related parties transactions were placed before Audit Committee as also the Board for approval.

Material changes and Commitments if any, affecting the financial position of the Company

Apart from Transfer of the Film & Media Services Business and Transfer of Exhibition Business of the Company as reported in 'Overview and state of the Company's affairs', there were no material changes and commitments affecting the financial position of the Company between the end of financial year and the date of report

Meeting of the Board

During the year, six Board Meetings were held on May 30, 2014, July 2, 2014, August 22, 2014, November 5, 2014, November 14, 2014 and March 13, 2015.

Corporate Governance

Corporate Governance as practiced by your Company translates into being fair, transparent, following sound and straightforward business principles, fulfilling its duties to the various stakeholders, and most importantly, making integrity an article of faith across all its operations.

Your Company's corporate governance framework is based on an effective independent Board, the separation of the Board's supervisory role from the Management and the constitution of Board committees comprising a majority of Independent Directors to overview critical areas and functions.

The Company has constituted various committees of the Board, namely, Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee.

Composition of Board Level Committees:-

a. **Audit Committee**

Audit Committee was reconstituted on August 21, 2015 and comprises of Shri Sushilkumar Agrawal, Chairman, Shri Gautam Doshi, Shri Parag Ved and Shri Prason Joshi as members.

The terms of reference of the Audit Committee are in accordance with the provisions of the Act, as amended from time to time. During the year, all recommendations made by the Audit Committee were accepted by the Board.

b. **Nomination and Remuneration Committee**

Nomination and Remuneration Committee was reconstituted on August 21, 2015 and comprises of

Ms. Shubhdarshini Ghosh, Chairman, Shri Sushilkumar Agrawal, Shri Parag Ved and Shri Prason Joshi, as members.

The terms of reference of Nomination and Remuneration Committee are in accordance with the provisions of the Act, as amended from time to time.

c. **Stakeholders Relationship Committee**

In terms of Section 178 of the Companies Act, 2013, the Board has constituted a Stakeholders Relationship Committee comprising of Shri Gautam Doshi as Chairman and Shri Prasoon Joshi as member.

The terms of reference of Stakeholders Relationship Committee are in accordance with the provisions of the Act, as amended from time to time.

Auditors and Auditor's Report

M/s. Chaturvedi & Shah, Chartered Accountants the Auditors of the Company hold office untill the conclusion of the ensuing Annual General Meeting and are eligible for re-appointment.

The Company has received letter from M/s. Chaturvedi & Shah, Chartered Accountants, to the effect that their appointment, if made, would be within the prescribed limits under Section 141(3) of the Act and that they are not disqualified for appointment as statutory auditors of the Company.

The observations and comments given by the Auditors in their report read together with notes on financial statements are self explanatory and hence do not call for any further comments under Section 134 of the Act.

Secretarial Audit

Pursuant to the provisions of Section 204 of the Act and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Board of Directors had appointed M/s. Aashish K. Bhatt & Associates, Practicing Company Secretaries to undertake the Secretarial Audit of the Company. The Audit Report of the Secretarial Auditor is attached as Annexure II.

Extract of Annual Return

The Extract of the Annual Return of the Company in Form MGT-9 is attached as Annexure III to this Report.

Particulars of Employees and related disclosure

In terms of the provisions of Section 197 of the Act read with Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, a statement showing the names and other particulars of the employees drawing remuneration in excess of the limits set out in the said rules are provided in the Annexure to the Directors' Report. However, having regard to the provisions of Section 136 of the Act, the Annual Report excluding the aforesaid information is being sent to all the members of the Company and others entitled thereto. The said information is available for inspection at the registered office of the Company on all working days, except Saturdays between 11:00 A.M. and 1:00 P.M. up to the date of the meeting and any member interested in obtaining the same may write to the Company Secretary. Upon such request the information shall be furnished.

Disclosures pertaining to the remuneration and other details as required under Section 197(12) read with Rule 5(1) of Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 are provided as an Annexure IV.

Conservation of Energy, Technology Absorption and Foreign Exchange Earnings and Outgo

The particulars relating to conservation of energy, technology absorption and foreign exchange earnings and outgo as required to be disclosed under the Act, are provided in Annexure V.

Vigil mechanism

Pursuant to Section 177 of the Act and Rule 7 of the Companies (Meeting of Board and its Powers) Rules, 2014, the Company has a vigil mechanism policy named Whistle Blower Policy.

It is affirmed that no personnel has been denied access to the Audit Committee.

Risk Management

Your company has a Risk Management Policy with regard to management of Risk Assets and this is overseen by the Risk Management Committee.

Compliance with provisions of Sexual Harassment of Women at Work Place (Prevention, Prohibition and Redressal) Act, 2013

The Company is committed to uphold and maintain the dignity of woman employees and it has in place a policy which provides for protection against sexual harassment of women at work place and for prevention and redressal of such complaints. During the year no such complaints were received.

Corporate Social Responsibility

The provisions of Section 135 of the Act relating to Corporate Social Responsibility are not applicable on the Company. Hence no disclosure or reporting is required under this Section.

Order, if any, passed by regulator or courts or tribunals

There are no order passed by the regulator or courts or tribunals impacting the going concern status and company's operations.

Internal Financial Controls and their adequacy

The Company has in place adequate internal financial controls across the organization. The same is subject to review periodically by the internal audit cell for its effectiveness. During the year, such controls were tested and no reportable material weakness in the design or operation were observed.

Acknowledgement

Your Directors would like to express their sincere appreciation for the co-operation and assistance received from shareholders, debenture holders, debenture trustee, bankers, financial institutions, regulatory bodies and other business constituents during the year under review. Your Directors also wish to place on record their deep sense of appreciation for the commitment displayed by all executives, officers and staff, resulting in the successful performance of the Company during the year.

For and on behalf of the Board of Directors

Gautam Doshi	**Satish Kadakia**
Director	**Whole-time Director**

Mumbai
August 28, 2015

Annexure - I

Policy on appointment and remuneration for Directors, Key Managerial Personnel and Senior Management Employees

1. Introduction

1.1 Reliance MediaWorks Limited considers human resources as its invaluable assets. This policy aims to harmonise the aspirations of the directors/ employees with the goals of the Company.

1.2 Human capital is a strategic source of value creation. As part of our progressive HR philosophy, it is necessary to have in place a comprehensive Compensation Policy, which is in line with the industry trend and is employee friendly.

2. Objectives

2.1 Ensuring that the quantum and composition of remuneration is reasonable and sufficient to attract, retain and motivate, employees to run the Company successfully.

2.2 Ensuring that relationship of remuneration to performance is clear and meets the performance benchmarks.

2.3 Ensure that annual compensation review considers industry/ business outlook and strategies adopted by industry peers, differentiates employees based on their performance/skill sets and also protects employees, particularly those in junior cadre, against inflationary pressures;

2.4 Retention of high performers at all levels and those playing critical roles.

3. Scope

The Board has constituted the "Nomination and Remuneration Committee" in line with the requirements under the provisions of the Companies Act, 2013. This Policy sets out the broad guiding principles for the Committee for recommending to the Board the appointment and remuneration of the directors, key managerial personnel, senior managerial personnel of the Company.

4. Definitions

4.1 "Director" means a director appointed to the Board of the Company.

4.2 "Key Managerial Personnel" means

(i) the Chief Executive Officer or the Managing Director or the Manager;

(ii) the Company Secretary;

(iii) the Whole-time Director;

(iv) the Chief Financial Officer; and

(v) such other officer as may be prescribed under the Companies Act, 2013.

4.3 ''Senior Management'' means personnel of the company who are members of its core management team excluding Board of Directors comprising of all members of management one level below the executive directors, if any.

5. Policy

5.1 Appointment of Directors/ Key Managerial / Senior Management personnel

The Nomination and Remuneration Committee, inter alia, considers qualifications, positive attributes, areas of expertise and number of Directorships and Memberships held in various committees of other companies by such persons for selection. The Board considers the recommendation of the Committee's and takes appropriate decisions. The Company also considers the requirement of skills and effectiveness of persons contributing to the Company's business and policy decisions.

5.2 Remuneration to Directors/ Key Managerial Personnel

5.2.1 The remuneration of the Directors/ Managing Directors/ Whole-time Directors and Managers etc. will be governed as per provisions contained in the Companies Act, 2013 and rules made therein from time to time.

5.2.2 Non-Executive Directors shall be entitled to sitting fees for attending the meetings of the Board and the Committees thereof as approved by the Board of Directors from time to time. The Non-Executive Directors shall also be entitled to profit related Commission, if approved by the Board, in addition to the sitting fees.

5.2.3 The Board, on the recommendation of the Nomination and Remuneration Committee, shall review and approve the remuneration payable to the Directors/ Key Managerial Personnel/ Senior Management Personnel of the Company within the overall limits, if any, approved by the shareholders.

5.2.4 The remuneration structure shall include the following components:

(i) Basic Pay

(ii) Perquisites and Allowances

(iii) Stock Options, if any.

(iv) Commission (Applicable in case of Executive Directors/ Directors)

(v) Retiral Benefits

(vi) Performance Linked Incentives

5.2.5 The Annual Plan, Objectives, financial results of the Company shall be reviewed by the Nomination and Remuneration Committee and performance incentives, increment, revision in remuneration etc. will be proposed based on the achievements.

5.3 Remuneration to other employees

Employees shall be assigned grades/bands according to their qualifications and work experience, competencies as well as their roles and responsibilities in the organization. Individual remuneration shall be determined within the appropriate grade/ bands and shall be based on various factors such as job profile, skill sets, seniority, experience, performance and prevailing remuneration levels for equivalent jobs..

6. Retention Features as part of Compensation Package

Based on the organizational need for retaining performing employees and those in critical roles, certain retention features may be rolled out as part of the overall compensation package. These may take form of Retention Bonuses (RBs); Special Monetary Programs (SMPs), Long-term Incentives (LTIs), Employee Stock Options, etc.

7. Modification and Amendment

The policy is subject to modification, amendment and alterations by the management at any time without assigning any reasons.

Annexure - II

Secretarial Audit Report
FOR THE FINANCIAL YEAR ENDED MARCH 31, 2015

[Pursuant to section 204(1) of the Companies Act, 2013 and rule No. 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]

To,
The Members,
Reliance MediaWorks Limited
Communication Centre,
Film City Complex,
Goregoan (East),
Mumbai - 400 065

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by Reliance MediaWorks Limited (hereinafter called "the Company"). Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts / statutory compliances and expressing my opinion thereon.

Based on the verification of Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, I hereby report that in my opinion, the Company has, during the audit period covering the financial year ended on March 31, 2015 complied with the statutory provisions listed hereunder and also that the Company has followed proper Board - processes and have required compliance – mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

I have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on March 31, 2015, according to the provisions of:

(i) The Companies Act, 2013 (the 'Act') and the Rules made thereunder;

(ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;

(iii) The Depositories Act, 1996 and the Regulations and bye-laws framed thereunder;

(iv) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder for compliance in respect of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;

v. The following regulations and guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act') are applicable :-

a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;

b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992;

c) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009;

d) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;

Following regulations and guidelines as prescribed under the SEBI Act were not applicable to the Company during the financial year under report:-

e) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009;

f) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999;

g) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993, regarding the Companies Act and dealing with client;

h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998;

I have also examined compliances with applicable clauses of the following:

I. Secretarial Standards issued by the Institute of the Company Secretaries of India - (Not notified hence not applicable to the Company during the audit period).

II. The Listing Agreements entered by the company with National stock Exchange of India Limited BSE Limited till 6th May, 2014.

During the period under review, the Company has complied with the provisions of the Act, Rules, Regulations and Guidelines mentioned above except following:

Under section 149(1) of the Act, the Company was required to appoint Women Director within the prescribed time. The Company had appointed women Director on June 22, 2015.

I further report that:

The Board of Directors of the Company was duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors except appointment of women director. The changes in the composition of the Board of Directors that took place during the year under review were carried out in compliance with the provisions of the Act.

Adequate notice including shorter notice, agenda and detailed notes were given to all Directors to schedule the Board Meetings and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

As per the minutes of the meetings duly recorded and signed by the Chairman, the decisions of the Board were unanimous and no dissenting views have been recorded.

I further report that as per the explanations given to us and the representations made by the Management and relied upon by us there are adequate systems and processes in the company commensurate with its size & operation to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

I further report that during the audit period, the Company has undertaken event / action having a major bearing on the Company's affairs in pursuance of the above referred Laws, Rules, Regulations and Guidelines referred to above viz.

a. Delisting of Equity shares;

b. Transfer of Undertaking to Prime Focus Limited under Section under Section 180(1)(a) of the Act;

c. Appointment of Key Managerial Personnel(s) and Independent Director;

d. Approval of borrowings under Section 180(1)(c) of the Act;

e. Approval of mortgage under Section 180(1)(a) of the Act.

For **Aashish K. Bhatt & Associates**
Company Secretaries
(ICSI Unique Code S2008MH100200)

Aashish Bhatt
Proprietor

ACS No.: 19639
COP No.: 7023

Date : August 28, 2015
Place : Mumbai

Annexure - III

FORM NO. MGT – 9
EXTRACT OF ANNUAL RETURN
as on the financial year ended March 31, 2015
[Pursuant to Section 92(3) of the Companies Act, 2013, and Rule 12(1) of the Companies (Management and Administration) Rules, 2014]

I. REGISTRATION AND OTHER DETAILS

i)	CIN	U29299MH1987PLC045446
ii)	Registration Date	November 30, 1987
iii)	Name of the Company	Reliance MediaWorks Limited
iv)	Category / Sub-Category of the Company	Public Company / Limited by Shares
v)	Address of the Registered office and contact details	Communication Centre Film City Complex Goregaon (East) Mumbai - 400 065, India Tel : + 91 22 3347 3600 Fax : + 91 22 3347 3601 E-mail : investor.complaints@relianceada.com Website : www.reliancemediaworks.com
vi)	Whether listed company	No
vii)	Name, Address and Contact details of Registrar and Transfer Agent, if any.	Link Intime India Private Limited C-13, Pannalal Silk Mills Compound, L.B.S. Marg, Bhandup (West), Mumbai - 400 078, India Toll free no.: 1800 220 878 Tel : +91 22 2596 3838 Fax : +91 22 2594 6969 E-mail : rnt.helpdesk@linkintime.co.in

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

All the business activities contributing 10 per cent or more of the total turnover of the company shall be stated:

Sl. No.	Name and Description of main Products / Services	NIC Code of the Product / Service	% of total turnover of the company
1.	Exhibition and Film & Media Services	899.9	100%

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES

Sr. No.	Name and address of the Company	CIN / GLN	Holding / Subsidiary / Associate	% of Shares Held	Applicable Section
1	Reliance Land Private Limited H Block 1st Floor, Dhirubhai Ambani Knowledge City, Navi Mumbai - 400710	U45201MH1993PTC218677	Holding	94.21	2(46)
2	Reliance MediaWorks Theatres Limited Communication Centre, Film City Complex, Goregaon (East), Mumbai - 400 065	U92110MH2003PLC140467	Subsidiary	100	2(87)
3	Big Synergy Media Limited 4, Zamrudpur Community Centre, 3rd Floor, Kailash Colony Extension New Delhi - 110048	U74899DL1988PLC030732	Subsidiary	51	2(87)
4	Reliance MediaWorks Entertainment Services Limited Film City Complex, Goregaon (East), Mumbai - 400 065	U70100MH2006PLC160748	Subsidiary	100	2(87)

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES

Sr. No.	Name and address of the Company	CIN / GLN	Holding / Subsidiary / Associate	% of Shares Held	Applicable Section
5	Reliance MediaWorks Creative Services Limited Communication Centre, Film City Complex, Goregaon (East), Mumbai - 400 065	U74999MH2013PLC244709	Subsidiary	100	2(87)
6	Reliance Media Consultant Private Limited Communication Centre, Film City Complex, Goregaon (East), Mumbai - 400 065	U74990MH2012PTC227003	Subsidiary	100	2(87)
7	Cinema Ventures Private Limited (formerly known as Reliance MediaVentures Private Limited) Communication Centre, Film City Complex, Goregaon (East), Mumbai - 400 065	U74120MH2012PTC232410	Subsidiary	98	2(87)
8	Global MediaWorks (UK) Limited (formerly known as Reliance MediaWorks (UK) Limited) 1 Doughty Street, London WCIN2PH	NA	Subsidiary	100	2(87)
9	Reliance MediaWorks (USA), Inc. Pawar Gilgallon & Rudy, LLC 6 South Street, Suite 201, Morristown, New Jersey 07960	NA	Subsidiary	100	2(87)
10	Reliance MediaWorks (Netherlands) B.V. Oranje Nassaulaan 55, 1075 AK Amsterdam	NA	Subsidiary	100	2(87)
11	Reliance Mediaworks (Mauritius) Limited C/o. Financial Consulting Associate Limited, 2nd Floor, Cerne House, La Chausee, Port Louis, Mauritius, P.O. Box 322	NA	Subsidiary	100	2(87)
12	Swanston Multiplex Cinemas Private Limited 9th Floor, Viraj Towers, Next to Andheri Flyover, Western Express Highway, Andheri (East), Mumbai - 400 093	U92132MH2001PTC133639	Joint Venture	50	2(6)
13	Divya Shakti Marketing Private Limited 37/39 Kantol Nivas, 3rd Floor, Modi Street, Fort, Mumbai - 400 001	U51900MH1994PTC082235	Joint Venture	50	2(6)
14	Prime Focus Limited Prime Focus House, Opp Citi Bank, Linking Road, Khar (West), Mumbai - 400 052	L92100MH1997PLC108981	Associate	23.57	2(6)

IV. SHAREHOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)

i) Category wise Share Holding

Sr. No.	Category of Shareholders	No. of Shares held at the beginning of the year (April 1, 2014)				No. of Shares held at the end of the year (March 31, 2015)				% change during the year
		Demat	Physical	Total	% of Total shares	Demat	Physical	Total	% of Total shares	
A	**Promoters**									
1)	**Indian**									
a.	Individual/ HUF	-	-	-	-	-	-	-	-	-
b.	Central Govt.	-	-	-	-	-	-	-	-	-
c.	State Govt.(s)	-	-	-	-	-	-	-	-	-
d.	Bodies Corporate	176926492	50	176926542	91.57	183950522	50	183950572	95.21	3.64
e.	Banks/FI	-	-	-	-	-	-	-	-	-
f.	Any other....	-	-	-	-	-	-	-	-	-
	Sub-Total (A)(1)	**176926492**	**50**	**176926542**	**91.57**	**183950522**	**50**	**183950572**	**95.21**	**3.64**
2)	**Foreign**									
a.	NRIs -Individuals	-	-	-	-	-	-	-	-	-
b.	Other Individuals	-	-	-	-	-	-	-	-	-
c.	Bodies Corporate	-	-	-	-	-	-	-	-	-
d.	Banks/FI	-	-	-	-	-	-	-	-	-
e.	Any Other....	-	-	-	-	-	-	-	-	-
Sub-Total (A)(2)		**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**
Total Shareholding of Promoter(s) (A) = (A)(1) + (A)(2)		**176926492**	**50**	**176926542**	**91.57**	**183950522**	**50**	**183950572**	**95.21**	**3.64**
B	**Public Shareholding**									
1)	**Institutions**									
a.	Mutual Funds/UTI	-	-	-	-	-	-	-	-	-
b.	Banks/FI	77155	-	77155	0.04	-	50	50	0.00	-0.04
c.	Central Govt.	-	-	-	-	-	-	-	-	-
d.	State Govt.	-	-	-	-	-	-	-	-	-
e.	Venture Capital Fund	-	-	-	-	-	-	-	-	-
f.	Insurance Companies	-	-	-	-	-	-	-	-	-
g.	FIIs	-	-	-	-	-	-	-	-	-
h.	Foreign Venture Capital Funds	-	-	-	-	-	-	-	-	-
i.	Any Other....	-	-	-	-	-	-	-	-	-
Sub-Total (B)(1)		**77155**	**-**	**77155**	**0.04**	**-**	**50**	**50**	**0.00**	**-0.04**
2)	**Non-Institutions**									
a.	Body Corporates	-	-	-	-	-	-	-	-	-
i.	Indian	3579987	-	3579987	1.85	973657	-	973657	0.50	-1.35
ii.	Overseas	-	-	-	-	-	-	-	-	-
b.	Individuals	-	-	-	-	-	-	-	-	-
i.	Individual Shareholders holding nominal share capital upto ₹ 1 lakh	9793984	21940	9815924	5.08	7815985	23243	7839228	4.06	-1.02
ii.	Individual Shareholders holding nominal share capital in excess of ₹ 1 lakh	1611318	-	1611318	0.83	177472	-	177472	0.09	-0.74

Sr. No.	Category of Shareholders	No. of Shares held at the beginning of the year (April 1, 2014)				No. of Shares held at the end of the year (March 31, 2015)				% change during the year
		Demat	Physical	Total	% of Total shares	Demat	Physical	Total	% of Total shares	
c.	**Others (specify)**									
	Clearing Members	954506	-	954506	0.49	75258	-	75258	0.04	-0.45
	Non Resident Indians (Repat)	214650	50	214700	0.11	165841	50	165891	0.09	-0.02
	Non Resident Indians (Non Repat)	27795	-	27795	0.01	25799	-	25799	0.01	0.00
	Hindu Undivided Family	-	900	900	0.00	-	900	900	-	0.00
	Trust	4	-	4	0.00	4	-	4	-	0.00
Sub-Total (B)(2)		**16182244**	**22890**	**16205134**	**8.39**	**9234016**	**24193**	**9258209**	**4.79**	**-3.58**
Total Public Shareholding (B) = (B)(1)+(B)(2)		**16259399**	**22890**	**16282289**	**8.43**	**9234016**	**24243**	**9258259**	**4.79**	**-3.54**
C	**Shares held by Custodian for GDRs**	-	-	-	-	-	-	-	-	-
Grand Total A+B+C)		**193185891**	**22940**	**193208831**	**100**	**193184538**	**24293**	**193208831**	**100**	**-**

ii) Shareholding of Promoters

Sl. No	Shareholders Name	Shareholding at the beginning of the year (April 1, 2014)			Shareholding at the end of the year (March 31, 2015)			% change in shareholding during the year
		No of shares	% of total shares of the Company	% of Shares Pledged / encumbered to total shares	No of shares	% of total shares of the Company	% of Shares Pledged / encumbered to total shares	
1	Reliance Capital Limited	36249805	18.76	-	1932089	1.00	-	17.76
2	Reliance Land Private Limited	140676737	72.81	-	182018483	94.21	-	21.40
	Total	**176926542**	**91.57**		**183950572**	**95.21**	**-**	**39.16**

iii) Change in Promoters' shareholding (Please specify, if there is no change)

Sl. No.		Shareholding at the beginning of the year (April 1, 2014)		Cumulative shareholding during the year	
		No of Shares	% of total shares of the company	No of Shares	% of total shares of the company
1	At the beginning of the year	176926542	91.57	7023980	3.64
2	Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc)	#	#	#	#
3	At the End of the year	183950522	95.21		

 # Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):

Sl. No.	Shareholders' Name	Shareholding at the beginning of the year (April 1, 2014)		Date	Increase / (Decrease) in shareholding	Reason	Cumulative shareholding during the year	
		No. of shares	% of total Shares of the Company				No. of shares	% of total Shares of the Company
1	Reliance Capital Limited	36249805	18.76	27.03.2015	(34317716)	Transfer	1932089	1.00
2	Reliance Land Private Limited	140676737	72.81	13.06.2014	5174792	Acquisition pursuant to Exit Offer	145851529	75.49
				13.03.2015	1713458		147564987	76.38
				27.03.2015	34453496		182018483	94.21

Directors' Report

iv) Shareholding pattern of top ten shareholders (other than Directors, Promoters and Holders of GDRs and ADRs)

Sl. No.	For Each of the Top 10 Shareholders	Shareholding at the beginning of the year (April 1, 2014)		Date	Increase / (Decrease)	Reason	Cumulative shareholding during the year	
		No. of shares	% of total Shares of the Company		No. of shares		No. of shares	% of total Shares of the Company
1	Pneumatic Leasing Services Private Limited	507486	0.26	09.05.2014	(507486)	Transfer	507486	0.26
2	A. Jain & Co. Private Limited	473180	0.24	09.05.2014	(473180)	Transfer	473180	0.24
3	Sonia Aggarwal	242000	0.13	04.04.2014	(242000)	Transfer	242000	0.13
4	Eshan Financial Services Private Limited	170000	0.09	09.05.2014	(170000)	Transfer	170000	0.09
5	Usha Goel	160083	0.08	04.04.2014	(4100)	Transfer	155983	0.08
				11.04.2014	(7000)	Transfer	148983	0.08
				09.05.2014	(127983)	Transfer	21000	0.01
6	Haresh Mulchand Poladia	160000	0.08	14.11.2014	(160000)	Transfer	160000	0.08
7	Pace Stock Broking Services Private Limited	148026	0.08	04.04.2014	311695	Transfer	459721	0.24
				18.04.2014	100	Transfer	459821	0.24
				16.05.2014	(455661)	Transfer	4160	0.00
				28.11.2014	(100)	Transfer	4060	0.00
				09.01.2015	30	Transfer	4090	0.00
				30.01.2015	(1438)	Transfer	2652	0.00
8	Quant Broking Private Limited	135000	0.07	04.04.2014	18500	Transfer	13500	0.07
				02.05.2014	(153500)	Transfer	153500	0.08
9	Globe Fincap Limited			04.04.2014	(41500)	Transfer	64760	0.03
				11.04.2014	(3000)	Transfer	61760	0.03
				25.04.2014	(35012)	Transfer	26748	0.01
				25.07.2014	(4520)	Transfer	22228	0.01
		106260	0.06	31.12.2014	(1300)	Transfer	20928	0.01
				30.01.2015	1350	Transfer	22278	0.01
				13.03.2015	(1350)	Transfer	20928	0.01
				20.03.2015	(15)	Transfer	20913	0.01
				27.03.2015	(650)	Transfer	20263	0.01
10	Nippon Investment And Finance Company Private Ltd.	100000	0.05	13.06.2014	(100000)	Transfer	100000	0.05

v. **Shareholding of Directors and Key Managerial Personnel:** None of the Directors and Key Managerial Personnel are holding any shares in the Company at the beginning of the year as well as at the end of the year.

V. INDEBTEDNESS

Indebtedness of the Company including interest outstanding / accrued but not due for payment:

(₹ in Millions)

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount	12,072.06	10,008.00	-	22,080.06
ii) Interest due but not paid	-	136.38	-	136.38
iii) Interest accrued but not due	2.36	124.94	-	127.30
Total (i+ii+iii)	**12,074.42**	**10,269.32**	**-**	**22,343.74**
Change in Indebtedness during the financial year				
• Addition	2,520.00	6,878.82	-	9,398.82
• Reduction (Repayment)	3,786.34	822.00	-	4,608.34
Net Change	**(1,266.34)**	**6,056.82**		**4,790.48**
Indebtedness at the end of the financial year				
i) Principal Amount	10,805.72	16,064.82	-	26,870.54
ii) Interest due but not paid	-	758.78	-	758.78
iii) Interest accrued but not due	11.68	228.01	-	239.69
Total (i+ii+iii)	**10,817.40**	**17,051.61**	**-**	**27,869.01**

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

(A) Remuneration to Managing Director, Whole-time Director and/or Manager: (₹ in millions)

Sr. No.	Particulars of Remuneration	Shri. Ashish Agarwal* Company Secretary & Manager
1	Gross salary	
	(a) Salary as per provisions contained in Section 17(1) of the Income-tax Act, 1961	1.59
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	-
	(c) Profits in lieu of salary under Section 17(3) Income-tax Act, 1961	-
2	Stock Option	-
3	Sweat Equity	-
4	Commission -	-
	- as % of profit	
5	Others	-
	Total (A)	**1.59**
	Ceiling as per the Act	60.00

Note: * Ceased to be Manager w.e.f. August 22, 2014

(B) Remuneration to other Directors: (₹ in millions)

Sr. No.	Particulars of Remuneration	Name of Director			Total Amount
1. Independent Directors		**Shri Sujal Shah #**	**Shri Anil Sekhri**	**Shri Prasoon Joshi**	
	Fee for attending board/ committee meetings	0.17	0.12	0.03	0.32
	Commission	-	-	-	-
	Others, please specify	-	-	-	-
	Total (1)	**0.17**	**0.12**	**0.03**	**0.32**
2. Other Non Executive Directors			**Shri Gautam Doshi**	**Shri Amit Khanna***	
	Fee for attending board/ committee meetings		0.17	0.12	0.29
	Commission		-	-	-
	Others, please specify		-	-	-
	Total (2)		**0.17**	**0.12**	**0.29**
	Total (B) = (1 + 2)				**0.61**
	Total Managerial Remuneration (A+B)				**2.20**
	Overall Ceiling as per the Act				60.00

Shri Sujal Shah ceasead to be a Director w.e.f. April 2, 2015

* Shri Amit Khanna ceased to be a Director w.e.f. February 3, 2015

(C) Remuneration to Key Managerial Personnel other than MD/Manager/WTD:

(₹ in millions)

Sr. No.	Particulars of Remuneration	Key Managerial Personnel				Total Amount
		Shri Venkatesh Roddam	Shri Mohan Umrotkar	Shri Ashish Agarwal*	Ms Neelam Samant#	
		Chief Executive Officer	Chief Financial Officer	Company Secretary	Company Secretary	
1	Gross salary					
	(a) Salary as per provisions contained in Section 17(1) of the Income-tax Act, 1961	17.34	9.30	1.59	0.32	28.55
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	1.78	-	-	-	1.78
	(c) Profits in lieu of salary under Section 17(3) Income-tax Act, 1961	-	-	-	-	-
2	Stock Option (Numbers)	-	-	-	-	-
3	Sweat Equity	-	-	-	-	-
4	Commission -	-	-	-	-	-
5	Others	-	-	-	-	-
	Total	**19.12**	**9.30**	**1.59**	**0.32**	**31.33**

* Resigned as Company Secretary of the Company w.e.f. October 31, 2014.

Appointed as Company Secretary of the Company w.e.f. November 5, 2014.

VII. PENALTIES / PUNISHMENT / COMPOUNDING OF OFFENCES:

There were no penalties, punishment or compounding of offences to the Company, directors and other officers of the Company during the year ended March 31, 2015.

Annexure V

Details pertaining to remuneration as required under Section 197(12) of the Companies Act, 2013 read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014

The Company has not appointed Managing Director or any Whole-time Director, but has appointed Chief Executive Officer, Chief Financial Officer and Company Secretary as on March 31, 2015.

Sr. No.	Requirement		Disclosure
(i)	The ratio of remuneration of each director to the median remuneration of the employees of the Company for the financial year.	:	Not Applicable. All the directors of the Company are Non Executive Directors and only received sitting fees during the Financial Year 2014-15.
(ii)	The percentage increase in remuneration of each CEO, CFO, Company Secretary, Manager, if any, in the Financial Year.	:	**Name of KMPs** / **Percentage increase in remuneration** Shri Venkatesh Roddam, Chief Executive Officer — 15.72% Shri Mohan Umrotkar, Chief Financial Officer — 30.77% Shri Ashish Agarwal*, Company Secretary — 18.00% Ms Neelam Samant #, Company Secretary — - * Resigned as Company Secretary w.e.f. October 31, 2014. # Appointed during financial year 2014-15 hence Percentage increase increase is not applicable.
(iii)	The percentage increase in the median remuneration of employees in the Financial Year.	:	The percentage increase in the media remuneration of employees in the financial year 2014-15 was -7.00 per cent.
(iv)	Number of permanent employees on the rolls of Company.	:	938
(v)	The explanation on the relationship between average increase in remuneration and Company's performance.	:	There is decrease in average remuneration of the employees for financial year 2014-15 as compared to financial year 2013-14.
(vi)	Comparison of the remuneration of the key managerial personnel against the performance of the Company.	:	The Company had incurred net loss of ₹ 6935.07. However in order to retain talent there is an increase in the remuneration of Key Managerial Personnel as provided in point no. ii above
(vii)	Details of Share price and market capitalization.	:	As the Company is unlisted, as at the end of the current financial year there is a variation in net worth of -103.21% as compared to the net worth at the end of the previous financial year.
(viii)	Comparison of average percentage increase in salary of employees other than the key managerial personnel and the percentage increase in the key managerial remuneration	:	The average 11.76 per cent increase has been made in the salaries of employees other than Key Managerial Personnel in financial year 2014-15 and 39.41 per cent increase has been made in the salaries of Key Managerial Personnel.
(ix)	Key parameters for any variable component of remuneration availed by the Directors.	:	Not Applicable. All the directors of the Company are Non Executive Directors and only received sitting fees during the Financial Year 2014-15.
(x)	The ration of remuneration of the highest paid Director to that of the employees who are not directors but receive remuneration in excess of the highest paid director during the year.	:	Not Applicable. All the directors of the Company are Non Executive Directors and only received sitting fees during the Financial Year 2014-15.
(xi)	Affirmation that the remuneration is as per the remuneration policy of the company.	:	Yes.

Annexure – V

(a) Conservation of Energy:

The steps taken or impact on conservation of energy The steps taken by the Company for utilizing alternate sources of energy The capital investment on energy conservation equipment	:	The Company requires energy for its operations and the Company is making all efforts to conserve energy by monitoring energy costs and periodically reviews of the consumption of energy. It also takes appropriate steps to reduce the consumption through efficiency in usage and timely maintenance/ installation/ upgradation of energy saving devices.

(b) Technology Absorption, Adoption and Innovation:

(i) The efforts made towards technology absorption (ii) The benefits derived like product improvement, cost reduction, product development or import substitution (iii) In case of imported technology (imported during the last three years reckoned from the beginning of financial year) (a) The details of technology imported (b) The year of import (c) Whether technology been fully absorbed? (d) If not fully absorbed, areas where absorption has not taken place, and the reasons thereof.	:	The Company uses latest technology and equipment into the business. Further the Company is not engaged in any manufacturing activities.
(iv) The expenditure incurred on Research and development	:	The Company has not spent any amount towards research and development activities and has been active in harnessing and tapping the latest and the best technology in the industry.

(c) Total foreign exchange earnings and outgo:

a.	Total Foreign Exchange earnings	:	Nil
b.	Total Foreign Exchange outgo	:	₹ 8.22 mn

Disclosure as required under Schedule V to the Companies Act, 2013 for appointment of Shri Satish Kadakia as the Whole Time Director of the Company are given hereunder:

(i) All elements of remuneration package such as salary, benefits, bonuses, stock options, pension, etc., of all the directors: All the directors of the Company apart from Shri Satish Kadakia are Non Executive Directors and only received sitting fees during the Financial Year 2014-15. Hence, the details will not be applicable.

Details of fixed component and performance linked incentives alongwih the performance criteria are as follows:

Particulars	(₹ in lakhs)
Details of fixed component	
Salary	7.28
Allowance	7.35
Bonus	0.40
Others	0.81
Total	**15.84**

There is no performance linked incentives in the remuneration proposed.

(ii) Service Contracts, notice period, severance fees: The Service of Shri Satish Kadakia is governed by the rules and regulations of our Organization, which are in force at present as per the Nomination and Remuneration Policy of the Company. Notice period is 30 days.

(iii) Stock option details, if any, and whether the same has been issued a discount as well as the period over which accrued and over which exercisable: The Company has not issued any Stock option.

Independent Auditors' Report

To the Members of
Reliance MediaWorks Limited

Report on the Financial Statements

We have audited the accompanying standalone financial statements of Reliance Mediaworks Limited ("the Company"), which comprise the Balance Sheet as at 31st March, 2015, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and a summary of the 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 of these standalone 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 standalone 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 thereunder.

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 on the standalone financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone 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, of the state of affairs of the Company as at 31st March, 2015, and its loss and its cash flows for the year ended on that date.

Emphasis of Matter

We draw attention to note no. 45 of the financial statement which described that the Company's net worth is eroded; the Company has incurred a loss of ₹ 6,935.07 million for the year ended 31st March, 2015, indicating the existence of uncertainty that may cast doubt about the Company's ability to continue as a going concern. Considering the matters set out in the said note, this financial statement is prepared on a going concern basis.

Our opinion is not modified in respect of these matters.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2015 ("the Order") issued by the Central Government of India in terms of Section 143(11) of the Act, we give in the Annexure a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. 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.
   (d) In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
   (e) The matters described under the Emphasis of Matters paragraph above, in our opinion, may have an adverse effect on the functioning of the Company.
   (f) On the basis of the written representations received from the directors as on 31st March, 2015 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2015 from being appointed as a director in terms of Section 164 (2) of the Act.
   (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us.
   i. The Company has disclosed the impact of pending litigations on its financial position in its financial statements in accordance with generally accepted accounting practice - Refer Note 27 to the financial statements;
   ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
   iii. There is an amount of ₹ 8,476 required to be transferred to the Investor Education and Protection Fund, which is not transferred by the Company.

For Chaturvedi & Shah
Chartered Accountants
Firm's Registration No: 101720W

Parag D. Mehta
Partner
Membership No: 113904

Mumbai
August 28, 2015

Annexure to the Independent Auditors' Report

(Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

(i) In respect of its fixed assets;

(a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets, however management is in the process of updating certain details in fixed assets register.

b) The Company has a program of verification of fixed assets to cover all the items in a phased manner over a period of three year, which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. Pursuant to the program, certain fixed assets were physically verified by the Management during the year. According to the information and explanations given to us no material discrepancies were noticed on such verification.

(ii) In respect of its inventories;

a) As explained to us, the inventory has been physically verified during the year by the Management. In our opinion, the frequency of verification is reasonable.

b) In our opinion and according to the information and explanations given to us, the procedures of physical verification followed by the Management were reasonable and adequate in relation to the size of the Company and the nature of its business.

c) In our opinion and according to the information and explanations given to us, the Company has maintained proper records of its inventories and no material discrepancies were noticed on physical verification.

(iii) According to the information and explanations given to us, the Company has granted unsecured loans to its wholly owned subsidiaries covered in the Register maintained under Section 189 of the Companies Act, 2013. In respect of such loans:

a) The loan given in earlier years is interest free and incremental loans given during the year is interest bearing. The loans given in previous years and incremental loans given during the year is repayable on demand.

b) There is no overdue amount in excess of Rs. 1 lakh remaining outstanding as at the year end.

(iv) In our opinion and according to the information and explanations given to us, there is an adequate internal control system commensurate with the size of the Company and nature of its business for the purchase of inventory and fixed assets and for the sale of services. In our opinion and according to the information and explanations given to us, and having regard to the explanation that certain services rendered and goods sold are of a specialised nature and rendered/ sold to specific buyers and suitable alternative sources are not available to obtain comparable quotations, there is an adequate internal control system commensurate with the size of the Company and the nature of its business with regard to purchase of inventory and fixed assets and with regard to the sale of goods and rendering of services. During the course of our audit, we have not observed any continuing failure to correct major weaknesses in such internal control system.

(v) According to information and explanations given to us, the Company has not accepted any deposit during the year.

(vi) According to information and explanations given to us, maintenance of cost records has not been prescribed for the Company by the Central Government under sub section (1) of section 148 of the Companies Act, 2013.

(vii) According to the information and explanations given to us, in respect of statutory dues:

a) Undisputed statutory dues, including provident fund, employee state insurance, sales-tax, wealth tax, duty of customs, duty of excise, cess and any other material statutory dues, as applicable, have generally been regularly deposited with the appropriate authorities except in respect of value added tax, profession tax, income tax (tax deducted at source) and service tax the delays ranged from one day to one month.

There were no undisputed amounts payable in respect of provident fund, employee state insurance, income tax, sales tax, wealth tax, service tax, duty of customs, duty of excise, value added tax, cess and other material statutory dues in arrears as at March 31, 2015 for a period of more than six months from the date they became payable.

b) According to the information and explanations given to us, there are no dues of sales tax, wealth tax, duty of customs, duty of excise, value added tax, and cess which have not been deposited on account of any dispute other than the following:

Name of statute	Nature of the dues	Amount (₹ in million)	Period to which the amount relates	Forum where dispute is pending
Central Excise Act, 1944	Duty and penalty	50.46	2010-14	Commissioner of Central excise, Mumbai
Central Excise Act, 1944	Duty	746.21	2009-2014	Commissioner of Central excise, Mumbai
Chapter V of the Finance Act, 1994	Duty and penalty	20.49	2006-2007	Central Excise and Service Tax Appellate Tribunal
VAT, Madhya Pradesh	Value Added Tax	0.69	2006-2008	Deputy tax officer, Appellate Board, Madhya Pradesh
VAT, Madhya Pradesh	Value Added Tax	0.48	2008-2009	Commercial tax officer, Madhya Pradesh
VAT, Maharashtra	Value Added Tax	32.51	2005-2011	Joint Commissioner of Sales Tax (Appeals), Maharashtra
VAT, Ghaziabad	Value Added Tax	0.32	2011-2012	Additional commissioner Appeal (Ghaziabad)

Annexure to the Independent Auditors' Report

Name of statute	Nature of the dues	Amount (₹ in million)	Period to which the amount relates	Forum where dispute is pending
VAT, Kanpur	Value Added Tax	0.65	2007-2008	Additional Commissioner (Appeals), Kanpur
VAT, West Bengal	Value Added Tax	0.64	2008-2009	Commercial tax officer, West Bengal
Entertainment tax	Entertainment tax	13.93	2006-2011	Supreme Court
Entertainment tax	Entertainment tax	48.99	2006-2011	Hon'ble High Court, Madhya Pradesh
Entertainment tax	Entertainment tax	7.15	2007-2011	Divisional Commissioner, Pune
Income tax Act, 1961	Assessment dues	6.54	2010-2011	Commissioner of Income Tax (Appeal)
Income tax Act, 1961	Assessment dues	178.72	2009-10	Hon'ble High Court, Allahabad
Income tax Act, 1961	Tax deducted at source	68.57	2007-2014	Commissioner of Income Tax (Appeal)

c) The Company has been generally regular in transferring amounts to the Investor Education Fund in accordance with the relevant provisions of the Companies Act, 1956 (1 of 1956) and rules made there under within time. Except, ₹ 8,476 required to be transferred to the Investor Education and Protection Fund, which is not transferred by the Company.

(viii) The accumulated losses of the Company at the end of the financial year are more than fifty per cent of its net worth. The Company has incurred cash losses during the financial year covered by our audit and in the immediately preceding financial year.

(ix) In our opinion and according to the information and explanations given to us, the company has not defaulted in repayment of dues to its bankers or financial institutions and debenture holders.

(x) In our opinion and according to the information and explanations given to us, the terms and conditions on which the Company has given guarantees for loans/ credit facilities taken by others from banks / others are not prejudicial to the interest of the Company.

(xi) In our opinion and according to the information and explanations given to us, the term loans have been applied by the Company during the year for the purposes for which they were obtained.

(xii) According to the information and explanations given to us, no material fraud on or by the Company has been noticed or reported during the course of our audit.

For Chaturvedi & Shah
Chartered Accountants
Firm's Registration No: 101720W

Parag D. Mehta
Partner
Membership No: 113904

Mumbai
August 28, 2015

Balance Sheet as at March 31 2015

(Currency: ₹ in Millions)

		Note	March 31, 2015	March 31, 2014
EQUITY AND LIABILITIES				
Shareholders' funds				
(a)	Share capital	2	**980.79**	980.79
(b)	Reserves and surplus	3	**(14,557.90)**	(7,662.23)
			(13,577.11)	(6,681.44)
Non-current liabilities				
(a)	Long-term borrowings	4	**6,198.83**	14,018.39
(b)	Other long-term liabilities	5	**174.36**	206.31
(c)	Long-term provisions	6	**40.50**	42.74
			6,413.69	14,267.44
Current liabilities				
(a)	Short-term borrowings	7	**13,179.15**	6,344.17
(b)	Trade payables	8	**1,041.88**	1,077.37
(c)	Other current liabilities	9	**9,072.97**	2,617.24
(d)	Short-term provisions	10	**2,045.76**	9.93
			25,339.76	10,048.71
	TOTAL		**18,176.34**	17,634.71
ASSETS				
Non-current assets				
(a)	Fixed assets	11		
(i)	Tangible assets		**7,236.44**	7,195.05
(ii)	Intangible assets		**24.79**	46.55
(iii)	Capital work-in-progress		**207.91**	951.93
(b)	Non-current investments	12	**4,072.33**	1,802.48
(c)	Deferred tax assets (net)	13	**-**	-
(d)	Long-term loans and advances	14	**1,477.36**	1,760.85
(e)	Other non-current assets	15	**6.61**	7.23
			13,025.44	11,764.09
Current assets				
(a)	Inventories	16	**73.44**	74.82
(b)	Trade receivables	17	**1,493.71**	1,490.52
(c)	Cash and bank balances	18	**183.28**	608.54
(d)	Short-term loans and advances	19	**3,366.14**	3,643.71
(e)	Other current assets	20	**34.33**	53.03
			5,150.90	5,870.62
	TOTAL		**18,176.34**	17,634.71

The accompanying notes form an integral part of the financial statements. 1 - 52

As per our report of even date.

For Chaturvedi & Shah
Chartered Accountants
Firms' Reg No. : 101720W

For and on behalf of the Board

Parag D. Mehta
Partner
Membership No.: 113904

Gautam Doshi
Director

Satish Kadakia
Whole-time Director

Mohan Umrotkar
Chief Financial Officer

Neelam Samant
Company Secretary

Mumbai
August 28, 2015

Mumbai
August 28, 2015

Statement of profit and loss for the year ended March 31, 2015

(Currency: ₹ in Millions)

		Note	For the year ended March 31, 2015	For the eighteen month period ended March 31, 2014
I.	Revenue from operations	21	**4,037.71**	7,092.15
II.	Other income	22	**134.38**	467.49
III.	**Total Revenue (I+II)**		**4,172.09**	7,559.64
IV.	**Expenses**			
	Direct operational expenses	23	**1,713.26**	2,864.93
	Employee benefits expense	24	**567.44**	1,065.94
	Finance costs (net)	25	**3,016.24**	4,124.46
	Depreciation and amortisation expense	11	**1,117.26**	1,233.52
	Other expenses	26	**2,101.60**	4,170.31
	Total expenses		**8,515.80**	13,459.16
V.	**(Loss) before exceptional items and tax (III- IV)**		**(4,343.71)**	(5,899.52)
VI.	**Exceptional items (Refer note 48)**		**(2,591.36)**	(5,042.61)
VII.	**(Loss) before tax**		**(6,935.07)**	(10,942.13)
VIII.	**(Loss) for the year / period of Continuing Operations before tax**		**(2,929.29)**	(5,200.98)
IX.	**Tax expenses Continued Operations**			
	Current tax		**-**	-
X.	**(Loss) for the year / period of Continuing Operations after tax**		**(2,929.29)**	(5,200.98)
XI.	**(Loss) for the year / period of Discontinuing Operations before tax (Refer Note 46 and 47)**		**(4,005.78)**	(5,741.15)
XII.	**Tax expenses Discontinuing Operations**			
	Current tax		**-**	-
XIII.	**(Loss) for the year / period of Discontinuing Operations after tax**		**(4,005.78)**	(5,741.15)
XIV.	**(Loss) for the year / period**		**(6,935.07)**	(10,942.13)
	Earning per equity share (nominal value of share ₹ 5 (2014 : ₹ 5))			
	Basic and diluted earnings per share ₹ (refer note 40)		**(35.89)**	(106.88)
	Earning per equity share from continuing operations (nominal value of share ₹ 5 (2014 : ₹ 5))			
	Basic and diluted earnings per share ₹		**(15.16)**	(50.80)
	The accompanying notes form an integral part of the financial statements.	1 - 52		

As per our report of even date.

For Chaturvedi & Shah
Chartered Accountants
Firms' Reg No. : 101720W

Parag D. Mehta
Partner
Membership No.: 113904

Mumbai
August 28, 2015

For and on behalf of the Board

Gautam Doshi
Director

Satish Kadakia
Whole-time Director

Mohan Umrotkar
Chief Financial Officer

Neelam Samant
Company Secretary

Mumbai
August 28, 2015

Cash Flow Statement for the year ended March 31, 2015

(Currency: ₹ in Millions)

		For the year ended March 31, 2015	For the eighteen month period ended March 31, 2014
A.	**Cash flow from operating activities**		
	Net loss before tax as per Statement of profit and loss	**(6,935.07)**	(10,942.13)
	Adjustment for:		
	Depreciation / amortisation	**1,117.26**	1,946.62
	Loss on sale / discarding of fixed assets (net)	**3.18**	2.49
	Dividend income	**-**	(31.62)
	Finance costs (net)	**3,016.24**	4,124.46
	Interest income	**(48.27)**	(80.39)
	Bad debts / advances written-off	**22.46**	40.04
	Sundry balances written-off	**85.65**	3.60
	Provision for doubtful debts / advances	**550.50**	4,738.74
	Provision for diminution in value of non-current investments	**2.81**	-
	Capital work-in-progress written-off	**26.43**	293.57
	Provisional estimates for loss on discontinuing of Film and Media Services Business	**2,038.05**	-
	Gain on sale of current investments	**(4.55)**	(34.16)
	Unrealised foreign exchange (gain)	**(36.44)**	(290.90)
	Operating profit before working capital changes	**(161.75)**	(229.68)
	Adjustment for:		
	(Increase) / Decrease in trade receivables	**(24.87)**	(121.79)
	Decrease in other receivables	**288.55**	335.33
	Decrease / (Increase) in inventories	**1.38**	(8.97)
	(Increase) / Decrease in trade and other payables	**(106.65)**	(259.46)
	Cash used in operating activities	**(3.34)**	(284.57)
	Taxes paid (net of refunds)	**48.37**	47.22
	Net cash used in operating activities (A)	**45.03**	(237.35)
B.	**Cash flow from investing activities**		
	Purchase of fixed assets	**(403.54)**	(568.11)
	Proceeds from sale of fixed assets	**10.41**	6.03
	Purchase of investments - long term - in shares of subsidary companies	**(0.50)**	-
	Purchase of investments - long term - in shares of associates	**(2,272.16)**	-
	Proceeds on sale of non-current investments	**-**	7.62
	Profit on sale of current investment (net)	**4.55**	34.16
	Short term loan to subsidiaries and joint ventures (net)	**(311.48)**	(1,313.24)
	Dividend income	**-**	31.62
	Interest income	**24.65**	81.99
	Cash used in investing activities	**(2,948.07)**	(1,719.93)
	Taxes paid (net of refunds)	**0.18**	(0.44)
	Net cash used in investing activities (B)	**(2,947.89)**	(1720.37)

Cash Flow Statement for the year ended March 31, 2015

(Currency: ₹ in Millions)

		For the year ended March 31, 2015	For the eighteen month period ended March 31, 2014
C.	**Cash flow from financing activities**		
	Proceeds from short term borrowings (net)	**6,834.98**	(4,298.29)
	Proceeds from long term borrowings	**-**	11,500.00
	Repayment of long term borrowings	**(2,044.50)**	(6,558.33)
	Proceeds from issuance of Equity shares pursuant to Rights issue (Refer note 1 below)	**-**	5,883.31
	Rights issue related expenses	**-**	(25.92)
	Unclaimed dividend paid	**(0.14)**	-
	Recovered from Reliance Broadcast Network Limited pursuant to demerger of Radio business (including interest)	**-**	6.38
	Finance costs (net)	**(2,281.45)**	(4,315.47)
	Net cash flow from financing activities (C)	**2,508.89**	2,191.68
	Net (decrease) / increase in cash and cash equivalent (A+B+C)	**(393.97)**	233.96
	Cash and cash equivalents as at beginning of the year / period	**425.11**	191.15
	Cash and cash equivalents as at end of the year / period (Refer note 18)	**31.14**	425.11
		(393.97)	233.96

Note:

1. Amounts have been apportioned from loans towards subscription of equity shares of the Company pursuant to rights issue - ₹ 4,500

As per our report of even date.
For Chaturvedi & Shah
Chartered Accountants
Firms' Reg No. : 101720W

Parag D. Mehta
Partner
Membership No.: 113904

Mumbai
August 28, 2015

For and on behalf of the Board

Gautam Doshi
Director

Satish Kadakia
Whole-time Director

Mohan Umrotkar
Chief Financial Officer

Neelam Samant
Company Secretary

Mumbai
August 28, 2015

Notes to the financial statements for the year ended March 31, 2015

(Currency: ₹ in Millions)

Background

Reliance MediaWorks Limited ('Reliance MediaWorks' or 'the Company') was incorporated in 1987 as a Private Limited Company and is currently a Public Limited Company.

The equity shares of the Company were listed on BSE Limited and National Stock Exchange of India Limited till May 6, 2014. Reliance MediaWorks is primarily engaged in theatrical exhibition, film production services and film production and distribution and related services.

1. Summary of significant accounting policies

1.1 Basis of preparation

These financial statements are prepared to comply with the Generally Accepted Accounting Principles in India (Indian GAAP), including the Accounting Standards notified under the relevant provisions of the Companies Act, 2013. The financial statements are prepared on accrual basis under the historical cost convention, except for certain Fixed Assets which are carried at revalued amounts. The financial statements are presented in Indian Rupees in million except per share data and where mentioned otherwise.

1.2. 'Use of estimates

The preparation of financial statements in conformity with generally accepted accounting principles ('GAAP') in India requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosures of contingent liabilities on the date of the financial statements and the reported amount of income and expenses during the reported period. The estimates and assumptions used in the accompanying financial statements are based upon management's evaluation of relevant facts and circumstances as at the date of financial statements, which in its opinion are prudent and reasonable. Actual results could differ from those estimates. Any revision to accounting estimates is recognised prospectively in current and future periods.

1.3. Fixed assets and depreciation / amortisation

a. Tangible assets

Tangible fixed assets are stated at cost and / or revalued amount in accordance with scheme of amalgamation less accumulated depreciation and any provision for impairment. Cost includes freight, duties, taxes (other than those recoverable from tax authorities) and other expenses related directly / indirectly to the acquisition / construction and installation of the fixed assets for bringing the asset to its working condition for its intended use.

Depreciation on fixed assets is provided on the straight line method over the useful life of the assets as prescribed in Schedule II of the Companies Act, 2013.

Leasehold improvements / buildings are depreciated over the lower of useful life of the asset and lease term, on a straight line basis.

Individuals assets costing up to ₹ 0.005 are depreciated fully in the year of acquisition.

b. Intangible assets

Intangible assets, all of which have been acquired / created and are controlled through custody or legal rights, are capitalised at cost, where they can be reliably measured. Where capitalised, intangible assets are regarded as having a limited useful economic life and the cost is amortised over the lower of useful life and ten years.

Application software purchased, which is not an integral part of the related hardware, is shown as intangible assets and amortised on a straight line basis over its useful life, not exceeding five / ten years, as determined by management.

Film rights comprise negative rights and distribution rights in films and are for a contractually specified mode of exploitation, period and territory and are stated at cost less accumulated amortisation. Cost of film rights comprises original purchase price / minimum guarantee. Cost is ascertained on specific identification basis where possible. In case multiple films / rights are acquired for a consolidated amount, cost is allocated to each film / right based on management's best estimates.

The individual film forecast method is used to amortise the cost of film rights acquired. Under this method, costs are amortised in the proportion that gross revenues realised bear to management's estimate of the total gross revenues expected to be received. If estimates of the total revenues and other events or changes in circumstances indicate that the realisable value of a right is less than its unamortised cost, a loss is recognised for the excess of unamortised cost over the film right's realisable value.

In respect of unreleased films, payments towards film rights are classified under capital advances as the amounts are refundable in the event of non-release of the film.

(Currency: ₹ in Millions)

Purchased goodwill is recognised by the Company on the basis of excess of purchase consideration paid over the value of the assets acquired at the time of acquisition and is amortised over its estimated useful life not exceeding ten years.

1.4. Impairment

In accordance with AS 28 – 'Impairment of Assets', where there is an indication of impairment of the Company's asset, the carrying amounts of the Company's assets are reviewed at each balance sheet date to determine whether there is any impairment. The recoverable amount of the asset (or where applicable, that of the cash generating unit to which the asset belongs) is estimated as the higher of its net selling price and its value in use. An impairment loss is recognised whenever the carrying amount of an asset or a cash generating unit exceeds its recoverable amount. Impairment loss is recognised in the statement of profit and loss.

If at the balance sheet date there is an indicator that a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at the recoverable amount subject to a maximum of the depreciated historical cost.

Value in use is the present value of estimated future cash flows expected to arise from the continuing use of the asset and from its disposal at the end of its useful life.

1.5. Investments

Long-term investments are carried at cost. A provision for diminution is made to recognise a decline, other than temporary, in the value of long-term investments and is determined separately for each individual investment.

Current investments are carried at lower of cost and fair value.

1.6. Inventories

Inventories (comprising of food and beverage items, chemicals, negative film rolls, xenon lamps and stores and spares related to theatrical exhibition / film production services business etc.) are stated at the lower of cost and net realisable value. Cost is determined on the first-in first out (FIFO) basis.

1.7. Employee benefits

Short term employee benefits:

All employee benefits payable wholly within twelve months of rendering the service are classified as short term employee benefits. The undiscounted amount of short term employee benefits expected to be paid in exchange for the services rendered by employees are recognised as an expense during the year / period.

Long term employee benefits:

Provident fund and other schemes

The Company's state governed provident fund scheme, employee state insurance scheme and labour welfare fund are defined contribution plans. The contribution paid / payable under the schemes is recognised during the year / period in which the employee renders the related service.

Gratuity Plan

The Company's gratuity benefit scheme is a defined benefit plan. The Company's net obligation in respect of the gratuity benefit scheme is calculated by estimating the amount of future benefit that employees have earned in return for their service in the current and prior year; that benefit is discounted to determine its present value and the fair value of any plan assets is deducted.

The present value of the obligation under such defined benefit plan is determined based on actuarial valuation using the Projected Unit Credit Method.

The obligation is measured at the present value of the estimated future cash flows. The discount rates used for determining the present value of the obligation under defined benefit plan, are based on the market yields on Government securities as at the balance sheet date.

Actuarial gains and losses are recognised immediately in the statement of profit and loss.

Other Long term employment benefits:

Compensated absences which are not expected to occur within twelve months after the end of the year / period in which the employee renders the related services are recognised as a liability at the present value of the defined benefit

(Currency: ₹ in Millions)

obligation at the balance sheet date, determined based on actuarial valuation using Projected Unit Credit Method. The discount rates used for determining the present value of the obligation under defined benefit plan, are based on the market yields on Government securities as at the balance sheet date.

1.8. Revenue recognition

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. The amount recognised as revenue is exclusive of value added tax and service tax and net of trade discounts.

Amount of entertainment tax is shown as a reduction from revenue.

Film production services

Revenue from processing / printing of cinematographic films is recognised upon completion of the related processing / printing.

Revenue from processing of digital content is recognised using the proportionate completion method. Use of the proportionate completion method requires the Company to estimate the efforts expended to date as a proportion of the total efforts to be expended. Efforts expended have been used to measure progress towards completion, as there is a direct relationship between efforts expended and contracted output.

Sale of traded goods is recognised when the risks and rewards of ownership are passed on to the customer, which generally coincides with the dispatch of goods.

Income from equipment / facility rental is recognised over the period of the relevant agreement / arrangement.

Theatrical exhibition and related income

Sale of tickets

Revenue from theatrical exhibition is recognised on the date of the exhibition of the films and comprises proceeds from sale of tickets, gross of entertainment tax. As the Company is the primary obligor with respect to exhibition activities, the share of distributors in these proceeds is separately disclosed as distributors' share.

Amount of entertainment tax is shown as a reduction from revenue

Sale of food and beverages

Revenue from sale of food and beverages is recognised upon sale and delivery at the counter.

Advertisement / sponsorship revenue

Revenue from advertisements, sponsorship and events is recognised on the date of the exhibition of the advertisement/ event, over the period of the contract or on completion of the Company's obligations, as applicable.

Film production, distribution and related income

Film production and related income

Revenue from sale of content / motion pictures is accounted for on the date of agreement to assign / sell the rights in the concerned motion picture / content or on the date of release of the content / motion picture, whichever is later.

Income from film distribution activity

In case of distribution rights of motion pictures / content, revenue is recognised on the date of release / exhibition.

Revenue from other rights such as satellite rights, overseas rights, music rights, video rights, etc. is recognised on the date when the rights are made available to the assignee for exploitation.

Revenue from sale of VCDs / DVDs, etc is recognised when the risks and rewards of ownership are passed on to the customer, which generally coincides with the dispatch of the products.

Interest income / income from film financing

Interest income, including from film / content related production financing, is recognised on a time proportion basis at the rate implicit in the transaction.

Dividend income

Dividend income is recognised when the right to receive dividend is unconditional at the balance sheet date.

(Currency: ₹ in Millions)

Marketing rights

Amounts received in lieu of future marketing rights sale are recognised as income in the year / period of entering into the contract.

1.9. Foreign currency transactions

Transactions denominated in foreign currency are recorded at the exchange rate prevailing on the date of the transactions. Exchange differences arising on foreign exchange transactions settled during the year are recognised in the statement of profit and loss of the year. Monetary assets and liabilities denominated in foreign currencies as at the balance sheet date are translated at the closing exchange rates on that date; the resultant exchange differences are recognised in the statement of profit and loss except in case of exchange differences arising on translation of monetary items which form part of Company's net investment in a non-integral foreign operation which is accumulated in a 'Foreign currency translation reserve' until its disposal.

Non-monetary items which are carried at historical cost denominated in a foreign currency are reported using the exchange rate at the date of the transaction.

Forward contracts are entered into to hedge the foreign currency risk of the underlying transaction. The premium or discount on all such contracts arising at the inception of each contract is amortised as income or expense over the life of the contract. Exchange difference on forward contracts is recognised as income or expense in the statement of profit and loss of the year. Any profit or loss arising on the cancellation and renewal of forward contract is recognised as income or expense for the year / period.

1.10. Earnings per share

In determining earning per share, the Company considers the net result after tax and includes the post tax effect of any extraordinary/ exceptional item. The number of shares used in computing basic earning per share is the weighted average number of shares outstanding during the year / period. The number of shares used in computing diluted earning per share comprises the weighted average number of shares considered for deriving basic earnings per share and also the weighted average number of shares that could have been issued on the conversion of all dilutive potential equity shares unless the results would be anti - dilutive. Dilutive potential equity shares are deemed converted as of the beginning of the year / period, unless issued at a later date.

1.11. Taxation

Income-tax expense comprises current tax expense computed in accordance with the relevant provisions of the Income tax Act, 1961 and deferred tax charge or credit.

Current tax provision is made based on the tax liability computed after considering tax allowances and exemptions, in accordance with the Income tax Act, 1961. Deferred tax charge or credit and the corresponding deferred tax liability or asset is recognised for timing differences between the profits / losses offered for income taxes and profits / losses as per the financial statements. Deferred tax assets and liabilities are measured using the tax rates and tax laws that have been enacted or substantively enacted at the balance sheet date.

Deferred tax assets are recognised only to the extent there is reasonable certainty that the assets can be realised in future. However, where there is unabsorbed depreciation or carried forward loss under taxation laws, deferred tax assets are recognised only if there is a virtual certainty of realisation of such assets. Deferred tax assets are reviewed as at each balance sheet date and written down / up to reflect the amount that is reasonably / virtually certain (as the case may be) to be realised.

1.12. Share issue / Foreign Currency Convertible Bonds (FCCB) issue expenses and premium on redemption

Share / FCCB issue expenses incurred and premium payable on FCCB are adjusted in the year / period of issue against the Securities premium reserve.

1.13. Provisions and contingencies

Provisions comprise liabilities of uncertain timing or amount. Provisions are recognised when the Company recognises that it has a present obligation as a result of past events, it is more likely than not that an outflow of resources will be required to settle the obligation and the amount can be reasonably estimated.

A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not require an outflow of resources. When there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

(Currency: ₹ in Millions)

Loss contingencies arising from claims, litigation, assessment, fines, penalties, etc. are recorded when it is probable that a liability has been incurred and the amount can be reasonably estimated.

1.14. Leases

Operating leases - Rental expenses in non-cancellable arrangements / agreements with scheduled rent increases are recorded on a straight line basis over the lease term.

Finance leases - The lower of the fair value of the assets and present value of the minimum lease rentals is capitalised as Fixed Assets with corresponding amount shown as liabilities for leased assets. The principal component in lease rental in respect of the above is adjusted against liabilities for leased assets and the interest component is recognised as an expense in the year.

1.15. Borrowing costs

Borrowing costs that are attributable to the acquisition, construction or production of qualifying assets are capitalised as part of the cost of such assets. A qualifying asset is one that necessarily takes a substantial period of time to get ready for its intended use. All other borrowing costs are charged to revenue.

1.16. Commercial papers

Commercial papers are recognised as a liability, at the amount of cash received at the time of issuance ie. discounted value. The discount is amortised as interest cost over the period of the commercial paper at the rate implicit in the transaction.

	March 31, 2015	March 31, 2014
2. Share capital		
Authorised		
480,000,000 (2014: 480,000,000) equity shares of ₹ 5/-each	**2,400.00**	2,400.00
20,000,000 (2014: 20,000,000) preference shares of ₹ 5/-each	**100.00**	100.00
	2,500.00	2,500.00
Issued, Subscribed and paid-up capital		
193,208,831 (2014:193,208,831) equity shares of ₹ 5/- each, fully paid-up	**966.04**	966.04
2,950,000 (2014: 2,950,000) 10% redeemable non convertible non cumulative preference shares (Preference shares) of ₹ 5/- each, fully paid-up (Refer note 28)	**14.75**	14.75
(Refer notes (a) to (f) below)	**980.79**	980.79

a. Reconciliation of shares outstanding at the beginning and at the end of the year / period

	March 31, 2015		March 31, 2014	
	Number of shares in millions	**₹ in millions**	Number of shares in millions	₹ in millions
Equity shares				
At the commencement of the year / period	**193.21**	**966.04**	46.13	230.63
Share issued during the period pursuant to Rights issue	**-**	**-**	147.08	735.41
At end of the year / period	**193.21**	**966.04**	193.21	966.04
Preference shares				
At the commencement of the year / period	**2.95**	**14.75**	2.95	14.75
Share issued during the year / period	**-**	**-**	-	-
At end of the year / period	**2.95**	**14.75**	2.95	14.75

b. Rights, preferences and restriction attached to equity shares

The Company has only one class of equity shares having par value of ₹ 5 per share. Each equity holder is entitled to one vote per share. The Company declares and pays dividends, if any, in Indian Rupees. The dividend proposed, if any by the Board of the Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting.

Notes to the financial statements for the year ended March 31, 2015

(Currency: ₹ in Millions)

In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

c. Rights, preferences and restriction attached to Preference shares

Preference shares shall be redeemed at the end of 20 years from the date of allotment i.e. each Preference shares shall be redeemed at a premium calculated in a manner that gives the holder an yield of 10% p.a. (till date of redemption) on issue price of ₹ 1,000 (including premium of ₹ 995) after deduction of dividend, if any declared during the tenure. However, the premium on redemption will be paid only to the original subscribers or to the transferees if the transfers have been previously approved by the Company.

Further early redemption at the option of holder of Preference shares can be done, at issue price plus yield as mentioned above, at any time after the date of allotment by giving not less than two months advance notice to the Company. Early redemption at the option of Company at the applicable redemption price can be done, any time after the date of allotment by giving not less than 30 days notice to the Preference share holder.

d. Equity shares held by the Holding Company

	March 31, 2015		March 31, 2014	
	Number of shares in millions	**% holding in the class**	Number of shares in millions	% holding in the class
Reliance Land Private Limited	**182.02**	**94.21%**	140.68	72.81%

e. Names of shareholders holding more than 5% of equity share in the Company

Reliance Land Private Limited	**182.02**	**94.21%**	140.68	72.81%
Reliance Capital Limited	**-**	*****	36.25	18.76%

* Less than 5% holding

f. Names of shareholders holding more than 5% of Preference share in the Company

Reliance Infocomm Engineering Private Limited	**1.20**	**40.68%**	1.20	40.68%
Crest Logistics and Engineers Private Limited (Formerly known as Rel Utility Engineers Private Limited)	**1.75**	**59.32%**	1.75	59.32%

3. Reserves and surplus

	March 31, 2015	March 31, 2014
Capital reserve		
At the commencement and at the end of the year / period	**582.62**	582.62
Securities premium reserve		
At the commencement of the year / period	**12,738.97**	7,617.00
Add : Premium on issuance of equity shares pursuant to Rights issue	**-**	5,147.89
Less: Share issue expenses	**-**	25.92
At the end of the year / period	**12,738.97**	12,738.97
Foreign currency translation reserve		
At the commencement of the year / period	**723.88**	297.30
Add: Foreign currency translation gain on translation of monetary investment in non-integral operations (net)	**39.40**	426.58
At the end of the year / period	**763.28**	723.88
General reserve		
At the commencement and at the end of the year / period	**119.51**	119.51
(Deficit) in Statement of profit and loss		
At the commencement of the year / period	**(21,827.21)**	(10,885.08)
Loss for the year / period, as per Statement of profit and loss	**(6,935.07)**	(10,942.13)
At the end of the year / period	**(28,762.28)**	(21,827.21)
	(14,557.90)	(7,662.23)

(Currency: ₹ in Millions)

4. Long-term borrowings
(Refer note 30)

	March 31, 2015	March 31, 2014
Non convertible debentures (secured) (Refer note 30 (i) and (viii))	**-**	1,250.00
Term loans		
- From banks (secured) (Refer note 30 (ii), (iii), (iv) and (viii))	**5,700.00**	5,953.75
Inter-corporate deposit (unsecured) (Refer note 30 (vi))	**-**	5,500.00
Long term maturities of finance lease obligations (Refer note 30 (vii))	**498.83**	1,314.64
	6,198.83	14,018.39
Current maturities of long-term debts (Refer note 9)		
Non convertible debentures (secured) (Refer note 30 (i) and (viii))	**1,250.00**	1,250.00
Non convertible debentures (unsecured) (Refer note 30 (v))	**-**	55.00
Term loans		
- From banks (secured) (Refer note 30 (ii), (iii), (iv) and (viii))	**253.75**	412.50
Inter-corporate deposit (unsecured) (Refer note 30 (vi))	**5,173.00**	-
Current maturities of finance lease obligations (Refer note 30 (vii))	**815.81**	-
	7,492.56	1,717.50

5. Other long-term liabilities

Lease rent liability as per AS 19 - "Leases"	**152.64**	175.75
Security deposit / advances from customers	**21.72**	30.56
	174.36	206.31

6. Long-term provisions

Provision for employee benefits		
Leave encashment	**28.61**	30.80
Gratuity	**11.89**	11.94
(Refer note 10 and 44)		
	40.50	42.74

7. Short-term borrowings
(Refer note 31)

Loans repayable on demand (secured)		
From banks		
- Cash credit (Refer note 31 (i) and (ii))	**17.33**	121.17
Loans repayable on demand (unsecured)		
From banks		
- Cash credit (Refer note 31 (iii))	**116.32**	-
Other loans and advances		
From others (secured) (Refer note 31 (iv), (v) and (vi))	**2,270.00**	1,770.00
Inter-corporate deposit (unsecured) (Refer note 31 (vii))	**10,775.50**	4,453.00
	13,179.15	6,344.17

8. Trade payables

Due to micro small and medium enterprises (Refer note 29)	**1.23**	5.77
Others	**1,040.65**	1,071.60
	1,041.88	1,077.37

Notes to the financial statements for the year ended March 31, 2015

(Currency: ₹ in Millions)

9. Other current liabilities

	March 31, 2015	March 31, 2014
Current maturities of long-term debts (Refer note 4)	**7,492.56**	1,717.50
Interest accrued and due on borrowings	**758.78**	136.38
Interest accrued but not due on borrowings	**239.69**	127.30
Unclaimed dividend #	**0.67**	0.81
Advance received from customers	**128.10**	148.57
Dues for capital expenditure	**112.28**	128.18
Temporary book overdraft	**94.52**	-
Unearned income	**18.51**	18.60
Lease rent liability	**8.31**	13.96
Statutory dues	**177.67**	159.04
Employee benefits payable	**33.78**	67.90
Others	**8.10**	99.00
	9,072.97	2,617.24

An amount of ₹ 8,476 (2014: ₹ 8,476) is due and outstanding for the credit to Investor Education and Protection Fund.

10. Short-term provisions

Provisional estimate for loss on discontinuing of film and media services business	**2,038.05**	-
Provision for employee benefits		
Leave encashment (Refer note 6 and note 44)	**7.71**	9.93
	2,045.76	9.93

11. Tangible and Intangible assets

(Currency: ₹ in Millions)

Particulars	Gross block				Accumulated depreciation / amortisation / impairment				Net block	
	As at April 1, 2014	Additions during the period	Deductions during the period	As at March 31, 2015	As at April 1, 2014#	Charge for the year / period@	Depreciation on assets sold / discarded	As at March 31, 2015	As at March 31, 2015	As at March 31, 2014
I. Owned Assets										
A .Tangible assets										
Leasehold land	844.20	-	-	**844.20**	-	-	-	**-**	**844.20**	844.20
Buildings:										
Leasehold	4,351.38	997.27	14.73	**5,333.92**	1,327.74	324.56	13.39	**1,638.91**	**3,695.01**	3,023.64
Freehold	274.28	-	-	**274.28**	182.00	33.23	-	**215.23**	**59.05**	92.28
Plant and machinery	4,604.40	127.00	74.76	**4,656.64**	2,386.14	375.88	62.70	**2,699.32**	**1,957.32**	2,218.26
Office Equipment	180.41	3.76	-	**184.17**	94.24	50.78	-	**145.02**	**39.15**	86.17
Furniture and fixtures	503.73	20.93	0.99	**523.67**	284.30	91.40	0.79	**374.91**	**148.76**	219.43
Vehicles	18.07	-	0.87	**17.20**	11.28	3.00	0.87	**13.41**	**3.79**	6.79
Total Owned Assets	**10,776.47**	**1,148.96**	**91.35**	**11,834.08**	**4,285.70**	**878.85**	**77.75**	**5,086.80**	**6,747.28**	**6,490.77**
Previous period	10,610.44	245.43	79.40	**10,776.47**	3,055.39	1,301.19	70.88	**4,285.70**	**6,490.77**	7,555.05
B. Leased Assets										
Plant and machinery	588.75	-	-	**588.75**	62.47	123.51	-	**185.98**	**402.77**	526.28
Office Equipment	26.84	-	-	**26.84**	5.81	17.81	-	**23.62**	**3.22**	21.03
Furniture and fixtures	174.41	-	-	**174.41**	17.44	73.80	-	**91.24**	**83.17**	156.97
Total Leased Assets	**790.00**	**-**	**-**	**790.00**	**85.72**	**215.12**	**-**	**300.84**	**489.16**	**704.28**
Previous period	-	790.00	-	**790.00**	-	85.72	-	**85.72**	**704.28**	-
Total Tangible Assets	**11,566.47**	**1,148.96**	**91.35**	**12,624.08**	**4,371.42**	**1,093.97**	**77.75**	**5,387.64**	**7,236.44**	**7,195.05**
Previous period	10,610.44	1,035.43	79.40	**11,566.47**	3,055.39	1,386.91	70.88	**4,371.42**	**7,195.05**	7,555.05

11. Tangible and Intangible assets

(Currency: ₹ in Millions)

Particulars	Gross block				Accumulated depreciation / amortisation / impairment				Net block	
	As at April 1, 2014	Additions during the period	Deductions during the period	As at March 31, 2015	As at April 1, 2014#	Charge for the year / period	Depreciation on assets sold / discarded	As at March 31, 2015	As at March 31, 2015	As at March 31, 2014
II. Intangible Assets										
Goodwill	1.22	-	-	**1.22**	0.54	0.07	-	**0.61**	**0.61**	0.68
Distribution rights	1,624.58	-	-	**1,624.58**	1,624.58	-	-	**1,624.58**	**-**	-
Negative rights	1,245.24	-	-	**1,245.24**	1,245.24	-	-	**1,245.24**	**-**	-
Computer software	124.49	1.53	-	**126.02**	78.62	23.22	-	**101.84**	**24.18**	45.87
Total Intangible Assets	**2,995.53**	**1.53**	**-**	**2,997.06**	**2,948.98**	**23.29**	**-**	**2,972.27**	**24.79**	**46.55**
Previous period	2,986.10	9.43	-	**2,995.53**	2,913.88	35.10	-	**2,948.98**	**46.55**	72.22
Total Assets	**14,562.00**	**1,150.49**	**91.35**	**15,621.14**	**7,320.40**	**1,117.26**	**77.75**	**8,359.91**	**7,261.23**	**7,241.60**
Previous period	13,596.54	1,044.86	79.40	**14,562.00**	5,969.27	1,422.01	70.88	**7,320.40**	**7,241.60**	7,627.27
Capital work in progress									**207.91**	951.93

– Includes opening provision for impairment – ₹ 55.17

@ – Includes Rs. 188.46 provided as exception items in the previous period (Refer note 48)

Notes:

1) The amount for discounted cash flows with respect to the finance lease is ₹ 1,314.64

2) Leasehold land in excess of 99 years is not depreciated as this is treated as deemed ownership.

3) Pursuant to the Company adopting the useful life of fixed assets as indicated in Part C of Schedule II of the Companies Act, 2013 coming into effect from April 1, 2014, depreciation charge for the year month period ended March 31,2015 is higher by Rs. 180.33. Further, for assets whose useful life as of April 1, 2014 was nil pursuant to the adoption of revised useful life were Rs.52.34, which have been fully depreciated and included as expense for the current period.

4) Additions to fixed assets / CWIP include the following expenses capitalised

Particulars	Year ended March 31, 2015	Eighteen month period ended March 31, 2014
Depreciation	**0.02**	0.03
Finance cost	**-**	0.37
Professional fees	**-**	2.22
Rent	**5.75**	9.52
Other operating expenses	**1.69**	2.59
	7.46	14.73

Notes to the financial statements for the year ended March 31, 2015

(Currency: ₹ in Millions)

12. Non-current investments

		March 31, 2015		March 31, 2014	
(a)	**Investment in equity instruments (non-trade, unquoted at cost)**				
	Subsidiary companies				
(i)	Reliance MediaWorks Theatres Limited		**0.50**		0.50
	50,000 (2014: 50,000) equity shares ₹ 10/- each, fully paid-up				
(ii)	Global MediaWorks (UK) Limited	**0.85**		0.85	
	10,000 (2014: 10,000) ordinary shares of £ 1 /- each, fully paid-up				
	Less: Provision for diminution in value of long-term investments	**(0.85)**	**-**	-	0.85
(iii)	Reliance MediaWorks (USA) Inc.	**0.92**		0.92	
	200 (2014: 200) common stock with no par value				
	Less: Provision for diminution in value of long-term investments	**(0.92)**	**-**	-	0.92
(iv)	Reliance MediaWorks (Netherlands) B.V.	**1.04**		1.04	
	180 (2014: 180) ordinary shares of € 100 each, fully paid up				
	Less: Provision for diminution in value of long-term investments	**(1.04)**	**-**	-	1.04
(v)	Reliance MediaWorks (Mauritius) Limited		*****		*
	1,000 (2014: 1,000) ordinary shares issued and outstanding with no par value. (₹ 1,550/-)				
(vi)	Big Synergy Media Limited				
	5,100 (2014: 5,100) equity shares of ₹ 100/- each, fully paid-up		**64.16**		64.16
(vii)	Gener8 India Media Services Limited (formarly known as Reliance MediaWorks Entertainment Services Limited)				
	850,000 (2014: 850,000) shares of ₹ 10 each, fully paid up		**200.50**		200.50
(viii)	Reliance Lowry Digital Imaging Services Inc.**				
	100 (2014: 100) shares of $1 each, fully paid up		**300.00**		300.00
(ix)	Reliance Media Consultant Private Limited				
	10,000 (2014: 10,000) shares of ₹ 10 each, fully paid up		**0.10**		0.10
(x)	Cinema Ventures Private Limited (formerly known as Reliance MediaVentures Private Limited)				
	9,800 (2014: 10,000) shares of ₹ 10 each, fully paid up		**0.10**		0.10
(xi)	Reliance MediaWorks Creative Services Limited				
	50,000 (2014: NIl) shares of ₹ 10 each, fully paid up (w.e.f. July 19, 2014)		**0.50**		-
	Joint ventures				
(i)	Divya Shakti Marketing Private Limited		**32.90**		32.90
	100,000 (2014: 100,000) equity shares of ₹ 10/- each, fully paid-up				
(ii)	Swanston Multiplex Cinemas Private Limited	**82.51**		82.51	
	1,015,000 (2014: 1,015,000) equity shares of ₹ 10/- each, fully paid-up				
	Less: Provision for diminution in value of long-term investments	**(82.51)**	**-**	(82.51)	-
	(Refer note 43)				
(b)	**Investment in equity instruments (non-trade, quoted at cost)**				
	Associates				
(i)	Prime Focus Limited				
	43,695,446 (2014: Nil) equity shares of ₹ 1 each, fully paid up w.e.f. January 20, 2015)		**2,272.16**		-
	* - Indicates a value of less than ₹ 0.005		**2,870.92**		601.07

**- these shares constitute 10% of outstanding shares and balance 90% of outstanding share are held by Reliance MediaWorks (Mauritius) Limited, starting the current year and Reliance MediaWorks (USA) Inc. in the previous period, a wholly owned subsidiary of the Company.

Notes to the financial statements for the year ended March 31, 2015

(Currency: ₹ in Millions)

12. Non-current Investments (continued)

			March 31, 2015		March 31, 2014
(c)	**Investment in preference shares (non-trade, unquoted and at cost)**				
	Subsidiary companies				
	Gener8 India Media Services Limited (formerly known as Reliance MediaWorks Entertainment Services Limited)		**1,200.00**		1,200.00
	1,200,000 (2014: 1,200,000) 10% Redeemable non-convertible preference shares of ₹ 1 each, fully paid up				
			1,200.00		1,200.00
(d)	**Investment in Government (trade, unquoted at cost)**				
	Government securities				
	National savings certificates		**1.41**		1.41
	(Pledged with State government authorities)				
			1.41		1.41
(e)	**Investment in Partnership firm (Unquoted)**				
(i)	HPE / Adlabs LP	**199.93**		199.93	
	(Investment in limited partnership)				
	Less: Provision for diminution in value of long-term investments	**(199.93)**	**-**	(199.93)	-
	Total		**4,072.33**		1,802.48
(a)	**Aggregate value of unquoted investments**		**2,085.42**		2,084.92
	Aggregate value of quoted investments		**2,272.16**		-
	Aggregate market value of quoted investments		**1,769.60**		-
	Aggregate provision for diminution in value of investments		**285.25**		282.44
(b)	**Details of Investment in partnership firm**				
	Investment in HPE / Adlabs LP				
	Name of the partner and share in profits (%)				
	Reliance MediaWorks Limited		**50.00%**		50.00%
	Hyde Park Entertainment Inc		**50.00%**		50.00%
	Total Capital of the firm		**437.74**		437.74

13. Deferred tax asset

	March 31, 2015	March 31, 2014
Arising on account of timing difference in:		
Provision for leave encashment and gratuity	**15.64**	17.90
Others*	**107.15**	239.15
Unabsorbed depreciation allowance and carried forward business loss *	**-**	-
	122.79	257.05
Deferred tax liability		
Arising on account of timing difference in:		
Depreciation/ amortisation	**122.79**	257.05
	122.79	257.05
Net deferred tax assets	**-**	-

* Restricted to the extent of deferred tax liability due to absence of virtual certainty

Notes to the financial statements for the year ended March 31, 2015

(Currency: ₹ in Millions)

14. Long-term loans and advances

	March 31, 2015	March 31, 2014
- Unsecured, considered good		
Capital advances	**194.88**	243.32
Security deposits	**1,112.06**	1,231.47
Advance tax, tax deducted at source, advance fringe benefit tax (net of provision for tax of ₹ 59.45)	**95.09**	143.64
Prepaid expenses	**30.91**	98.00
Advance entertainment tax paid under protest	**44.42**	44.42
	1,477.36	1,760.85
- Unsecured, considered doubtful		
Capital advance to related party (Refer note 39)	**9.86**	9.86
Provision for doubtful advances and others	**(9.86)**	(9.86)
	-	-
	1,477.36	1,760.85

15. Other non-current assets

	March 31, 2015	March 31, 2014
Interest accrued but not due	**2.22**	2.22
Balance with bank - Margin money deposit*	**4.39**	5.01
	6.61	7.23

*Margin money deposits are under bank lien

16. Inventories
(valued at lower cost and net realisable value) (Refer note 1.6)

	March 31, 2015	March 31, 2014
Stores and spares	**44.94**	40.72
Chemical stock	**-**	0.50
Food and beverages	**28.50**	31.32
Raw films	**-**	2.28
	73.44	74.82

17. Trade receivables

	March 31, 2015	March 31, 2014
- Unsecured, considered good		
Debts outstanding for a period exceeding six months from the date they are due for payments	**1,350.56**	1,181.22
Other debts	**143.15**	309.30
	1,493.71	1,490.52
- Unsecured, considered doubtful		
Debts outstanding for a period exceeding six months from the date they are due for payments	**357.27**	463.14
Others debts	**-**	-
	357.27	463.14
Provision for doubtful debts	**(357.27)**	(463.14)
	-	-
	1,493.71	1,490.52

18. Cash and bank balances

	March 31, 2015	March 31, 2014
Cash and cash equivalents		
Balances with banks		
- in current accounts	**22.20**	409.72
Cash on hand	**8.94**	15.39
	31.14	425.11
Other bank balances		
- in dividend accounts	**0.67**	0.81
- in margin money deposit maturing with in a year*	**151.47**	182.62
	152.14	183.43
	183.28	608.54

*Margin money deposits are under bank lien

Notes to the financial statements for the year ended March 31, 2015

(Currency: ₹ in Millions)

19. Short-term loans and advances

	March 31, 2015	March 31, 2014
- Unsecured and considered good		
Loans and advances to related parties (Refer note 39 and 41)		
- subsidiaries	**2,584.99**	2,706.63
- joint ventures	**21.77**	21.77
Loans and advances to others	**500.00**	530.00
Security deposits	**13.36**	48.46
Balances with government authorities	**49.74**	54.22
Prepaid expenses	**85.57**	116.34
Others*	**110.71**	166.29
	3,366.14	3,643.71
- Unsecured, considered doubtful		
Loans and advances to related parties - Subsidiaries (Refer note 39 and 41)	**5,640.78**	5,131.82
Loans to others	**59.48**	59.48
Others*	**138.17**	138.17
Provision for doubtful advances and others	**(5,838.43)**	(5,329.47)
	-	-
*includes advances / deposit to vendors and other receivables		
	3,366.14	3,643.71

20. Other current assets

Unbilled revenue	**9.04**	51.36
Interest accrued on fixed deposits	**2.30**	1.67
Interest accrued on loans to related parties subsidiaries (refer note 39)	**22.99**	-
	34.33	53.03

21. Revenue from operations

	For the year ended March 31, 2015	For the eighteen month period ended March 31, 2014
(a) Theatrical exhibition		
Sale of tickets	**2,928.43**	4,735.35
Less: Entertainment tax	**651.24**	982.72
	2,277.19	3,752.63
Advertisements / sponsorship revenue	**286.61**	544.91
Facilities provided at multiplex	**175.00**	245.79
Food and beverages	**784.96**	1,247.40
Others	**54.03**	156.19
	3,577.79	5,946.92
(b) Film production services		
Processing / printing of films	**247.08**	655.87
Equipment / facility rental income	**198.87**	418.22
Trading income	**0.47**	20.53
Others	**9.24**	19.82
	455.66	1,114.44
(c) Film/content production, distribution and related services	**4.26**	30.79
	4,037.71	7,092.15
Details of revenue from operations		
Sale of services	**903.89**	1,802.07
Sale of products	**798.34**	1,350.47
Sale of tickets	**2,277.19**	3,752.63
Others	**58.29**	186.98

(Currency: ₹ in Millions)

22. Other income

	For the year ended March 31, 2015	For the eighteen month period ended March 31, 2014
Dividend income from:		
- Subsidiary (Refer note 39)	**-**	31.62
Interest income from:		
- Banks	**13.51**	27.50
- Loans, advances and others	**34.76**	52.89
Gain on sale of current investments	**4.55**	34.16
Foreign exchange gain (net)	**20.46**	297.80
Bad debts recovered / provisions written-back	**45.01**	6.95
Sundry balances written-back (net)	**11.59**	-
Miscellaneous income	**4.50**	16.57
	134.38	467.49

23. Direct operational expenses

Distributors share	**986.15**	1,641.32
Cost of food and beverage sold		
Opening stock	**31.32**	27.91
Purchases	**232.58**	392.43
Less: closing stock	**28.50**	31.32
Cost of food and beverage sold	**235.40**	389.02
Cost of raw films sold		
Opening stock	**2.28**	3.02
Purchases	**0.24**	17.41
Less: closing stock	**-**	2.28
Cost of raw films sold	**2.52**	18.15
Chemical consumed		
Opening stock	**0.50**	3.65
Purchases	**1.56**	11.52
Less: closing stock	**-**	0.50
Chemical consumed	**2.06**	14.67
Consumables	**2.94**	9.72
Electricity, power and water charges	**436.31**	662.39
Print, publicity expenses and producers overflow	**2.67**	24.72
Show tax, INR charges etc	**10.22**	15.82
Processing charges	**14.68**	10.55
Other direct expenses	**20.31**	78.57
	1,713.26	2,864.93

24. Employee benefits expenses

Salaries and wages	**504.51**	939.92
Contribution to provident and other funds	**31.08**	52.10
Leave encashment	**15.90**	36.13
Staff welfare expenses	**15.95**	37.79
	567.44	1,065.94

Notes to the financial statements for the year ended March 31, 2015

(Currency: ₹ in Millions)

25. Finance cost (net)

	For the year ended March 31, 2015	For the eighteen month period ended March 31, 2014
On term loans and debentures	**1,265.46**	1,658.82
On finance lease	**202.97**	92.34
On other loans	**1,439.32**	2,199.89
On Others	**5.32**	-
	2,913.07	3,951.05
Interest capitalised	**-**	(0.37)
Interest cost	**2,913.07**	3,950.68
Finance charges	**103.17**	143.27
Foreign exchange loss on borrowings (net)	**-**	30.51
	3,016.24	4,124.46

26. Other expenses

Advertisement	**96.54**	186.43
Bank charges	**21.59**	29.42
Rent	**918.25**	2,065.25
Rates and taxes	**269.99**	467.62
Commission and brokerage	**4.13**	0.04
Travelling and conveyance	**28.88**	70.91
Labour charges	**199.59**	266.34
Insurance	**18.34**	30.60
Legal and professional fees (also refer note 36)	**38.78**	129.93
Directors sitting fees	**0.61**	0.69
Printing and communication	**45.86**	105.79
Loss on sale of assets / discarding of assets (net)	**3.18**	2.49
Capital work-in-progress written-off	**26.43**	57.92
Sundry balances written-off	**85.65**	3.60
Provision for doubtful debts / advances	**-**	259.00
Bad debts / advances written-off (net of doubtful debts/ advances written back ₹ 105.87, 2014: Nil)	**22.46**	11.26
Facility maintenance charges	**156.56**	231.61
Repairs and maintenance		
- Building	**1.63**	18.34
- Machinery	**92.94**	125.42
- Others	**51.81**	76.59
Miscellaneous expenses	**18.38**	31.06
	2,101.60	4,170.31

27. Contingent Liabilities

On account of	**March 31, 2015**	March 31, 2014
Central excise		
Disputed central excise demand pending with the Central Excise and Service Tax Appellate Tribunal	**50.46**	50.46
Value added tax		
Disputed value added tax demand pending for various states	**43.14**	33.56
Service tax		
Disputed Service Tax demand pending with the Central Excise and Service Tax Appellate Tribunal	**766.70**	20.49

Notes to the financial statements for the year ended March 31, 2015

(Currency: ₹ in Millions)

On account of	March 31, 2015	March 31, 2014
Income tax		
Disputed liability in respect of tax deduction at source, matter is pending with Commissioner of Income tax (Appeals)	**68.57**	101.71
Disputed tax liability in respect of assessment year 2008-09 for Rave Entertainment Private Limited ('REPL'), REPL was wholly owned subsidiary of the Company and merged with it with effect from April 1, 2008. Department's appeal against order of Commissioner of Income Tax (Appeals) was pending with Income Tax Appellant Tribunal (ITAT) during the previous period. During the current year, the Company has received order in its favour.	**-**	140.12
Further Company has received demand in respect of REPL matter for assessment year 2009-10, appeal is pending with the Hon'ble High Court.	**178.72**	178.72
The Company has received notice of demand under Section 156 of Income Tax Act, 1961 for A.Y. 2011-12 on completion of the assessment towards Tax liability in respect of interest u/s 244A.	**6.54**	-
Entertainment tax		
In respect of certain multiplexes, the Company has made an application for availing exemption under the relevant Act retrospectively from the date of commencement of the operations of the said multiplex and the application is pending approval	**1.29**	1.29
In respect of certain multiplexes, the Company is in dispute with the entertainment tax authorities regarding eligibility for availing exemption under the relevant Act	**113.20**	113.20
The Company shall be liable to pay the entertainment tax in the event that the multiplexes do not continue operations for a period of 10 years from the respective dates from which they commenced their operations	**1,464.24**	1,422.68
The Company has engaged the services of a Contractor for the purpose of deploying personnel at its cinemas. During the tenure of the contract, the Company has paid the Contractor, amounts payable towards employers contribution to provident fund (PF) amounting to ₹ 29.42 on a regular basis. The Company has learnt that the Contractor has failed to deposit appropriate amounts for employee and employer contibution amounting to approximately ₹ 58.84 with the PF authorities and the Company apprehends that some portion of the aforesaid amount which was supposed to be deposited in the individual accounts of the Personnel by the Contractor may have actually been mis-appropriated by the Contractor. The Company has filed a criminal complaint against the Contractor and the matter is currently under investigation. Some employees have raised a claim against the Company for amounts due to them in a District Consumer Forum, where they have received favourable judgements, however the Company is confident of reversal of the said judgement in the higher forums, where it has preferred an appeal and stay has been granted till further order.		
Claims against Company not acknowledged as debts	**1483.10**	871.97
Guarantees		
Guarantees given to banks and others for loans / credit facilities given to Subsidiary Companies	**1,188.23**	1,169.04
Guarantee given to a Service providers in respect of Subsidiary Companies	**582.22**	556.73

Note:

a) The Company is a party to various legal proceedings in the normal course of business and does not expect the outcome of these proceedings to have any adverse effect on its financial conditions, results of operations or cash flows.

b) The amounts are excluding penalty and interest if any that would be levied at the time of final conclusion.

Notes to the financial statements for the year ended March 31, 2015

(Currency: ₹ in Millions)

28. Commitments

Particulars	March 31, 2015	March 31, 2014
Estimated amount of contract remaining to be executed on capital account and not provided for, net of advances (for fixed assets)	**27.79**	312.14

Other commitments

- Company has issued letter of financial support to some of its wholly owned foreign subsidiaries.
- In view of the loss during the current year, the Company has not created Debenture Redemption Reserve in terms of Section 71(4) of the Companies Act, 2013. The Company shall create such reserve out of profit, if any in future years.
- Preference shares shall be redeemed at the end of 20 years from the date of allotment. Each Preference shares shall be redeemed at a premium calculated in a manner that gives the holder an yield of 10% p.a. (till date of redemption) on issue price of ₹ 1,000 (including premium of ₹ 995) after deduction of dividend, if declared during the tenure. However, the premium on redemption will be paid only to the original subscribers or to the transferees if the transfers have been previously approved by the Company. Yield on preference shares of ₹885.81(current year increase of ₹ 295.00) as at the Balance sheet will be paid as premium at the time of redemption.

29. Under the Micro, Small and Medium Enterprises Development Act, 2006 (MSMED) which came into force from October 2, 2006, certain disclosures are required to be made relating to Micro, Small and Medium Enterprises (MSME). On the basis of the information and records available with the Company, the following disclosures are made for the amounts due to the Micro and Small enterprises.

Particulars	March 31, 2015	March 31, 2014
Principal amount due to any supplier as at the year/period end	**1.23**	5.77
Interest due on the principal amount unpaid at the year/period end to any supplier	**-**	-
Amount of Interest paid by the Company in terms of Section 16 of the MSMED, along with the amount of the payment made to the supplier beyond the appointed day during the accounting year/period	**-**	-
Payment made to the enterprises beyond appointed date under Section 16 of MSMED	**-**	-
Amount of Interest due and payable for the period of delay in making payment, which has been paid but beyond the appointed day during the period, but without adding the interest specified under MSMED	**-**	-
The amount of interest accrued and remaining unpaid at the end of each accounting year/period; and	**-**	-
The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest due as above is actually paid to the small enterprise, for the purpose of disallowance as a deductible expenditure under Section 23 of the MSMED.	**-**	-

30. Terms of long-term borrowings

i. Company had issued 11% 3,500 Secured Redeemable Non Convertible Debentures (Debentures) amounting ₹ 3,500 having face value of ₹ 1,000,000 each on a private placement basis. The said Debentures are listed on National Stock Exchange (NSE) w.e.f. May 7, 2012. The current outstanding for the debentures is ₹ 1,250 (2014: ₹ 2,500). The Debentures are secured by first pari passu charge on the all assets of the Company and some of its Indian subsidiaries, along with corporate guarantee by a promoter and are repayable in three instalments i.e. March 1, 2014 (₹ 1,000), March 1, 2015 (₹ 1,250) and March 1, 2016 (₹ 1,250).

ii. Term loan amounting to ₹ 3,860 (2014: ₹ 3,960) was taken from a bank during the previous period. The loan was taken by the Company for a period of seven years from the date of disbursement i.e. August 2013 and repayable in unequal quarterly instalments over the tenor of the loan. The loan is secured by first pari passu charge on the fixed assets and current assets of the Company along with corporate guarantee by a promoter.

iii. Term loan amounting to ₹ 2,000 (2014: ₹ 2,000) was taken from a bank during the previous period. The loan was taken by the Company for a period of three years from the date of disbursement i.e. February 2014 and payable at the end of the tenor of the loan. The loan is secured by second pari passu charge on the fixed assets and first pari passu charge on current assets of the Company along with corporate guarantee by a promoter.

iv. Term loan amounting to ₹ 93.75 (2014: ₹ 406.25) was taken from a bank during the year 2010-11. The loan was taken by the Company for a period of five years from the date of disbursement and repayable in sixteen equal quarterly

(Currency: ₹ in Millions)

30. Terms of long-term borrowings (continued)

instalments of ₹ 93.75 commencing from the date falling 12 Months after date of drawl. The loan is secured by first pari passu charge on the fixed assets of the Company.

v. Company had issued 12.50% 440 unsecured Redeemable Non Convertible Debentures (Debentures) amounting ₹ 440 having face value of ₹1,000,000 each on a private placement basis in lieu of conversion of amounts outstanding for loss on derivative contracts. The current outstanding for the debentures is Nil(2014: ₹55). The debentures were repayable in eight equal quarterly instalments of ₹ 55 each commencing from the date of allotment. The said Debentures were issued in June 2012 and were listed on National Stock Exchange (NSE) w.e.f. July 26, 2012.

vi. Unsecured Inter corporate deposit of ₹5,173 (2014: ₹ 5,500) taken from Corporate are at interest rate of 13% and repayable in two years from the date of drawl of loan in January 2014.

vii. Finance lease obligations are for theatrical equipments taken on a long term lease wherein the Company has an option to purchase the assets at a nominal amount at the end of lease term.

viii. Interest rates on secured loans are ranging from 11% to 12.75% and on unsecured loan are ranging from 11.50% to 15.33%.

ix. The above amount includes :

	March 31, 2015	March 31, 2014
Secured borrowings	**7,203.75**	8,866.25
Unsecured borrowings	**6,487.64**	6,869.64

x. Debts guaranteed by a Promoter is ₹ 7,110 (2014: ₹ 8,460)

31. Terms of short-term borrowings

i. Cash credit of Nil (2014: ₹ 54.45) is secured by pari passu first charge on moveable fixed assets and current assets of the Company, repayable on demand

ii. Cash credit of ₹ 17.33 (2014: ₹ 66.72) is secured by pari passu first charge on moveable fixed assets and current assets of the Company, repayable on demand.

iii. Cash credit of ₹ 116.32 (2014: Nil) is unsecured and repayable on demand.

iv. Secured loan amounting to ₹ Nil (2014: ₹ 1,770) taken from a non-banking financial company, is repayable twelve months after the date of disbursement and is secured by second charge on all fixed assets and current assets of the Company.

v. Secured loan amounting to ₹ 2,020 (2014: ₹ Nil) taken from a non-banking financial company, is repayable in four unequal instalments over twelve months after the date of disbursement and is secured by second charge two owned theatrical properties of the company including all assets therein, on all movable fixed assets and current assets of the Company (excluding assets of Film and Media Services Business) and pledge of specified number of shares of Prime Focus Limited. The said charged creation is pending.

vi. Secured loan amounting to ₹ 250 (2014: Nil) taken from a non-banking financial company, is repayable in twelve months after the date of disbursement and is secured by charge on receivables from counters.

vii. Unsecured Inter corporate deposit of ₹ 10,775.50 (2014: ₹ 9953.00) taken from Corporate are at interest rate of 11.25% to 13% per annum and repayable in six months to one year from the date of drawl of loan.

viii. Interest rates on secured loans are ranging from 13.00% to 14.50 % and on unsecured loan are ranging from 11.25% to 14.50%.

ix. The above amount includes :

	March 31, 2015	March 31, 2014
Secured borrowings	**2,287.33**	1,891.17
Unsecured borrowings	**10,891.82**	4,453.00

32. Value of chemicals and consumables

Particulars	**Year ended March 31, 2015**		Eighteen month period ended March 31, 2014	
		%		%
Imported	**4.43**	**88.51**	3.47	14.23
Indigenous	**0.58**	**11.49**	20.92	85.77
Total	**5.01**	**100.00**	24.39	100.00

Notes to the financial statements for the year ended March 31, 2015

(Currency: ₹ in Millions)

33. Expenditures in foreign currency (on accrual basis)

Particulars	Year ended March 31, 2015	Eighteen month period ended March 31, 2014
Travelling	**2.12**	6.87
Professional fees	**-**	0.55
Others	**6.10**	7.52
Total	**8.22**	14.94

34. Value of imports on CIF basis (on accrual basis)

Chemicals, consumables and spare parts	**7.46**	22.50
Capital goods	**13.57**	10.60
Total	**21.03**	33.10

35. Earnings in foreign exchange (on accrual basis)

Processing / printing of films	**-**	23.72
Total	**-**	23.72

36. Auditors Fee:

Audit fee	**3.00**	10.00
Other attestation fees *	**0.14**	10.28
Reimbursement of out of pocket expense	**0.25**	0.52
Total	**3.39**	20.80

* – Includes ₹ 5 which has been adjusted against the securities premium during the previous period.

37. Lease disclosure under AS 19 – 'Leases'

A. Operating leases

The Company is obligated under non-cancellable operating leases primarily for theatres and office premises and equipments which are renewable thereafter as per the term of the respective agreements.

The future minimum lease payments in respect of non-cancellable operating lease are as follows:

Particulars	Minimum lease payments	
	March 31, 2015	March 31, 2014
Amounts due within one year from the balance sheet date	**708.65**	766.14
Amounts due in the period between one year and five years	**2,432.22**	2,716.93
Amount due after five years	**4,366.06**	5,147.99
Total	**7,506.93**	8,631.06

Amount payable within lock-in-period is ₹ 2,834.32 (2014: ₹ 2,795.84).

Amount debited to statement of profit and loss for lease rental is ₹ 918.25 (2014: ₹ 2,065.25) (excluding amount capitalized ₹ 5.75 (2014: ₹ 9.52))

B. Finance leases

The Company is obligated under non-cancellable finance leases primarily for theatrical equipments and fixtures. In these cases the Company has an option for purchasing the assets at the end of the lease term for a nominal price.

The future minimum lease payments in respect of non-cancellable finance lease are as follows:

Particulars	March 31, 2015			March 31, 2014		
	Future minimum lease payments	**Present value of future minimum lease payment**	**Finance charge**	Future minimum lease payments	Present value of future minimum lease payment	Finance charge
Amounts due within one year from the balance sheet date	**973.00**	**816.38**	**156.62**	186.00	(21.03)	207.03
Amounts due in the period between one year and five years	**610.00**	**498.25**	**111.75**	1,583.00	1,335.67	247.33
Total	**1,583.00**	**1,314.63**	**268.37**	1,769.00	1,314.64	454.36

(Currency: ₹ in Millions)

38. Disclosure of Segment Reporting under AS 17 – 'Segment disclosures'

As per Accounting Standard (AS) 17 on "Segment Reporting", segment information has been provided in the notes to consolidated financial statements.

39. Disclosure of Related Party under AS 18 – 'Related party disclosures'

Parties where control exists

Holding Company

- Reliance Land Private Limited (with effect from September 16, 2013)

Subsidiary Companies

- Global MediaWorks (UK) Limited
- Reliance MediaWorks (USA) Inc.
- Reliance MediaWorks(Netherlands) B.V.
- Reliance MediaWorks (Mauritius) Limited
- Reliance MediaWorks Theatres Limited
- Big Synergy Media Limited
- Gener8 India Media Services Limited (formerly known as Reliance MediaWorks Entertainment Services Limited)
- Reliance Media Consultant Private Limited
- Cinema Ventures Private Limited (formerly known as Reliance MediaVentures Private Limited)
- Reliance MediaWorks Creative Services Limited (w.e.f. July 19, 2014)

Step down Subsidiary Companies

- Big Cinemas Entertainment LLC
- Big Cinemas Entertainment (DE) LLC
- Big Cinemas Laurel LLC
- Big Cinemas Falls Church LLC
- Big Cinemas Norwalk LLC
- Big Cinemas Galaxy LLC
- Big Cinemas Sahil LLC
- Big Cinemas SAR LLC
- Phoenix Big Cinemas Management LLC (upto December 31, 2014)
- Big Cinemas Phoenix LLC (upto December 31, 2014)
- Big Cinemas Exhibition LLC (upto March 4, 2015)
- Big Cinemas IMC LLC
- Big Pictures USA Inc.
- Reliance Media & Marketing Communications LLC (upto March 4, 2015)
- Reliance Lowry Digital Imaging Services Inc.
- Reliance Media Works VFX Inc.
- Reliance MediaWorks Creative Services Limited (upto July 18, 2014)

Other related parties

(a) Significant Shareholders, Key Managerial Personnel and their relative

- Venkatesh Roddam – Chief Executive Officer
- Mohan Umrotkar – Chief Financial Officer
- Neelam Samant – Company Secretary (w.e.f. November 05, 2014)
- Ashish Agarwal– Manager appointed under section 269 of the Companies Act, 1956. (upto August 22, 2014)

(b) Enterprise over which Company has significant influence

- HPE / Adlabs LP

(c) Joint Ventures

- Divya Shakti Marketing Private Limited
- Swanston Multiplex Cinemas Private Limited

(Currency: ₹ in Millions)

(d) Associates

- Prime Focus Limited (w.e.f. January 20, 2015)

Transactions	Holding Company		Subsidiary Companies		Key Managerial Personnel		Joint Venture		Associates	
	CY	PP	CY	PP	CY	PP	CY	PP	CY	PP
Issue of equity shares										
Reliance Land Private Limited	-	3,391.18	-	-	-	-	-	-	-	-
Rendering of services										
Big Synergy Media Limited	-	-	4.96	23.15	-	-	-	-	-	-
Reliance MediaWorks Theatres Limited	-	-	0.67	1.00	-	-	-	-	-	-
Gener8 India Media Services Limited (formerly known as Reliance MediaWorks Entertainment Services Limited)	-	-	-	1.74	-	-	-	-	-	-
Reliance Lowry Digital Imaging Services Inc	-	-	-	1.73	-	-	-	-	-	-
Prime Focus Limited	-	-	-	-	-	-	-	-	18.12	
Interest income										
Divya Shakti Marketing Private Limited*	-	-	-	-	-	-	2.61	2.29	-	-
Reliance MediaWorks Theatres Limited	-	-	5.53	-	-	-	-	-	-	-
Gener8 India Media Services Limited (formerly known as Reliance MediaWorks Entertainment Services Limited)	-	-	20.12	-	-	-	-	-	-	-
Reliance Media Consultant Private Limited**	-	-	0.00	-	-	-	-	-	-	-
Cinema Ventures Private Limited (formerly known as Reliance Media Ventures Private Limited)**	-	-	0.00	-	-	-	-	-	-	-
Dividend income										
Big Synergy Media Limited	-	-	-	31.62	-	-	-	-	-	-
Interest expenses										
Reliance MediaWorks Theatres Limited	-	-	-	4.56	-	-	-	-	-	-
Reliance Land Private Limited	70.15	-	-	-	-	-	-	-	-	-
Receiving of services										
Gener8 India Media Services Limited (formerly known as Reliance MediaWorks Entertainment Services Limited)	-	-	0.61	1.60	-	-	-	-	-	-
Divya Shakti Marketing Private Limited*	-	-	-	-	-	-	-	0.00	-	-
Reimbursement of expenses										
Swanston Multiplex Cinemas Private Limited	-	-	-	-	-	-	0.03	0.37	-	-
Reliance MediaWorks Creative Services Limited	-	-	(0.46)	0.00	-	-	-	-	-	-
Divya Shakti Marketing Private Limited	-	-	-	-	-	-	(0.69)	0.00	-	-

(Currency: ₹ in Millions)

39. Disclosure of Related Party under AS 18 – 'Related party disclosures' (continued)

Transactions	Holding Company		Subsidiary Companies		Key Managerial Personnel		Joint Venture		Associates	
	CY	PP	CY	PP	CY	PP	CY	PP	CY	PP
Managerial remuneration										
Ashish Agarwal	-	-	-	-	1.64	3.38	-	-	-	-
Venkatesh Roddam	-	-	-	-	17.99	-	-	-	-	-
Mohan Umrotkar	-	-	-	-	9.58	-	-	-	-	-
Neelam Samant	-	-	-	-	0.33	-	-	-	-	-
Loan given										
Reliance MediaWorks (USA) Inc.	-	-	-	389.07	-	-	-	-	-	-
Global MediaWorks (UK) Limited	-	-	-	99.22	-	-	-	-	-	-
Reliance Media Consultant Private Limited	-	-	0.05	0.05	-	-	-	-	-	-
Cinema Ventures Private Limited (formerly known as Reliance Media Ventures Private Limited)	-	-	0.13	0.10	-	-	-	-	-	-
Gener8 India Media Services Limited (formerly known as Reliance MediaWorks Entertainment Services Limited)	-	-	319.91	820.71	-	-	-	-	-	-
Reliance MediaWorks Theatres Limited	-	-	58.50	14.61	-	-	-	-	-	-
Loans received back										
Gener8 India Media Services Limited (formerly known as Reliance MediaWorks Entertainment Services Limited)***	-	-	50.00	-	-	-	-	-	-	-
Reliance MediaWorks Theatres Limited	-	-	-	10.50	-	-	-	-	-	-
Loan taken										
Reliance MediaWorks Theatre Limited	-	-	-	25.00	-	-	-	-	-	-
Reliance Land Private Limited	3,870.00	-	-	-	-	-	-	-	-	-
Loan repaid										
Reliance MediaWorks Theatres Limited	-	-	-	80.00	-	-	-	-	-	-
Purchase of investment										
Gener8 India Media Services Limited (formerly known as Reliance MediaWorks Entertainment Services Limited)	-	-	0.50	-	-	-	-	-	-	-
Sale of investment										
Reliance Media Consultant Private Limited**	-	-	0.00	-	-	-	-	-	-	-
Fixed assets sold										
Divya Shakti Marketing Private Limited	-	-	-	-	-	-	-	0.66	-	-
Guarantees cancelled										
Reliance MediaWorks (USA) Inc.	-	-	-	329.38	-	-	-	-	-	-
Reliance MediaWorks (Netherlands) B. V.	-	-	-	3.40	-	-	-	-	-	-

Notes to the financial statements for the year ended March 31, 2015

(Currency: ₹ in Millions)

39. Disclosure of Related Party under AS 18 – 'Related party disclosures' (continued)

Transactions	Holding Company		Subsidiary Companies		Key Managerial Personnel		Joint Venture		Associates	
	CY	PP	CY	PP	CY	PP	CY	PP	CY	PP
Guarantees outstanding										
Reliance MediaWorks (USA) Inc.	-	-	707.43	676.45	-	-	-	-	-	-
Gener8 India Media Services Limited (formerly known as Reliance MediaWorks Entertainment Services Limited)	-	-	1063.02	1,049.32	-	-	-	-	-	-
Net outstanding balance as at year/period end										
Reliance MediaWorks (USA) Inc. @	-	-	3782.36	3,760.33	-	-	-	-	-	-
Global MediaWorks (UK) Limited @	-	-	1227.18	1,227.18	-	-	-	-	-	-
Reliance MediaWorks (Mauritius) Limited @	-	-	1524.31	1,487.87	-	-	-	-	-	-
Reliance MediaWorks Theatres Limited	-	-	74.81	8.06	-	-	-	-	-	-
Reliance MediaWorks (Netherlands) B.V. @	-	-	19.96	19.96	-	-	-	-	-	-
Big Synergy Media Limited	-	-	18.53	13.70	-	-	-	-	-	-
Gener8 India Media Services Limited (formerly known as Reliance MediaWorks Entertainment Services Limited)	-	-	1666.74	1,381.22	-	-	-	-	-	-
Reliance Media Consultant Private Limited	-	-	0.10	0.05	-	-	-	-	-	-
Cinema Ventures Private Limited (formerly known as Reliance MediaVentures Private Limited)	-	-	0.24	0.10	-	-	-	-	-	-
Reliance Laury Digital Imaging Services Inc.	-	-	-	1.73	-	-	-	-	-	-
Divya Shakti Marketing Private Limited	-	-	-	-	-	-	18.34	18.67	-	-
Swanston Multiplex Cinemas Private Limited	-	-	-	-	-	-	0.08	(0.14)	-	-
Prime Focus Limited	-	-	-	-	-		-	-	24.60	-
Reliance Land Private Limited	(3,933.13)	-	-	-	-	-	-	-	-	-

CY– Year ended March 31, 2015

PP – Eighteen month period ended March 31, 2014

*amount written off during the year ₹2.61 (2014: ₹2.29)

** indicate amount less than ₹ 0.005

***During the year Gener8 India Media Services Limited (formerly known as Reliance MediaWorks Entertainment Services Limited) one of the subsidiaries has assigned the advance of ₹ 50 to the Company.

@The Company has provided the following amounts pertaining to its subsidiaries

- During the year ended March 31, 2015 - ₹550.50 for its subsidiary Reliance MediaWorks (USA) Inc.
- During the eighteen month ended March 31, 2014 - ₹ 3,232.60 for its subsidiary Reliance MediaWorks (USA) Inc, ₹ 19.96 pertaining to its subsidiary Reliance MediaWorks (Netherlands) B.V. and ₹ 1,227.18 pertaining to its subsidiary Global MediaWorks (UK) Limited

(Currency: ₹ in Millions)

39. Disclosure of Related Party under AS 18 – 'Related party disclosures' (continued)

Note

1. Company had issued 11% 3,500 Secured Redeemable Non Convertible Debentures (Debentures) amounting ₹ 3,500 having face value of ₹ 1,000,000 on a private placement basis. The current outstanding for the debentures is ₹ 1,250 (2014: ₹ 2,500). The Debentures are secured by first pari passu charge on the all assets of the Company and some of its Indian subsidiaries.
2. The Company has provided for diminution in the value of investments for its subsidiaries during the year ended March 31, 2015 - ₹ 0.92 for Reliance MediaWorks (USA) Inc., ₹ 0.85 for Global MediaWorks (UK) Limited and ₹ 1.04 for Reliance MediaWorks (Netherlands) B.V..

40. Earnings per share ('EPS')

Particulars	Year ended March 31, 2015	Eighteen month period ended March 31, 2014
Net (loss) after tax	**(6,935.07)**	(10,942.13)
Weighted average number of equity share outstanding during the year/period for basic / dilutive EPS	**193,208,831**	102,376,445
Basic EPS	**(35.89)**	(106.88)
Dilutive EPS*	**(35.89)**	(106.88)
Nominal value per share	**5.00**	5.00

* - Dilutive EPS has not been calculated considering the option on equity shares, as it is anti-dilutive

41. Loans and advances in the nature of loans given to Subsidiaries and Joint ventures:

A) Loans and advances in the nature of loans:

Name of the Company	Particulars	As at March 31, 2015	As at March 31, 2014	Maximum Balance during the year
Global MediaWorks (UK) Limited	Subsidiary	**1,187.08**	1,187.08	1,187.08
Reliance MediaWorks (Mauritius) Limited	Subsidiary	**1,524.31**	1,487.87	1,524.31
Reliance MediaWorks (Netherlands) B.V.	Subsidiary	**19.96**	19.96	19.96
Reliance MediaWorks (USA) Inc.	Subsidiary	**3,741.56**	3,719.27	3,741.56
Gener8 India Media Services Limited (formerly known as Reliance MediaWorks Entertainment Services Limited)	Subsidiary	**1,689.93**	1,420.02	1739.87
Reliance MediaWorks Theatres Limited	Subsidiary	**62.61**	4.11	62.61
Reliance Media Consultant Private Limited	Subsidiary	**0.10**	0.05	0.10
Cinema Ventures Private Limited (formerly known as Reliance MediaVentures Private Limited)	Subsidiary	**0.23**	0.10	0.23
Total		**8,225.77**	7,838.45	
Divya Shakti Marketing Private Limited	Joint venture	**21.77**	21.77	21.77
Total		**21.77**	21.77	

(a) Loans and advance shown above, to subsidiaries fall under the category of loans and advances in nature of loans where there is no repayment schedule and re-payable on demand

(b) Loans to employee as per Company's policy are not considered.

42. Foreign currency exposures (other than investments) not covered by forward contracts

Particulars	Currency	As at March 31, 2015		As at March 31, 2014	
		Amount – foreign currency (Million)	**Amount – Indian rupees**	Amount – foreign currency (Million)	Amount – Indian rupees
Trade and other receivables	USD	**89.42**	**5,313.52**	89.34	5,348.43
	GBP	**12.08**	**1,227.18**	12.08	1,203.85
	EURO	**0.24**	**20.23**	0.25	20.57
Trade and other payables	USD	**0.11**	**7.07**	0.10	5.83
	GBP	**0.01**	**0.58**	-	-
	EURO	**0.00**	**0.08**	0.00	0.10

Notes to the financial statements for the year ended March 31, 2015

(Currency: ₹ in Millions)

43. Interest in Joint ventures

The Company's interests in jointly controlled entities (incorporated Joint Ventures) are:

Name of the Company	Country of Incorporation	% of ownership interest as at March 31, 2015	% of ownership interest as at March 31, 2014
Swanston Multiplex Cinemas Private Limited	India	50%	50%
Divya Shakti Marketing Private Limited	India	50%	50%

Details of Joint Venture

	Particulars	March 31,2015	March 31, 2014
	Balance Sheet		
	EQUITY AND LIABILITIES		
	Shareholders' funds		
(a)	Share capital	**11.15**	11.15
(b)	Reserves and surplus	**(16.27)**	(16.45)
	Share application money pending allotment	**-**	1.50
	Liabilities		
	Non-current liabilities		
(a)	Long term borrowings	**21.17**	21.17
(b)	Long-term provisions	**0.09**	0.08
	Current liabilities		
(a)	Trade payables	**6.00**	6.08
(b)	Other current liabilities	**5.76**	6.97
(c)	Short term provisions	**0.50**	-
	Total	**28.40**	30.50
	ASSETS		
	Non-current assets		
(a)	Fixed assets		
	Tangible assets	**16.73**	18.15
(b)	Long-term loans and advances	**1.87**	7.08
	Current assets		
(a)	Inventories	**0.39**	0.35
(b)	Trade Receivables	**3.85**	2.51
(c)	Cash and cash equivalents	**5.31**	2.21
(d)	Short-term loans and advances	**0.25**	0.20
	Total	**28.40**	30.50
	Statement of Profit and loss		
		For the year ended March 31,2015	Eighteen month period ended March 31, 2014
	Revenue		
	Revenue from operations	**17.96**	28.25
	Other income	**2.25**	0.76
	Total Revenue	**20.21**	29.01
	Expenses		
	Direct operation expenses	**5.72**	15.09
	Employee benefits expense	**0.85**	1.23
	Depreciation / amortisation expense	**1.40**	3.07
	Other expenses	**11.94**	17.08
	Total Expenses	**19.91**	36.47
	Profit/(Loss) before tax	**0.30**	(7.46)

(Currency: ₹ in Millions)

Particulars	March 31,2015	March 31, 2014
Tax Expenses		
(1) Current tax	-	-
(2) Short/(Excess) provision for earlier year	0.11	-
Profit/(Loss) for the year/period	0.19	(7.46)
OTHER MATTERS		
Contingent Liabilities	0.56	10.25
Movement of the aggregate Shareholders' funds of the Joint ventures:		
Shareholders' funds as at commencement of the year/period	(5.30)	2.16
Add: Share of profit/(loss) for the year/period	0.19	(7.46)
Shareholders' funds as at the end of the year/period	(5.11)	(5.30)

44. Employee benefits

Defined contribution plan

Contribution to defined contribution plan, recognized as expense for the year/period is as under:

	Year ended March 31, 2015	Eighteen month period ended March 31, 2014
Employers contribution to Provident fund and other funds	24.13	39.15

Defined benefit plan

The employees' gratuity fund scheme managed by a Trust is a defined benefit plan. The present value of obligation is determined based on actuarial valuation using the projected unit credit method, which recognizes each year / period of service as giving rise to additional unit of employee benefit entitlement and measures year each unit separately to build up the final obligation.

Other long term employee benefit comprises encashment of leave. The obligation for leave encashment is recognised based on actuarial valuation carried out using Projected Unit Credit Method. Expenses recognised in the Statement of Profit and Loss during the year / period is ₹ 15.90 (2014: ₹ 36.13).

I. Reconciliation of opening and closing balances of defined benefit obligation

Particulars	As at March 31, 2015	As at March 31, 2014
Gratuity		
Defined Benefit obligation at the beginning of the year/period	20.84	24.39
Current service cost	4.41	8.78
Interest cost	2.24	3.85
Actuarial loss / (gain)	0.30	3.64
Benefit paid	(6.26)	(19.91)
Past service cost	-	0.09
Defined benefit obligation at year/period end	21.53	20.84

II. Reconciliation of opening and closing balances of fair value of plan assets

Gratuity		
Fair value of plan assets at commencement of year/period	8.90	21.56
Actuarial gain/ (loss)	(0.27)	0.15
Expected return on plan assets	0.77	2.10
Employer contribution	6.50	5.00
Benefit paid	(6.26)	(19.91)
Fair value of plan assets at year/period end	9.64	8.90
Actual return on plan assets	0.50	2.25

Notes to the financial statements for the year ended March 31, 2015

(Currency: ₹ in Millions)

44. Employee benefits (continued)

III. Reconciliation of fair value of assets and obligation

Particulars	Year ended March 31, 2015	Eighteen month period ended March 31, 2014
Gratuity		
Fair value of plan assets at end of year/period	**9.64**	8.90
Present value of obligation at the end of year/period	**21.53**	20.84
Amount recognized in Balance sheet as net liability	**11.89**	11.94

IV. Expense recognized during the year/period (Under the head 'Employee benefits expense' – Refer note '24')

Particulars	Year ended March 31, 2015	Eighteen month period ended March 31, 2014
Gratuity		
Current service cost	**4.41**	8.78
Interest Cost	**2.24**	3.85
Expected return on plan assets	**(0.77)**	(2.10)
Actuarial (gain) / loss	**0.57**	3.49
Past service cost	**-**	0.09
Net cost	**6.45**	14.11

V. Investment details

% invested as at year / period ended

Nature of Investment	As at March 31, 2015	As at March 31, 2014
Insurance policies	**100%**	100%

VI. Actuarial assumptions

Particulars	Year ended March 31, 2015	Eighteen month period ended March 31, 2014
	Gratuity (funded)	Gratuity (funded)
Mortality Table	**(Indian Assured Lives Mortality) 2006-08 Ult**	(Indian Assured Lives Mortality) 2006-08 Ult
Discount rate (per annum)	**7.95%**	9.30%
Expected rate of return on plan assets (per annum)	**7.50%**	7.50%
Rate of escalation in salary (per annum)	**7%**	7%

VII. Other disclosures

Particulars	Year ended March 31, 2015	Eighteen month period ended March 31, 2014	Eighteen month period ended September 30, 2012	Year ended March 31, 2011	Year ended March 31, 2010
Present value of plan liabilities	**21.53**	20.84	24.39	28.79	17.36
Fair value of plan assets	**9.64**	8.90	21.56	29.77	23.72
Surplus / (Deficit) of the plan	**11.89**	(11.94)	(2.83)	0.98	6.36
Experience adjustments on plan liabilities [loss / (gain)]	**3.31**	5.98	(11.27)	1.24	(4.73)
Experience adjustments on fair value of plan assets [(loss) / gain]	**0.27**	0.15	(1.22)	(0.33)	(2.16)

(Currency: ₹ in Millions)

44. Employee benefits (continued)

The estimates for rate of escalation in salary considered in actuarial valuation, take into account inflation, seniority, promotion and other relevant factors including supply and demand in the employment market. The above information is certified by the actuary. The expected rate of return on plan assets is determined considering several applicable factors mainly, the composition of plan assets held, assessed risks, historical results of return on plan assets and the Company's policy for plan asset management.

45. The Company's net worth has eroded, however, having regard to financial support from its promoters and further restructuring exercise being implemented the financial statements have been prepared on the basis that the Company is a going concern and that no adjustments are required to the carrying value of assets and liabilities.

46. On July 2, 2014, the Company has entered into a binding term sheet with Prime Focus Limited to sell the film and media services business for a net consideration of ₹ 3,500 after considering assignment of debt of ₹ 2,000. Subsequently, the Company entered into a Business Transfer Agreement ('BTA') with Prime Focus Limited for the sale of the business and the business was transferred effective closing of April 7, 2015.

As of March 31, 2015, pending transfer of the business, the assets pertaining to the Film and media services business have been treated as held for disposal and the provisional loss thereon of ₹ 2,038.05 has been disclosed as an exceptional item.

The gross value of the assets proposed to be transferred as part of transfer is ₹ 7,724.09; the liabilities proposed to be transferred are ₹ 186.04.

The amounts of revenue and expenses pertaining to the film and media services business are:

	Particulars	For the year ended March 31, 2015	For the eighteen month period ended March 31, 2014
I .	**Revenue from operations**	**455.66**	1,114.44
II.	**Other income**	**14.46**	12.21
III.	**Total revenue (I+II)**	**470.12**	1,126.65
IV.	**Expenses**		
	Direct operational expenses	**109.03**	242.44
	Employee benefits expense	**207.88**	554.30
	Finance Cost (Net)	**3.00**	1.25
	Depreciation and amortisation expense	**367.30**	396.79
	Other expenses	**151.89**	552.88
	Total expenses	**839.10**	1,747.66
V.	**(Loss) before exceptional items and tax (III- IV)**	**(368.98)**	(621.01)
VI.	**Exceptional items**	**(2038.05)**	(9.96)
VII.	**(Loss) for the year / period from discontinuing film and media services operations**	**(2407.03)**	(630.97)

The amounts of assets and liability pertaining to the film and media services business are:

Particulars	As at March 31, 2015	As at March 31, 2014
Carrying amount of assets relating to the discontinued operations	**7, 724.09**	8,211.08
Carrying amount of liabilities relating to the discontinued operations	**(186.04)**	(348.78)
Net assets/(liabilities) relating to the discontinued operations	**7, 538.05**	7,862.30

The cash flows of the film and media services business are:

Particulars	For the year ended March 31, 2015	For the eighteen month period ended March 31, 2014
Net cash flow attributable to the discontinued business		
Cash flow from operating activities	**503.54**	(172.35)
Cash flow from investing activities	**(317.47)**	(26.89)
Cash flow from financing activities	**(3.00)**	-

Notes to the financial statements for the year ended March 31, 2015

(Currency: ₹ in Millions)

47. On November 5, 2014, the Board of Directors of the Company have proposed a sale of certain identified properties and common infrastructure on a going concern basis pertaining to the theatrical exhibition business of the Company to its Subsidiary i.e. Cinema Ventures Private Limited for a consideration of ₹ 6,700 which shall be discharged partially through assignment of debt of the Company. Subsequently, a Business Transfer Agreement ('BTA') was entered into by the Company for the transfer of its business to the Subsidiary on December 14, 2014. Also, on December 15, 2014, the Company entered into a Share Purchase Agreement ('SPA') with Carnival Films Private Limited for transfer of the Company's shareholding in the Subsidiary. The consideration for the sale of the business to Subsidiary and the sale of shares of the Subsidiary is higher than the book value of assets proposed to be transferred, hence no accounting treatment is required in respect of the same as of March 31, 2015. Subsequently on 31st July, 2015 Company has concluded the transaction and received the entire consideration.

The gross value of the assets of the theatrical exhibition business is ₹ 5,951.50 and the liabilities are ₹ 2,600.76. Further as a part of the transaction, Company has assigned Bank loan of ₹ 3,830. And finance lease obligation of ₹ 1, 460.06 to transfer Cinema Venture Private Limited (formerly known as Reliance Media Ventures Private Limited).

The amounts of revenue and expenses pertaining to the theatrical exhibition business are:

	Particulars	For the year ended March 31, 2015	For the eighteen month period ended March 31, 2014
I .	**Revenue from operations**	**3,577.79**	5,946.92
II.	**Other income**	**55.75**	21.27
III.	**Total revenue (I+II)**	**3,633.54**	5,968.19
IV.	**Expenses**		
	Direct operational expenses	**1,604.23**	2,602.54
	Employee benefits expense	**286.14**	433.30
	Finance Cost (Net)	**206.00**	91.09
	Depreciation and amortisation expense	**735.45**	822.47
	Other expenses	**1,847.16**	3,333.47
	Total expenses	**4,678.98**	7,282.87
V.	**(Loss) before exceptional items and tax (III- IV)**	**(1,045.44)**	(1,314.68)
VI.	**Exceptional items**	**(553.31)**	(3,795.47)
VII.	**(Loss) for the year / period from discontinuing theatrical exhibition business**	**(1,598.75)**	(5,110.15)

The amounts of assets and liability pertaining to the theatrical exhibition business are:

Particulars	As at March 31, 2015	As at March 31, 2014
Carrying amount of assets relating to the discontinued operations	**5,951.50**	6,924.80
Carrying amount of liabilities relating to the discontinued operations	**(2600.76)**	(2,594.85)
Net assets/(liabilities) relating to the discontinued operations	**3,350.74**	4,329.95

The cash flows of the theatrical exhibition business are:

Particulars	For the year ended March 31, 2015	For the eighteen month period ended March 31, 2014
Net cash flow attributable to the discontinued business		
Cash flow from operating activities	**(465.59)**	(3,224.42)
Cash flow from investing activities	**(66.08)**	(518.98)
Cash flow from financing activities	**(184.49)**	-

Notes to the financial statements for the year ended March 31, 2015

(Currency: ₹ in Millions)

48. Exceptional items includes:

I. Current year ended March 31, 2015

a. Provisional loss on transfer of film and media services business to Prime Focus Limited of ₹ 2,038.05 (Also refer note 46 above)

b. The Company has advanced money to its subsidiary in the United States of America for expansion of its business. Considering the scale down of the subsidiary in the exhibition and film and media services business including transfer of the film and media services business to Prime Focus Limited, the Company has decided to provide for the balance amount of ₹ 553.31 pertaining to amounts advanced to the subsidiary and other receivables including investments in overseas subsidiaries.

II. Previous period ended March 31, 2014

a. The Company had advanced money to its subsidiary in the United States of America for expansion of its business. The subsidiary's business in the Exhibition business has reduced significantly due to closure / surrender of certain properties. On a prudent basis it has been decided to provide for the amount of advances pertaining to US Exhibition business of ₹ 3,232.60.

b. The Company had entered into an operating lease in 2010 for various assets. During the previous periods, the Company had provided for amounts payable pertaining to certain assets affected due to closure of certain properties covered under the aforesaid lease.

The Company has revised the lease agreement governing the lease terms including period of lease, and modified the lease rental payments to include payment of additional lease rentals, whereby the Company has got an option to purchase all assets covered by the lease at a nominal value. Accordingly, pursuant to the provisions of AS – 19, the Company has reclassified the aforesaid lease as a finance lease and has recorded the assets covered by the lease at present value of future lease rentals. The Company has written off assets in respect of closed properties and recorded a loss on recording of other assets at their fair value. The loss on account of assets written off and reduction in value pursuant to aforesaid valuation, net off reversal of already existing provisions of ₹ 530.03 (including liability accrued for rent straight-lining as per the provisions of AS-19) has been disclosed as an exceptional item of ₹ 5.39.

c. The Company had granted certain advances to its subsidiaries in Netherlands and United Kingdom. These subsidiaries had utilised these loans for funding their operational losses, which were fully accounted for in the consolidated financial statements. During the period July 1, 2013 to September 30, 2013, the Company has scaled down its operations significantly in the United Kingdom considering the business outlook and various restructuring and cost reduction efforts undertaken in the film and media services business. Considering these measures, on a prudent basis, the Company has decide to provide the amount of advances and other balances pertaining to these entities as loss in the accounts amounting to ₹ 1,247.14.

d. The Company has undertaken an initiative for rationalisation / improvement of overall Exhibition business, under which the Company is re-negotiating rentals. As part of this initiative, rentals for several properties have been reduced, however in some cases the Company had decided to exit the property. In these cases, ₹ 568.26 pertaining to these properties have been written off / provided to the statement of profit and loss, thereby reducing subsequent cash losses suffered by the Company.

49. Pursuant to the Company adopting the useful life of fixed assets as indicated in Part C of Schedule II of the Companies Act, 2013 coming into effect from April 1, 2014, depreciation charge for the year month period ended March 31,2015 is higher by ₹ 180.33. Further, for assets whose useful life as of April 1, 2014 was nil pursuant to the adoption of revised useful life were ₹ 52.34, which have been fully depreciated and included as expense for the current year.

Notes to the financial statements for the year ended March 31, 2015

50. Details of Loans given, investments made and guarantee given covered u/s 186 (4) of the Companies Act, 2013.

a)

Sr. No.	Name of the Company	As at 31st March 2015	As at 31st March 2014	Purpose
1	Gener8 India Media Services Limited (formerly known as Reliance MediaWorks Entertainment Services Limited)	**1,689.93**	1,420.02	Ref. Note 1
2	Reliance MediaWorks Theatres Limited	**65.16**	4.11	Ref. Note 1
3	Reliance MediaWorks Consultants Private Limited	**0.10**	0.05	Ref. Note 1
4	Cinema Ventures Private Limited (formerly known as Reliance Media Ventures Private Limited)	**0.23**	0.10	Ref. Note 1

Above information is given only in respect of companies to whom loans covered u/s 186(4) of the Companies Act, 2013 have been given during the year and for loans given to other subsidiary companies, refer note no. 39 and 41.

Note:

1. The above loans were given for day-to-day working capital and general corporate purpose, in ordinary course of business.

b) No corporate guarantees given, investments made by the Company during the year covered u/s 186(4) of the companies Act, 2013, refer note no. 39.

51. Amounts have been re-grouped / re-arranged as necessary to conform to the current year's classification.

52. The Figures of the previous period comprise a period of 18 months (October 2012 to March 2014). Thus figures of current year and last period are not comparable.

As per our report of even date.

For Chaturvedi & Shah
Chartered Accountants
Firms' Reg No. : 101720W

Parag D. Mehta
Partner
Membership No.: 113904

Mumbai
August 28, 2015

For and on behalf of the Board

Gautam Doshi
Director

Satish Kadakia
Whole-time Director

Mohan Umrotkar
Chief Financial Officer

Neelam Samant
Company Secretary

Mumbai
August 28, 2015

Independent Auditors' Report on the Consolidated Financial Statements

To

The Members of Reliance Mediaworks Limited

Report on the Consolidated Financial Statements

We have audited the accompanying consolidated financial statements of **Reliance Mediaworks Limited** (the "Company"), its subsidiaries and joint ventures (the Company and its subsidiaries and joint ventures constitute "the Group") and its associate as listed in Note 1.2 of the Consolidated financial statements, which comprise the Consolidated Balance Sheet as at 31st March, 2015, the Consolidated Statement of Profit and Loss and the Consolidated Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information. (hereinafter referred to as "the consolidated financial statements").

Management's Responsibility for the Consolidated Financial Statements

The Holding Company's Board of Directors is responsible for the preparation of these consolidated financial statements in terms of the requirements of the Companies Act, 2013 (hereinafter referred to as "the Act") that give a true and fair view of the consolidated financial position, consolidated financial performance and consolidated cash flows of the Group including its Associate 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. The respective Board of Directors of the companies included in the Group and of its associates are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group and for preventing and detecting frauds and other irregularities; the selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the 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, which have been used for the purpose of preparation of the consolidated financial statements by the Directors of the Holding Company, as aforesaid.

Auditors' Responsibility

Our responsibility is to express an opinion on these consolidated financial statements based on our audit. While conducting the 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 thereunder.

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 consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Holding Company's preparation of the consolidated 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 Holding Company has an adequate internal financial controls system over financial reporting in place 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 Holding Company's Board of Directors, as well as evaluating the overall presentation of the consolidated financial statements.

We believe that the audit evidence obtained by us and the audit evidence obtained by the other auditor in terms of their reports referred to in sub-paragraph (a) and (b) of the Other Matters paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the consolidated financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid consolidated 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, of the consolidated state of affairs of the Group and its associate as at 31st March, 2015, and their consolidated loss and their consolidated cash flows for the year ended on that date.

Emphasis of Matter

We draw attention to note no. 40 of the consolidated financial statement which described that the Group's net worth is eroded; the Group has incurred a loss of ₹ 5,958.95 million for the year ended 31st March, 2015, indicating the existence of uncertainty that may cast doubt about the Group's ability to continue as a going concern. Considering the matters set out in the said note, this consolidated financial statement is prepared on a going concern basis.

Our opinion is not modified in respect of these matters.

Other Matter

(a) We did not audit the financial information of eleven subsidiaries and two joint ventures, whose financial information reflect total assets of ₹ 2,758.41 million as at 31st March, 2015, total revenues of ₹ 2,072.71 million and net cash inflows amounting to ₹ 59.04 million for the year ended on that date, as considered in the consolidated financial statements.

These financial information have been audited by other auditors and where applicable, their conversion based on accounting principles generally accepted in India have been reported upon by other accountants, whose reports have been furnished to us by the Management and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries and joint ventures and our report in terms of sub-sections (3) and (11) of Section 143 of the Act, in so far as it relates to the aforesaid subsidiaries and joint ventures, is based solely on the reports of the other auditors/ accountants.

(b) The consolidated financial statements also include the Group's share of net loss of ₹ 47.82 million for the year ended 31st March, 2015, as considered in the consolidated financial statements, in respect of an associate, whose financial statements have not been audited by us.

Independent Auditors' Report on the Consolidated Financial Statements

These financial information are unaudited and have been furnished to us by the Management and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of this associate and our report in terms of sub-sections (3) and (11) of Section 143 of the Act in so far as it relates to the aforesaid associate is based solely on such unaudited financial information. This financial information has been certified by the Management and our opinion, in so far as it relates to the amounts included in respect of this associate, is based solely on such Management certified financial information.

(c) Our opinion on the consolidated financial statements and our report on Other Legal and Regulatory Requirements below,is not modified in respect of the above matters.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2015 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of Section 143 of the Act, based on the comments in the auditors' reports of the Holding company, subsidiary companies, joint ventures and associate company incorporated in India, we give in the Annexure a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

2. As required by Section 143(3) of the Act, we report, to the extent applicable, 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 of the aforesaid consolidated financial statements.

   (b) In our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidated financial statements have been kept so far as it appears from our examination of those books and the reports of the other auditor.

   (c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss, and the Consolidated Cash Flow Statement dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated financial statements.

   (d) In our opinion, the aforesaid consolidated financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.

   (e) The matter described under the Emphasis of Matter paragraph above, in our opinion, may have an adverse effect on the functioning of the Group.

   (f) On the basis of the written representations received from the directors of the Holding Company as on 31st March, 2015 taken on record by the Board of Directors of the Holding Company and the reports of the statutory auditors of its subsidiary companies and joint ventures incorporated in India, none of the directors of the Group companies and its joint ventures incorporated in India is disqualified as on 31st March, 2015 from being appointed as a director in terms of Section 164 (2) of the Act.

   (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditor's) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

      i) The consolidated financial statements disclose the impact of pending litigations on the consolidated financial position of the Group in accordance with the generally accepted accounting practice - also refer Note 28 to the consolidated financial statements.

      ii) The Group and its joint ventures did not have any material foreseeable losses on long-term contracts including derivative contracts.

      iii) There is an amount of ₹ 8,476 required to be transferred to the Investor Education and Protection Fund, which is not transferred by the Holding Company. In case of subsidiary companies and joint ventures, there were no amounts which were required to be transferred to the Investor Education and Protection Fund.

For Chaturvedi & Shah
Chartered Accountants
Firm's Registration No: 101720W

Parag D. Mehta
Partner
Membership No: 113904

Mumbai
August 28, 2015

Annexure to the Independent Auditors' Report on the Consolidated Financial Statements

(Referred to in paragraph 1under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

Our reporting on the Order includes four subsidiary companies and two joint ventures incorporated in India, to which the Order is applicable, which have been audited by other auditor and our report in respect of these companies is based solely on the reports of other auditor, to the extent considered applicable for reporting under the Order in case of consolidated financial statement.

In respect of an associate company incorporated in India, which have been included in the consolidated financial statements based on unaudited financial statements provided to us by the Management and hence no Report under CARO 2015 is available, and accordingly the possible effects of the same on our reporting under CARO 2015 has not been considered.

(i) In respect of the fixed assets of the Holding Company, two subsidiary companies and one joint venture incorporated in India:

(a) The respective companies other than the joint venture have maintained proper records showing full particulars, including quantitative details and situation of fixed assets. However, Holding Company is in the process of updating certain details in fixed assets register.

(b) The Holding Company has a program of verification of fixed assets to cover all the items in a phased manner over a period of three year. Two subsidiary company incorporated in India has a program of verification of fixed assets to cover all the items annually. In our opinion and the opinion of the other auditor, this periodicity of physical verification is reasonable having regard to the size of the respective companies and the nature of their assets. Pursuant to the program, fixed assets were physically verified by the management of the respective companies during the year. According to the information and explanations given to us and the other auditor, no material discrepancies were noticed on such verification. In case of a joint venture, majority of fixed assets have been physically verified by the management during the year and no material discrepancies were noticed and in absence of inadequate records of fixed assets, other auditor are unable to express any opinion about reasonableness of frequency of verification having regard to the size and nature of the business of the company.

The other two subsidiary Companies and one joint venture incorporated in India does not hold any fixed assets, thus paragraph 3(i) of the order is not applicable.

(ii) In respect of the inventories of the Holding Company, one subsidiary companies and one joint ventures incorporated in India:

(a) As explained to us and the other auditors, the inventories were physically verified during the year by the management of the respective companies at reasonable intervals.

(b) In our opinion and the opinion of the other auditors and according to the information and explanations given to us and the other auditors, the procedures of physical verification of inventory followed by the management of the respective companies were reasonable and adequate in relation to the size of the respective companies and the nature of their business.

(c) In our opinion and the opinion of the other auditors and according to the information and explanations given to us and the other auditors, the respective companies have maintained proper records of their inventories and no material discrepancies were noticed on physical verification.

In case of one subsidiary company, the nature of business of the company is digital media services. As mentioned in accounting policy the inventory is nil due to specific nature of business involving digital media services, physical verification would at most, involve verification of tapes containing details of such services. In view of above, the company is maintaining quantitative records of such tapes and no physical verification is considered necessary by the management.

The other two subsidiary companies and one joint venture incorporated in India does not hold any inventories, thus paragraph 3(ii) of the order is not applicable.

(iii) According to the information and explanation given to us and the other auditors, the Holding Company, subsidiary companies and joint ventures incorporated in India have not granted any loans, secured or unsecured, to companies, firms or other parties covered in the Register maintained under Section 189 of the Companies Act, 2013 by the respective companies.

(iv) In our opinion and according to the information and explanations given to us, and having regard to the explanation that certain services rendered and goods sold are of a specialised nature and rendered/ sold to specific buyers and suitable alternative sources are not available to obtain comparable quotations, there is an adequate internal control system commensurate with the size of the Holding Company and the nature of its business with regard to purchase of inventory and fixed assets and with regard to the sale of goods and rendering of services. In the opinion of other auditor and according to the information and explanations given to other auditor, there is an adequate internal control system in subsidiary companies and one joint venture incorporated in India, commensurate with the size of the respective Company and the nature of their business for the purchase of inventory and fixed assets and for the sale of services. One joint venture incorporated in India, has neither purchased any inventory or fixed assets nor sold any goods and services. During the course of our and others auditors' audit no continuing failure to correct major weaknesses in such internal control system has been observed.

(v) According to information and explanations given to us and the other auditor, the Holding Company, subsidiary companies and one joint venture incorporated in India, has not accepted any deposit during the year.

In case of one joint venture, in the opinion of other auditor and according to the information and explanation given to other auditor, the company has complied with the provisions of section 73, 74, 75 and 76 or any other relevant provision of the Act and the rules framed there under to the extent notified, with regards to the deposits accepted from the public. According to the information and explanations given to other auditor, no order has been passed by the Company Law Board or National Company Law Tribunal or Reserve Bank of India or any Court or any other tribunal on the company in respect of the aforesaid deposits.

(vi) According to information and explanations given to us and other auditor, with respect to Holding Company, three subsidiary companies and two joint ventures incorporated in India, maintenance of cost records has not been prescribed for the companies by the Central Government under clause sub section (1) of section 148 of the Companies Act, 2013.

In case of one subsidiary company incorporated in India, other auditor have broadly reviewed the cost records maintained by the company as specified by the Central Government under Section 148(1) of the Act and are of the opinion that prima facie the prescribed cost records have been maintained. However, they have not made detailed examination of the cost records with a view to determine whether they are accurate or complete.

(vii) According to the information and explanations given to us and to other auditor, in respect of statutory dues of the Holding Company, subsidiary companies and joint ventures incorporated in India:

Annexure to the Independent Auditors' Report on the Consolidated Financial Statements

(a) In case of the Holding Company, undisputed statutory dues, including provident fund, employee state insurance, sales-tax, wealth tax, duty of customs, duty of excise, cess and any other material statutory dues, as applicable, have generally been regularly deposited with the appropriate authorities except in respect of value added tax, profession tax, income tax (tax deducted at source) and service tax, the delays ranged from one day to one month. Subsidiary companies and joint ventures have been generally regular in depositing undisputed statutory dues, including provident fund, employees' state insurance, income tax, sales tax, wealth tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues as applicable with the appropriate authorities.

In case of the Holding company, subsidiary companies and joint ventures incorporated in India, there were no undisputed amounts payable in respect of provident fund, employee state insurance, sales tax, wealth tax, service tax, duty of customs, duty of excise, value added tax, cess and other material statutory dues in arrears as at 31st March, 2015 for a period of more than six months from the date they became payable.

(b) According to the information and explanations given to us and other auditor, in Holding company and one subsidiary company and one joint venture, there are no dues of income tax, sales tax, wealth tax, service tax, duty of customs, duty of excise, value added tax, and cess which have not been deposited on account of any dispute other than the following:

Name of statute	Nature of the dues	Amount (₹ in million)	Period to which the amount relates	Forum where dispute is pending
Central Excise Act, 1944	Duty and penalty	50.46	2010-2014	Commissioner of Central excise, Mumbai
Central Excise Act, 1944	Duty	746.21	2009-2014	Commissioner of Central excise, Mumbai
Chapter V of the Finance Act, 1994	Duty and penalty	20.49	2006-2007	Central Excise and Service Tax Appellate Tribunal
VAT, Madhya Pradesh	Value Added Tax	0.69	2006-2008	Deputy tax officer, Appellate Board, Madhya Pradesh
VAT, Madhya Pradesh	Value Added Tax	0.48	2008-2009	Commercial tax officer, Madhya Pradesh
VAT, Maharashtra	Value Added Tax	32.51	2005-2011	Joint Commissioner of Sales Tax (Appeals), Maharashtra
VAT, Ghaziabad	Value Added Tax	0.32	2011-2012	Additional commissioner Appeal (Ghaziabad)
VAT, Kanpur	Value Added Tax	0.65	2007-2008	Additional Commissioner (Appeals), Kanpur
VAT, West Bengal	Value Added Tax	0.64	2008-2009	Commercial tax officer, West Bengal
VAT, Maharashtra	Value Added Tax	3.66	2005-2006	Deputy Commissioner of sales tax (appeal), Mazgaon, Mumbai
VAT, Maharashtra	Value Added Tax	2.82	2008-2009	Deputy Commissioner of sales tax (appeal), Mazgaon, Mumbai
Entertainment tax	Entertainment tax	13.93	2006-2011	Supreme Court
Entertainment tax	Entertainment tax	48.99	2006-2011	Hon'ble High Court, Madhya Pradesh
Entertainment tax	Entertainment tax	7.15	2007-2011	Divisional Commissioner, Pune
Income tax Act, 1961	Assessment dues	6.54	2010-2011	Commissioner of Income Tax (Appeal)
Income tax Act, 1961	Assessment dues	178.72	2009-10	Hon'ble High Court, Allahabad
Income tax Act, 1961	Tax deducted at source	68.57	2007-2014	Commissioner of Income Tax (Appeal)
Income tax Act, 1961	Assessment dues	0.56	2004-2005	Income tax appellate tribunal, Mumbai
B.P.M.C. (Cess on entry of goods) Rules 1996	Cess tax	53.69	2008-2010	Deputy Commissioner NMMC Cess Department

In case of three subsidiary company and one joint venture incorporated in India, there are no material dues of sales tax, wealth tax, duty of customs, duty of excise, value added tax, and cess which have not been deposited with the appropriate authorities on account of any dispute.

(c) The Holding Company incorporated in India have been generally regular in transferring amounts to the Investor Education and Protection Fund in accordance with the relevant provisions of the Companies Act, 1956 (1 of 1956) and Rules made there under within time, except ₹ 8,476 required to be transferred to the Investor Education and Protection Fund, which is not transferred by the Holding Company. In case of subsidiary companies and joint ventures incorporated in India, there were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company in accordance with the relevant provisions of the Companies Act, 1956 (1 of 1956) and rules there under.

(viii) The consolidated accumulated losses of the Group at the end of the financial year are more than fifty percent of the consolidated net worth and the Group has incurred cash losses on a consolidated basis during the financial year covered by our audit and in the immediately preceding financial year.

(ix) In our opinion and opinion of other auditor and according to the information and explanations given to us and other auditor, the Holding company and one subsidiary company, have not defaulted in repayment of dues to its bankers or financial institutions and Holding company has not defaulted in repayment of dues to its debenture holders.

Other three subsidiary companies and two joint ventures incorporated in India have not borrowed money from any financial institution or bank or debentures. Thus, paragraph 3(ix) of this order does not apply to these companies.

(x) According to the information and explanations given to us and to other auditors, the Holding Company, subsidiary companies and joint ventures incorporated in India have not given guarantees for loans taken by others from banks and financial institutions.

(xi) In our opinion and according to the information and explanations given to us, the term loans have been applied by the Holding Company during the year for the purposes for which they were obtained. The subsidiary companies and joint ventures incorporated in India has not accepted any term loan during the year.

(xii) To the best of our knowledge and according to the information and explanations given to us and the other auditor, no fraud by the Holding Company, its subsidiary companies and joint ventures incorporated in India and no material fraud on the Holding Company, its subsidiary companies and joint ventures has been noticed or reported during the year.

For Chaturvedi & Shah
Chartered Accountants
Firm's Registration No: 101720W

Parag D. Mehta
Partner
Membership No: 113904

Mumbai
August 28, 2015

Consolidated balance sheet as at March 31, 2015

(Currency: ₹ in Millions)

	Note	March 31, 2015	March 31, 2014
EQUITY AND LIABILITIES			
Shareholders' funds			
(a) Share capital	2	**980.79**	980.79
(b) Reserves and surplus	3	**(15,519.51)**	(9,747.30)
		(14,538.72)	(8,766.51)
Minority interest		**133.56**	113.96
Non-current liabilities			
(a) Long-term borrowings	4	**6,198.83**	14,032.16
(b) Other long-term liabilities	5	**181.72**	221.03
(c) Long-term provisions	6	**45.34**	55.66
		6,425.89	14,308.85
Current liabilities			
(a) Short-term borrowings	7	**13,506.70**	6,638.25
(b) Trade payables	8	**1,399.73**	1,532.91
(c) Other current liabilities	9	**9,142.98**	2,892.51
(d) Short-term provisions	10	**30.72**	26.16
		24,080.13	11,089.83
TOTAL		**16,100.86**	16,746.13
ASSETS			
Non-current assets			
(a) Fixed assets	11		
(i) Tangible assets		**7,539.31**	7,865.33
(ii) Intangible assets		**101.41**	413.27
(iii) Capital work-in-progress		**207.91**	951.93
(b) Goodwill on consolidation		**517.90**	517.90
(c) Non-current investments	12	**3,060.58**	921.31
(d) Deferred tax assets (net)	13	**6.74**	5.98
(e) Long-term loans and advances	14	**1,584.58**	1,888.21
(f) Other non-current assets	15	**6.61**	41.91
		13,025.04	12,605.84
Current assets			
(a) Current investments	16	**31.52**	7.94
(b) Inventories	17	**83.84**	102.12
(c) Trade receivables	18	**1,633.01**	1,791.78
(d) Cash and bank balances	19	**394.08**	817.48
(e) Short-term loans and advances	20	**917.13**	1,229.13
(f) Other current assets	21	**16.24**	191.84
		3,075.82	4,140.29
TOTAL		**16,100.86**	16,746.13
The accompanying notes form an integral part of the financial statements.	1-50		

As per our report of even date.
For Chaturvedi & Shah
Chartered Accountants
Firms' Reg No. : 101720W

For and on behalf of the Board

Parag D. Mehta
Partner
Membership No.: 113904

Gautam Doshi
Director

Satish Kadakia
Whole-time Director

Mohan Umrotkar
Chief Financial Officer

Neelam Samant
Company Secretary

Mumbai
August 28, 2015

Mumbai
August 28, 2015

Consolidated statement of profit and loss for the year ended March 31, 2015

(Currency: ₹ in Millions)

	Note	For the year ended March 31, 2015	For the eighteen month period ended March 31, 2014
I. Revenue from operations	22	**5,088.80**	10,126.15
II. Other income	23	**281.74**	382.90
III. Total revenue (I+II)		**5,370.54**	10,509.05
IV. Expenses			
Direct operational expenses	24	**2,234.95**	4,038.14
Employee benefit expense	25	**1,062.95**	2,567.96
Finance costs (net)	26	**3,080.73**	4,198.65
Depreciation, amortisation and impairment expense	11	**1,752.41**	2,672.30
Other expenses	27	**3,083.21**	5,295.49
Total expenses		**11,214.25**	18,772.54
V. (Loss) before exceptional items and tax (III- IV)		**(5,843.71)**	(8,263.49)
VI. Exceptional items (Refer note 43)		**-**	(594.71)
VII. (Loss) before tax		**(5,843.71)**	(8,858.20)
VIII. (Loss) for the year / period of continuing operations before tax		**(2,404.73)**	(1,787.14)
IX. Tax expenses continuing operations			
Current tax		**39.60**	55.72
Deferred tax (credit)		**(0.66)**	(3.94)
(Excess) / Short provision for earlier year / period		**(1.20)**	(4.37)
X. (Loss) for the year / period of continuing operations after tax		**(2,442.47)**	(1,834.55)
XI. (Loss) for the year / period of Discontinuing Operations before tax (Refer Note 41 and 42)		**(3,438.98)**	(7,071.06)
XII. Tax expenses Discountinuing Operations		**-**	-
XIII. (Loss) for the year / period of Discontinuing Operations after tax		**(3,438.98)**	(7,071.06)
XIV. (Loss) after tax and before minority interest and share in associates		**(5,881.45)**	(8,905.61)
XV. Share of Minority		**29.68**	47.91
XVI. (Loss) before share in Associates		**(5,911.13)**	(8,953.52)
XVII.Share of loss in Associates		**47.82**	-
XVIII.(Loss) for the year/period		**(5,958.95)**	(8,953.52)
Earning per equity share (nominal value of share ₹ 5 (2014 : ₹ 5))			
Basic and diluted earnings per share ₹		**(30.84)**	(87.46)
(Refer note 36)			
Earning per equity share from continuing operations (nominal value of share ₹ 5 (2014 : ₹ 5))			
Basic and diluted earnings per share ₹		**(12.64)**	(17.92)
The accompanying notes form an integral part of the financial statements.	1-50		

As per our report of even date.
For Chaturvedi & Shah
Chartered Accountants
Firms' Reg No. : 101720W

For and on behalf of the Board

Parag D. Mehta
Partner
Membership No.: 113904

Gautam Doshi
Director

Satish Kadakia
Whole-time Director

Mohan Umrotkar
Chief Financial Officer

Neelam Samant
Company Secretary

Mumbai
August 28, 2015

Mumbai
August 28, 2015

Consolidated Cash Flow Statement for the year ended on March 31, 2015

(Currency: ₹ in Millions)

		For the year ended March 31, 2015	For the eighteen month period ended March 31, 2014
A.	**Cash flow from operating activities**		
	Net (loss) before tax	**(5,843.71)**	(8,858.20)
	Adjustment for:		
	Depreciation / amortisation / impairment	**1,752.41**	3,385.40
	Loss on sale / discarding of fixed assets (net)	**53.73**	0.30
	Finance cost (net)	**3,080.73**	4,198.65
	Interest income	**(171.34)**	(107.78)
	Bad debts / advances written-off	**120.56**	55.79
	Sundry balances written-off	**91.18**	3.60
	Provision for diminution in the value of investments	**-**	1.60
	Capital work in progress written off	**26.43**	293.57
	Provision for doubtful debts / advances	**179.08**	259.00
	Deferred revenue expenditure written-off	**69.36**	52.02
	Gain on sale of current investments	**(4.55)**	(35.74)
	Unrealised foreign exchange (gain)/Loss	**181.53**	(215.96)
		(464.59)	(967.75)
	Adjustment for:		
	(Increase) in trade receivables	**(16.04)**	(206.85)
	Decrease in other receivables	**364.77**	388.34
	Decrease / (Increase) in inventories	**15.68**	41.02
	(Decrease) / Increase in trade and other payable	**(268.08)**	(464.07)
	Cash used in operating activities	**(368.25)**	(1,209.31)
	Taxes paid (net of refunds)	**35.07**	(54.89)
	Net cash used in operating activities (A)	**(333.18)**	(1,264.20)
B.	**Cash flow from investing activities**		
	Purchase of fixed assets	**(421.49)**	(728.82)
	Proceeds from sale of fixed assets	**25.16**	65.14
	Withdrawls from partnership firm	**(2.72)**	32.24
	Proceeds on sale of non-current investments	**-**	41.45
	Investment in Associate	**(2,224.34)**	(125.71)
	Advance towards share application / purchase of shares	**(20.60)**	(89.03)
	Purchase / Sale of Current Investment	**(19.03)**	35.74
	Proceeds on disposal of non-current investements	**21.91**	-
	Interest income	**171.84**	109.37
	Cash used in investing activities	**(2,469.27)**	(659.62)
	Taxes paid (net of refunds)	**0.18**	(2.56)
	Net cash used in investing activities (B)	**(2,469.09)**	(662.18)

Consolidated Cash Flow Statement for the year ended on March 31, 2015

(Currency: ₹ in Millions)

		For the year ended March 31, 2015	For the eighteen month period ended March 31, 2014
C.	**Cash flow from financing activities**		
	(Repayment) / proceeds from short term borrowings (net) (Refer note 1 below)	**6,701.15**	(4,068.60)
	Repayment of long term borrowings	**(2,044.50)**	(6,946.57)
	Proceeds from long term borrowings	**-**	11,504.16
	Proceeds from issuance of Equity shares pursuant to Rights issue	**-**	5,883.31
	Rights issue related expenses	**-**	(25.92)
	Unclaimed Dividend paid	**(0.14)**	-
	Payment to minority	**-**	(50.31)
	Recovered from Reliance Broadcast Network Limited pursuant to demerger of Radio business	**-**	6.38
	Finance costs (net)	**(2,348.05)**	(4,385.66)
	Net cash flow from financing activities (C)	**2,308.46**	1,916.79
	Net increase / (decrease) in cash and cash equivalent (A+B+C)	**(493.81)**	(9.59)
	Cash and cash equivalents as at beginning of the period	**574.31**	569.90
	Cash and cash equivalents disposed on sale of subsidiaries / Joint Ventures	**13.69**	-
	Exchange gain / (loss) on cash and cash equivalents at the beginning of the year / period	**1.48**	14.00
	Cash and cash equivalents as at end of the year / period (Refer note 18)	**68.29**	574.31
		(493.81)	(9.59)

Note:

1) Amounts have been apportioned from loans towards subscription of equity shares of the Company pursuant to rights issue - ₹ 4,500

As per our report of even date.

For Chaturvedi & Shah
Chartered Accountants
Firms' Reg No. : 101720W

For and on behalf of the Board

Parag D. Mehta
Partner
Membership No.: 113904

Gautam Doshi
Director

Satish Kadakia
Whole-time Director

Mohan Umrotkar
Chief Financial Officer

Neelam Samant
Company Secretary

Mumbai
August 28, 2015

Mumbai
August 28, 2015

Notes to the consolidated financial statements for the year ended March 31, 2015

(Currency: ₹ in Millions)

Background

Reliance MediaWorks Limited ('Reliance MediaWorks' or 'the Company') was incorporated in 1987 as a Private Limited Company and is currently a Public Limited Company.

The equity shares of the Company were listed on BSE Limited and National Stock Exchange of India Limited till May 6, 2014. Reliance MediaWorks is primarily engaged in theatrical exhibition, film production services and television and film production and distribution and related services.

1. Significant accounting policies

1.1. Basis of preparation and consolidation

These consolidated financial statements relate to Reliance MediaWorks Limited ('the Company' / 'Parent Company'), its subsidiary companies, associates and joint ventures. The Company along with its subsidiaries, associates and joint ventures constitute 'the Group'.

The audited financial statements of the subsidiaries, joint venture and associates used in the consolidation are for the same reporting period as the Company. These financial statements are audited by the auditors of the respective entities.

These consolidated financial statements are prepared to comply with the Generally Accepted Accounting Principles in India (Indian GAAP), including the Accounting Standards notified under the relevant provisions of the Companies Act, 2013. The financial statements are prepared on accrual basis under the historical cost convention, except for certain Fixed Assets which are carried at revalued amounts. The consolidated financial statements are presented in Indian Rupees in million except per share data and where mentioned otherwise.

1.2. Principles of consolidation

The consolidated financial statements are prepared in accordance with AS 21 – 'Consolidated Financial Statements', AS 23 - 'Accounting for Investments in Associates in Consolidated Financial Statements' and AS 27 – 'Financial Reporting of Interest in Joint Ventures'. Consolidated financial statements are prepared using uniform accounting policies for transactions and other events in similar circumstances except where it is not practicable to do so. The consolidated financial statements are presented, to the extent possible, in the same format as that adopted by the Parent Company for its independent financial statements. The consolidated financial statements have been consolidated on the following basis:

Subsidiaries

The excess of cost to the Group of its investment in subsidiaries over its portion of equity in the subsidiaries at the respective dates on which investments in such subsidiaries was made is recognised in the financial statements as goodwill and any excess of assets over the investment of the Group in a subsidiary is transferred to Capital reserve. The Group's portion of equity in the subsidiaries is determined on the basis of the book value of assets and liabilities as per the financial statements of the subsidiaries as on the date of the investment.

The financial statements of the Parent Company and its subsidiaries have been combined on a line-by-line basis by adding together the book values of like items of assets, liabilities, income and expenses, after eliminating intra-group balances / transactions and resulting unrealised profits in full. The amounts shown in respect of reserves/accumulated losses comprise the reserve / accumulated losses as per the Balance sheet of the Parent Company and its share in the post-acquisition increase / decrease in the relevant reserve/ accumulated losses of the subsidiaries.

The amount of Goodwill and Capital reserve are presented on a net basis for each subsidiary.

Minority interest's share of profits or losses is adjusted against the income to arrive at the net income attributable to the shareholders. Minority interest's share of net assets is disclosed separately in the consolidated Balance sheet.

- Current year, group has sold its entire interest in Phoenix Big Cinemas Management LLC and Big Cinemas Phoenix LLC.
- Current year, group has dissolved step down subsidiaries namely, Big Cinemas Exhibition LLC and Reliance MediaMarketing Communication LLC.
- Current year, one of the step down subsidiary namely Reliance Lowry Digital Imaging Services Inc. was transferred from one subsidiary namely Reliance MediaWorks (USA) Inc. to another subsidiary namely Reliance MediaWorks (Mauritius) Limited w.e.f. November 7, 2014.
- Previous period, the Group has incorporated one subsidiary – Reliance MediaWorks Creative Services Limited.

Joint venture entities

Interests in jointly controlled entities are accounted for using the proportionate consolidation method.

Notes to the consolidated financial statements for the year ended March 31, 2015

(Currency: ₹ in Millions)

1. Significant accounting policies (continued)

The list of subsidiaries considered in these consolidated financial statements with percentage holding is summarised below:

Sr. No	Name of the Subsidiary	Country of Incorporation	Ownership interest 2015	Ownership Interest in 2014
1	Reliance MediaWorks Theatres Limited	India	100%	100%
2	Global MediaWorks (UK) Limited	United Kingdom	100%	100%
3	Reliance MediaWorks (USA), Inc.	United States of America	100%	100%
4	Reliance MediaWorks (Netherlands) B.V.	The Netherlands	100%	100%
5	Reliance MediaWorks (Mauritius) Limited	Mauritius	100%	100%
6	Big Synergy Media Limited	India	51%	51%
7	Gener8 India Media Services Limited (formerly known as Reliance MediaWorks Entertainment Services Limited)	India	100%	100%
8	Reliance Media Consultant Private Limited	India	100%	100%
9	Cinema Ventrues Private Limited (formerly known as Reliance MediaVentures Private Limited)	India	100%	100%
10	Reliance MediaWorks Creative Services Limited^	India	100%	100%

^This subsidiary was a step down subsidiary till July 18, 2014.

The List of step-down subsidiaries considered in these consolidated financial statements with percentage shareholding is summarised below:

Sr. No	Name of the Subsidiary	Country of incorporation	Ownership Interest in 2015	Ownership Interest in 2014
1	BIG Cinemas Entertainment LLC	United States of America	100%	100%
2	BIG Cinemas Entertainment (DE) LLC	United States of America	100%	100%
3	BIG Cinemas Laurel LLC	United States of America	100%	100%
4	BIG Cinemas Falls Church LLC	United States of America	100%	100%
5	BIG Cinemas Norwalk LLC	United States of America	100%	100%
6	BIG Cinemas Galaxy LLC	United States of America	100%	100%
7	BIG Cinemas Sahil LLC	United States of America	97%	97%
8	BIG Cinemas SAR LLC	United States of America	51%	51%
9	Phoenix BIG Cinemas Management LLC (upto December 31, 2014)	United States of America	-	51%
10	BIG Cinemas Phoenix LLC (upto December 31, 2014)	United States of America	-	51%
11	BIG Cinemas Exhibition LLC (upto March 4, 2015)	United States of America	-	100%
12	BIG Cinemas IMC LLC	United States of America	100%	100%
13	Big Pictures USA Inc.$	United States of America	100%	100%
14	Reliance Media and Marketing Communications LLC (upto March 4, 2015)	United States of America	-	100%
15	Reliance Lowry Digital Imaging Services Inc.*	United States of America	100%	100%
16	Reliance Media Works VFX Inc.	United States of America	100%	100%
17	Reliance MediaWorks Creative Services Limited	India	-	100%

* - 90% of the outstanding shares are held by Reliance MediaWorks (Mauritius) Limited which was previously held by another subsidiary Reliance MediaWorks (USA) Inc.

$ - This subsidiary does not have any transactions since the date of incorporation.

Notes to the consolidated financial statements for the year ended March 31, 2015

(Currency: ₹ in Millions)

1. Significant accounting policies (continued)

The list of Joint venture entities considered in these consolidated financial statements with percentage shareholding is summarised below:

Sr. No	Name of the Joint Venture	Country of Incorporation	Ownership Interest in 2015	Ownership Interest in 2014
1	Swanston Multiplex Cinemas Private Limited	India	50%	50%
2	Divyashakti Marketing Private Limited	India	50%	50%

Associates –

1) Current year, the Parent Company has acquired 23.57 % holding in Prime Focus Limited which is treated as Associate with effect from 20th January, 2015.

2) A subsidiary of the Parent Company holds 30% interest in Digital Domain – Reliance LLC, which was treated as an Associate with effect from October 1, 2012. As a part of sale of Film and Media Services to Prime Focus Limited, company has transferred its investment in Digital Domain – Reliance LLC with effect from 7th April 2015. Considering this fact it continues to consolidate its interest in the Digital Domain - Reliance LLC based on standalone financial statement of Digital Domain – Reliance LLC.

1.3. Use of estimates

The preparation of financial statements in conformity with generally accepted accounting principles ('GAAP') in India requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent liabilities on the date of the financial statements and the reported amount of income and expenses during the reported period. The estimates and assumptions used in the accompanying financial statements are based upon management's evaluation of relevant facts and circumstances as at the date of the financial statements, which in its opinion are prudent and reasonable. Actual results could differ from those estimates. Any revision to accounting estimates is recognised prospectively in current and future periods.

1.4. Goodwill on consolidation

The excess of cost to the Parent company of its investments over its portion of equity in the subsidiaries / joint ventures / associates, as at the date on which the investment was made, is recognised as goodwill in the consolidated financial statements. The Parent Company's portion of equity in the subsidiaries / joint Ventures / associates is determined on the basis of the book value of assets and liabilities as per the financial statements of the subsidiaries as on the date of investment.

Goodwill is reviewed for a decline other than temporary in its carrying value, whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. The Group assesses the recoverability of goodwill by reference to the valuation methodology adopted by it on the acquisition date, which included strategic and synergic factors that were expected to enhance the enterprise value. Accordingly, the Group would consider that there exists a decline other than temporary in the carrying value of goodwill when, in conjunction with its valuation methodology, its expectations with respect to the underlying acquisitions it has made deteriorates with adverse market conditions.

1.5. Fixed assets and depreciation / amortisation

a) Tangible assets

Tangible fixed assets are stated at cost and / or revalued amount in accordance with scheme of amalgamation less accumulated depreciation and any provision for impairment. Cost includes freight, duties, taxes (other than those recoverable from tax authorities) and other expenses related directly / indirectly to the acquisition / construction and installation of the fixed assets for bringing the asset to its working condition for its intended use.

Depreciation on fixed assets is provided on the straight line method over the useful life of the assets as prescribed in Schedule II of the Companies Act, 2013. Leasehold improvements / buildings are depreciated over the lower of useful life of the asset and lease term, on a straight line basis.

Reliance MediaWorks (USA) Inc provides depreciation and amortisation using the straight line method over the following estimated useful life:

Leasehold Improvement – Term of lease
Equipment – 10 years to 14.14 years
Furniture and fixture – 10 years
Computer hardware and software – upto 5 years
Individual assets costing upto 0.005 are depreciated fully in the year of acquisition.

b) Intangible assets

Intangible assets, all of which have been acquired / created and are controlled through custody or legal rights, are capitalised at cost, where they can be reliably measured. Where capitalised, intangible assets are regarded as having a limited useful economic life and the cost is amortised over the lower of useful life and ten years.

Notes to the consolidated financial statements for the year ended March 31, 2015

(Currency: ₹ in Millions)

1. Significant accounting policies (continued)

Application software purchased, which is not an integral part of the related hardware, is shown as intangible assets and amortised on a straight line basis over its useful life, not exceeding five/ ten years, as determined by management.

Film rights comprise negative rights and distribution rights in films and are for a contractually specified mode of exploitation, period and territory and are stated at cost less accumulated amortisation. Cost of film rights comprises original purchase price / minimum guarantee. Cost is ascertained on specific identification basis where possible. In case multiple films / rights are acquired for a consolidated amount, cost is allocated to each film / right based on management's best estimates.

The individual film forecast method is used to amortise the cost of film rights acquired. Under this method, costs are amortised in the proportion that gross revenues realised bear to management's estimate of the total gross revenues expected to be received. If estimates of the total revenues and other events or changes in circumstances indicate that the realisable value of a right is less than its unamortised cost, a loss is recognised for the excess of unamortised cost over the film right's realisable value.

In respect of unreleased films, payments towards film rights are classified under capital advances as the amounts are refundable in the event of non-release of the film.

Internally generated software is capitalised by the Group and amortised over its estimated useful life of five / ten years.

Purchased goodwill is recognised by the Group on the basis of excess of purchase consideration paid over the value of assets acquired at the time of acquisition of business and is amortised over its estimated useful life not exceeding ten years.

1.6. Impairment

In accordance with AS 28 – 'Impairment of Assets', where there is an indication of impairment of the Group's asset, the carrying amounts of the Group's assets are reviewed at each Balance sheet date to determine whether there is any impairment. The recoverable amount of the asset (or where applicable, that of the cash generating unit to which the asset belongs) is estimated as the higher of its net selling price and its value in use. An impairment loss is recognised whenever the carrying amount of an asset or a cash generating unit exceeds its recoverable amount. Impairment loss is recognised in the statement of profit and loss.

If at the balance sheet date there is an indicator that a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at the recoverable amount subject to a maximum of the depreciated historical cost.

Value in use is the present value of estimated future cash flows expected to arise from the continuing use of the asset and from its disposal at the end of its useful life.

1.7. Investments

Long-term investments are carried at cost. A provision for diminution is made to recognise a decline, other than temporary, in the value of long-term investments and is determined separately for each individual investment.

Current investments are carried at lower of cost and fair value.

1.8. Inventories

Inventories (comprising of food and beverage items, chemicals, negative film rolls, xenon lamps and stores and spares related to theatrical exhibition / film production services business etc.) are stated at the lower of cost and net realisable value. Cost is determined on the first-in first-out (FIFO) basis except in the case of Reliance MediaWorks (USA), Inc. (and its subsidiaries) wherein the Group uses the weighted average method.

Inventory of DVDs is stated at lower of cost or net realisable, value wherein cost is determined using weighted average method.

Inventory of content cost not aired is stated at lower of cost and net realisable value.

1.9. Employee benefits

Short term employee benefits:

All employee benefits payable wholly within twelve months of rendering the service are classified as short term employee benefits. The undiscounted amount of short term employee benefits expected to be paid in exchange for the services rendered by employees are recognised as an expense during the year/period.

Long term employee benefits:

Provident fund and other schemes

The Group's state governed provident fund scheme, employee state insurance scheme and labour welfare fund are defined contribution plans. The contribution paid / payable under the schemes is recognised during the year/period in which the employee renders the related service.

(Currency: ₹ in Millions)

1. Significant accounting policies (continued)

Gratuity Plan

The Group's gratuity benefit scheme is a defined benefit plan. The Group's net obligation in respect of the gratuity benefit scheme is calculated by estimating the amount of future benefit that employees have earned in return for their service in the current and prior years; that benefit is discounted to determine its present value and the fair value of any plan assets is deducted.

The present value of the obligation under such defined benefit plan is determined based on actuarial valuation using the projected unit credit method.

The obligation is measured at the present value of the estimated future cash flows. The discount rates used for determining the present value of the obligation under defined benefit plan, are based on the market yields on Government securities as at the Balance sheet date.

Actuarial gains and losses are recognised immediately in the statement of profit and loss.

Other Long term employment benefits:

Compensated absences which are not expected to occur within twelve months after the end of the year in which the employee renders the related services are recognised as a liability at the present value of the defined benefit obligation at the Balance sheet date, determined based on actuarial valuation using projected unit credit method. The discount rates used for determining the present value of the obligation under defined benefit plan, are based on the market yields on Government Securities as at the Balance sheet date.

1.10. Revenue recognition

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Group and the revenue can be reliably measured. The amount recognised as revenue is exclusive of value added tax, service tax and net of trade discounts.

Amount of entertainment tax is shown as a reduction from revenue.

Film production services

Revenue from processing / printing of cinematographic films is recognised upon completion of the related processing / printing.

Revenue from processing of digital content is recognised using the proportionate completion method. Use of the proportionate completion method requires the Group to estimate the efforts expended to date as a proportion of the total efforts to be expended. Efforts expended have been used to measure progress towards completion, as there is a direct relationship between efforts expended and contracted output.

Sale of traded goods is recognised when the risks and rewards of ownership are passed on to the customer, which generally coincides with the dispatch of goods.

Income from equipment / facility rental is recognised over the period of the relevant agreement/ arrangement.

Theatrical exhibition and related income

Sale of tickets

Revenue from theatrical exhibition is recognised on the date of the exhibition of the films and comprises proceeds from sale of tickets, gross of entertainment tax. As the Group is the primary obligor with respect to exhibition activities, the share of distributors in these proceeds is separately disclosed as distributors' share.

Amount of entertainment tax is shown as a reduction from revenue where applicable.

Revenue from gift cards is recognised on the basis of availing the facility by the customer. At the time of sale, the amounts received are recognised as deferred revenue.

Share of profit in partnership firm is recognised on the basis of audited financial statement of the Partnership firm.

Sale of food and beverages

Revenue from sale of food and beverages is recognised upon sale and delivery at the counter.

Advertisement/ sponsorship revenue

Revenue from advertisements, sponsorship and events is recognised on the date of the exhibition of the advertisement / event, over the period of the contract or on completion of the Group's obligations, as applicable.

Management fee is recognised as revenue on a time proportion basis as per the relevant agreement.

Television / film production, distribution and related income

Television / film production and related income

Notes to the consolidated financial statements for the year ended March 31, 2015

(Currency: ₹ in Millions)

1. Significant accounting policies (continued)

Revenue from sale of content/ motion picture is accounted for on the date of agreement to assign / sell the rights in the concerned motion picture / content or on the date of release of the content/ motion picture, whichever is later. Program sales are accounted on the delivery of tape to the channel.

Income from film distribution activity

In case of distribution rights of motion picture/ content, revenue is recognised on the date of release / exhibition.

Revenue from other rights such as satellite rights, overseas rights, music rights, video rights, etc. is recognised on the date when the rights are made available to the assignee for exploitation.

Revenue from sale of VCDs/ DVDs, etc is recognised when the risks and rewards of ownership are passed on to the customer, which generally coincides with the dispatch of the products.

Interest income/ income from film financing

Interest income, including from film / content related production financing, is recognised on a time proportion basis at the rate implicit in the transaction.

Dividend income

Dividend income is recognised when the right to receive dividend is unconditional at the Balance sheet date.

Marketing rights

Amounts received in lieu of future marketing rights sale are recognised as income in the period of entering into the contract.

1.11. Foreign currency transactions

Transactions denominated in foreign currency are recorded at the exchange rate prevailing on the date of the transactions. Exchange differences arising on foreign exchange transactions settled during the year/period are recognised in the statement of profit and loss of the year/period.

Monetary assets and liabilities denominated in foreign currencies as at the Balance sheet date are translated at the closing exchange rates on that date; the resultant exchange differences are recognised in the statement of profit and loss except in case of exchange differences arising on translation of monetary items which form part of Company's net investment in a non-integral foreign operation which is accumulated in a 'Foreign currency translation reserve' until its disposal.

Non-monetary items which are carried at historical cost denominated in a foreign currency are reported using the exchange rate at the date of the transaction.

Forward contracts are entered into to hedge the foreign currency risk of the underlying transaction. The premium or discount on all such contracts arising at the inception of each contract is amortised as income or expense over the life of the contract. Exchange difference on forward contracts is recognised as income or expense in the statement of profit and loss of the year/ period. Any profit or loss arising on the cancellation and renewal of forward contract is recognised as income or expense for the year/period.

1.12. Foreign currency translation

The consolidated financial statements are reported in Indian Rupees in accordance with AS-11 – 'The Effects of Changes in Foreign Exchange Rates' which specifies translation of foreign subsidiaries on the basis of their classification as integral / non-integral to the operations of the Parent Company.

The foreign subsidiaries in Netherlands and United Kingdom, fall in the criteria of integral operations and the translation of the local currency financials of each integral foreign subsidiary within the Group into Indian Rupees is performed in respect of assets and liabilities other than fixed assets, using the exchange rate in effect at the Balance sheet date and for revenue and expense items other than the depreciation costs, using average exchange rate during the reporting period. Net exchange difference resulting from the above translation of the financial statements of integral foreign subsidiaries is recognised in the consolidated statement profit and loss. Fixed assets are translated at exchange rates on the date of the transaction and depreciation on fixed assets is translated at exchange rates used for translation of the underlying fixed assets.

The foreign subsidiaries in the United States of America and Mauritius fall in the criteria of non-integral foreign operations wherein the translation of the local currency balances of the assets and liabilities are translated at the exchange rate in effect at the Balance sheet date and for revenue and expense items at the average exchange rate during the reporting period. Net exchange differences resulting from the above translation of the financial statements is accumulated in a 'Foreign currency translation reserve', disclosed as Reserves and surplus. The amount accumulated will be held in this account till the time of disposal of the net investment in the subsidiary.

1.13. Earning per share

In determining earning per share, the Group considers the net result after tax and includes the post tax effect of any extraordinary / exceptional item. The number of shares used in computing basic earning per share is the weighted average

Notes to the consolidated financial statements for the year ended March 31, 2015

(Currency: ₹ in Millions)

1. Significant accounting policies (continued)

number of shares outstanding during the year/period. The number of shares used in computing diluted earning per share comprises the weighted average number of shares considered for deriving basic earnings per share and also the weighted average number of shares that could have been issued on the conversion of all dilutive potential equity shares unless the results would be anti-dilutive. Dilutive potential equity shares are deemed converted as of the beginning of the year/period, unless issued at a later date.

1.14. Taxation

Income-tax expense comprises current tax expense computed in accordance with the relevant provisions of the Income tax Act, 1961 / local Income tax regulations of the respective countries of operation of the Group and deferred tax charge or credit.

Current tax provision is made based on the tax liability computed after considering tax allowances and exemptions, in accordance with the Income tax Act, 1961 / local Income tax regulations of the respective countries of operation of the Group. Deferred tax charge or credit and the corresponding deferred tax liability or asset is recognised for timing differences between the profits/ losses offered for income tax and profits/ losses as per the financial statements. Deferred tax assets and liabilities are measured using the tax rates and tax laws that have been enacted or substantively enacted at the Balance sheet date.

Deferred tax assets are recognised only to the extent there is reasonable certainty that the assets can be realised in future. However, where there is unabsorbed depreciation or carried forward loss under taxation laws, deferred tax assets are recognised only if there is a virtual certainty of realisation of such assets. Deferred tax assets are reviewed as at each Balance sheet date and written down/up to reflect the amount that is reasonably / virtually certain (as the case may be) to be realised.

1.15. Share issue / Foreign Currency Convertible Bonds ('FCCB') issue expenses and premium on redemption

Share / FCCB issue expenses incurred and premium payable on FCCB are adjusted in the period of issue against the Securities premium reserve.

1.16. Provisions and contingencies

Provisions comprise liabilities of uncertain timing or amount. Provisions are recognised when the Group recognises it has a present obligation as a result of past events, it is more likely than not that an outflow of resources will be required to settle the obligation and the amount can be reasonably estimated.

A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not require an outflow of resources. When there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

Loss contingencies arising from claims, litigation, assessment, fines, penalties, etc. are recorded when it is probable that a liability has been incurred and the amount can be reasonably estimated.

1.17. Leases

Operating leases - Rental expenses in non-cancellable arrangements / agreements with scheduled rent increases are recorded on a straight line basis over the lease term.

Finance leases - The lower of the fair value of the assets and present value of the minimum lease rentals is capitalised as Fixed Assets with corresponding amount shown as liabilities for leased assets. The principal component in lease rental in respect of the above is adjusted against liabilities for leased assets and the interest component is recognised as an expense in the year.

1.18. Borrowing costs

Borrowing costs that are attributable to the acquisition, construction or production of qualifying assets are capitalised as part of the cost of such assets. A qualifying asset is one that necessarily takes a substantial period of time to get ready for its intended use. All other borrowing costs are charged to revenue.

1.19. Commercial papers

Commercial Papers issued are recognised as a liability, at the amount of cash received at the time of issuance, i.e., discounted value. The discount is amortised as interest cost over the period of the commercial paper, at the rate implicit in the transaction.

Notes to the consolidated financial statements for the year ended March 31, 2015

(Currency: ₹ in Millions)

	March 31, 2015	March 31, 2014
2 Share capital		
Authorised		
480,000,000 (2014: 480,000,000) equity shares of ₹ 5/-each	**2,400.00**	2,400.00
20,000,000 (2014: 20,000,000) preference shares of ₹ 5/-each	**100.00**	100.00
	2,500.00	2,500.00
Issued, Subscribed and paid-up capital		
193,208,831 (2014: 193,208,831) equity shares of ₹ 5/- each, fully paid-up	**966.04**	966.04
2,950,000 (2014: 2,950,000) 10 % redeemable non convertible non cumulative preference shares (Preference shares) of ₹ 5/- each, fully paid-up (Refer note 29)	**14.75**	14.75
(Refer notes (a) to (f) below)	**980.79**	980.79

a. Reconciliation of shares outstanding at the beginning and at the end of the year/period

Equity Shares

	March 31, 2015		March 31, 2014	
	Number of Shares in millions	₹ in Millions	Number of Shares in millions	₹ in Millions
At the commencement of the year/period	**193.21**	**966.04**	46.13	230.63
Share issued during the year/period pursuant to rights issue	**-**	**-**	147.08	735.41
At end of the year/period	**193.21**	**966.04**	193.21	966.04

Preference Shares

	March 31, 2015		March 31, 2014	
	Number of Shares in millions	₹ in Millions	Number of Shares in millions	₹ in Millions
At the commencement of the year/period	**2.95**	**14.75**	2.95	14.75
Share issued during the year/period	**-**	**-**	-	-
At end of the year/period	**2.95**	**14.75**	2.95	14.75

b. Rights, preferences and restriction attached to equity shares

The Company has only one class of equity shares having par value of ₹ 5 per share. Each equity holder is entitled to one vote per share. The Company declares and pays dividends, if any, in Indian Rupees. The dividend proposed, if any by the Board of the Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting.

In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

c. Rights, preferences and restriction attached to Preference shares

Preference shares shall be redeemed at the end of 20 years from the date of allotment i.e. each Preference share shall be redeemed at a premium calculated in a manner that gives the holder an yield of 10% p.a. (till date of redemption) on issue price of ₹ 1,000 (including premium of ₹ 995) after deduction of dividend, if any declared during the tenure. However, the premium on redemption will be paid only to the original subscribers or to the transferees if the transfers have been previously approved by the Company.

Further early redemption at the option of holder of Preference shares can be done, at issue price plus yield as mentioned above, at any time after the date of allotment by giving not less than two months advance notice to the Company. Early redemption at the option of Company at the applicable redemption price can be done, any time after the date of allotment by giving not less than 30 days notice to the Preference share holder.

Notes to the consolidated financial statements for the year ended March 31, 2015

(Currency: ₹ in Millions)

2. Share capital (continued)

(d) Equity shares held by the Holding Company

	March 31, 2015		March 31, 2014	
	Number of Shares in millions	% holding in the class	Number of Shares in millions	% holding in the class
Reliance Land Private Limited	**182.02**	**94.21%**	140.68	72.81%

(e) Names of shareholders holding more than 5% of equity share in the Company

Reliance Land Private Limited	**182.02**	**94.21%**	140.68	72.81%
Reliance Capital Limited	**-**	*****	36.25	18.76%

*Less than 5% holding

(f) Names of shareholders holding more than 5% of Preference share in the Company

Reliance Infocomm Engineering Private Limited	**1.20**	**40.68%**	1.20	40.68%
Crest Logistics and Engineers Private Limited (Formerly known as Rel Utility Engineers Private Limited)	**1.75**	**59.32%**	1.75	59.32%

3. Reserves and surplus

	March 31, 2015	March 31, 2014
Securities premium reserve		
At the commencement of the year/period	**12,743.43**	7,621.46
Add: Premium on issuance of equity shares pursuant to Rights issue	**-**	5,147.89
Less: Share issue expenses	**-**	25.92
At the end of the year/period	**12,743.43**	12,743.43
Capital redemption reserve		
At the commencement and the end of the year/period	**120.00**	120.00
Capital reserve - I		
At the commencement and at the end of the year/period	**3.39**	3.39
Capital reserve - II		
At the commencement and at the end of the year/period	**582.62**	582.62
Foreign currency translation reserve		
At the commencement and at the end of the year/period	**61.91**	65.46
Add: Foreign currency translation gain on translation of monetary investment in non-integral operations (net)	**200.95**	(3.55)
At the end of the year/period	**262.86**	61.91
General reserve		
At the commencement of the year/period	**106.69**	91.19
Transferred from statement of profit and loss	**14.50**	15.50
At the end of the year/period	**121.19**	106.69
(Deficit) in Statement of profit and loss		
At the commencement of the year/period	**(23,365.34)**	(14,385.78)
Loss for the period, as per Statement of profit and loss	**(5,958.95)**	(8,953.52)
	(29,324.29)	(23,339.30)
Dividend tax on dividend on equity shares of a subsidiary	**(13.32)**	(10.54)
Transitional Depreciation	**(0.89)**	-
Transfer to General reserve	**(14.50)**	(15.50)
At the end of the year/period	**(29,353.00)**	(23,365.34)
	(15,519.51)	(9,747.30)

Notes to the consolidated financial statements for the year ended March 31, 2015

(Currency: ₹ in Millions)

		March 31, 2015	March 31, 2014
4.	**Long-term borrowings**		
	(Refer note 31)		
	Non convertible debentures (secured) (Refer note 29, 31 (i) and (xi))	**-**	1,250.00
	Term loans		
	- From banks (secured) (Refer note 31 (ii),(iii),(iv), (vii) and (xi))	**5,700.00**	5,953.75
	Other loans and advances		
	- From other parties (secured) (Refer note 31 (viii) and (ix))	**-**	13.77
	Inter-corporate deposit (unsecured) (Refer note 31 (x))	**-**	5,500.00
	Long-term maturities of finance lease obligations (Refer note 31 (vi))	**498.83**	1,314.64
		6,198.83	14,032.16
	Current maturities of long-term debts (Refer note 9)		
	Non convertible debentures (secured) (Refer note 29, 31 (i) and (xi))	**1,250.00**	1,250.00
	Non convertible debentures (unsecured) (Refer note 29 and 31 (v))	**-**	55.00
	Term loans		
	- From banks (secured) (Refer note 31 (ii),(iii),(iv), (vii) and (xi))	**253.75**	552.23
	Other loans and advances		
	- From other parties (secured) (Refer note 31 (viii) and (ix))	**2.30**	16.10
	Inter-corporate deposit (unsecured) (Refer note 31 (x))	**5,173.00**	-
	Current maturities of finance lease obligations (Refer note 31 (vi))	**815.81**	-
		7,494.86	1,873.33
5	**Other long-term liabilities**		
	Lease rent liability as per AS 19 - "Leases"	**160.00**	190.47
	Security deposit / advances from customers	**21.72**	30.56
		181.72	221.03
6	**Long-term provisions**		
	Provision for employee benefits		
	Leave encashment	**31.62**	41.75
	Gratuity	**13.72**	13.91
	(Refer note 10 and 39)	**45.34**	55.66
7	**Short term borrowings**		
	(Refer note 32)		
	Loans repayable on demand		
	From banks		
	- Cash Credit (secured) (Refer note 32 (i), (ii) and (v))	**92.23**	228.46
	- Cash Credit (unsecured) (Refer note 32 (iii))	**116.32**	-
	Other loans and advances		
	- From Others (secured) (Refer note 32 (iv), (vi) and (vii))	**2,270.00**	1,770.00
	- From Banks (unsecured) (Refer note 32 (ix))	**117.63**	108.97
	Inter-corporate deposit (unsecured) (Refer note 32 (viii)	**10,910.52**	4,530.82
		13,506.70	6,638.25
8	**Trade payables**		
	Due to micro, small and medium enterprises (Refer note 30)	**1.23**	5.77
	Others	**1,398.50**	1,527.14
		1,399.73	1,532.91

Notes to the consolidated financial statements for the year ended March 31, 2015

(Currency: ₹ in Millions)

9 Other current liabilities

	March 31, 2015	March 31, 2014
Current maturities of long-term debts (Refer note 4)	**7,494.86**	1,873.33
Interest accrued and due on borrowings	**758.78**	136.38
Interest accrued but not due on borrowings	**239.88**	129.60
Unclaimed dividend	**0.67**	0.81
Advance received from customers	**141.63**	163.91
Dues for capital expenditure	**116.02**	131.30
Temporary book overdraft	**94.52**	-
Unearned income	**18.51**	18.60
Lease rent liability	**8.31**	13.96
Statutory dues	**187.39**	169.26
Employee benefits payable	**33.78**	68.17
Others	**48.63**	187.19
	9,142.98	2,892.51

10 Short-term provisions

	March 31, 2015	March 31, 2014
Tax on proposed dividend	**13.32**	-
Leave encashment (Refer note 6 and 39)	**17.40**	26.16
	30.72	26.16

Notes to the consolidated financial statements for the year ended March 31, 2015

11. Tangible and Intangible assets

(Currency: ₹ in Millions)

Particulars	Gross block					Accumulate depreciation / amortisation / impairment					Net Block	
	As at April 1, 2014	Additions during the year/period	Deductions during the year/period	Exchange differences	As at March 31, 2015	As at March 31, 2014#	Charge for the year / period@	Depreciation on assets sold / discarded	Exchange differences	As at March 31, 2015	As at March 31, 2015	As at March 31, 2014
I. Owned Assets												
A .Tangible assets												
Leasehold land	865.67	-	-	-	**865.67**	1.85	0.24	-	-	**2.09**	**863.58**	863.82
Buildings:							–	–	-			
Leasehold	5,163.32	997.72	639.39	24.79	**5,546.44**	1,992.12	336.11	602.05	35.79	**1,761.97**	**3,784.47**	3,171.20
Freehold	272.74	-	-	-	**272.74**	193.21	33.23	-	-	**226.44**	**46.30**	79.53
Plant and machinery	5,151.70	148.34	339.40	36.71	**4,997.35**	3,166.47	647.08	369.38	42.80	**3,486.97**	**1,510.38**	1,985.23
Office Equipment	238.49	4.34	12.25	-	**230.58**	106.22	93.79	10.40	-	**189.61**	**40.97**	132.27
Furniture and fixtures	1,417.04	22.53	199.79	9.45	**1,249.23**	498.83	117.34	171.55	7.35	**451.97**	**797.26**	918.21
Vehicles	23.63	-	1.60	0.03	**22.06**	12.84	4.25	1.36	0.02	**15.75**	**6.31**	10.79
Total Owned Assets	**13,132.59**	**1,172.93**	**1,192.43**	**70.98**	**13,184.07**	**5,971.54**	**1,232.04**	**1,154.74**	**85.96**	**6,134.80**	**7,049.27**	**7,161.05**
Previous period	12,887.60	358.47	261.35	147.87	**13,132.59**	3,950.88	2,133.58	197.20	84.28	**5,971.54**	**7,161.05**	8,936.72
B. Leased Assets												
Plant and machinery	588.75	-	-	-	**588.75**	62.47	122.63	-	-	**185.10**	**403.65**	526.28
Office Equipment	26.84	-	-	-	**26.84**	5.81	17.81	-	-	**23.62**	**3.22**	21.03
Furniture and fixtures	174.41	-	-	-	**174.41**	17.44	73.80	-	-	**91.24**	**83.17**	156.97
Total Leased Assets	**790.00**	**-**	**-**	**-**	**790.00**	**85.72**	**214.24**	**-**	**-**	**299.96**	**490.04**	**704.28**
Previous period	-	790.00	-	-	**790.00**	-	85.72	-	-	**85.72**	**704.28**	-
Total Tangible Assets	**13,922.59**	**1,172.93**	**1,192.43**	**70.98**	**13,974.07**	**6,057.26**	**1,446.28**	**1,154.74**	**85.96**	**6,434.76**	**7,539.31**	**7,865.33**
Previous period	12,887.60	1,148.47	261.35	147.87	**13,922.59**	3,950.88	2,219.30	197.20	84.28	**6,057.26**	**7,865.33**	8,936.72
II. Intangible Assets												
Goodwill	579.69	-	461.26	20.20	**138.63**	579.01	12.90	473.48	20.20	**138.63**	**-**	0.68
Distribution rights	1,671.22	-	40.46	1.77	**1,632.53**	1,671.22	-	40.46	1.77	**1,632.53**	**-**	-
Negative rights	1,245.24	-	-	-	**1,245.24**	1,245.24	-	-	-	**1,245.24**	**-**	-
Computer software	565.51	-	146.82	46.39	**465.08**	442.24	149.07	141.43	15.20	**465.08**	**-**	123.27
Computer software	712.55	4.27	46.61	1.94	**672.15**	423.23	144.16	-	3.35	**570.74**	**101.41**	289.32
Total Intangible Assets	**4,774.21**	**4.27**	**695.15**	**70.30**	**4,153.63**	**4,360.94**	**306.13**	**655.37**	**40.52**	**4,052.22**	**101.41**	**413.27**
Previous period	4,542.81	112.18	2.61	121.83	**4,774.21**	3,653.23	629.82	1.32	79.21	**4,360.94**	**413.27**	889.58
Total Assets	**18,696.80**	**1,177.20**	**1,887.58**	**141.28**	**18,127.70**	**10,418.20**	**1,752.41**	**1,810.11**	**126.48**	**10,486.98**	**7,640.72**	**8,278.60**
Previous period	17,430.41	1,260.65	263.96	269.70	**18,696.80**	7,604.11	2,849.12	198.52	163.49	**10,418.20**	**8,278.60**	9,826.30
Capital work-in-progress											**207.91**	951.93

\# - Includes opening provision for impairment - ₹ 55.17

@ - Includes ₹ 188.46 provided as exception items in the previous period (Refer note 43)

Notes:

1) The amount for discounted cash flows with respect to the finance lease is ₹ 1,314.64
2) Leasehold land in excess of 99 years is not depreciated as this is treated as deemed ownership.
3) Pursuant to the Company adopting the useful life of fixed assets as indicated in Part C of Schedule II of the Companies Act, 2013 coming into effect from April 1, 2014, depreciation charge for the year ended March 31,2015 is higher by ₹ 180.10. Further, for assets whose useful life as of April 1, 2014 was nil pursuant to the adoption of revised useful life were Rs.52.34, which have been fully depreciated and included as expense for the current year. In case Big Synergy Private Limited ₹ 0.86 charged to opening balance of retained earning.

Notes to the consolidated financial statements for the year ended March 31, 2015

(Currency: ₹ in Millions)

11. Tangible and Intangible assets (continued)

4) Additions to fixed assets / CWIP include the following expenses capitalized.

Particulars	Year ended March 31, 2015	Eighteen months period ended March 31, 2014
Depreciation	**0.02**	0.03
Finance cost	**-**	0.37
Professional fees	**-**	2.22
Employee benefits expense	**-**	14.21
Rent	**5.75**	9.52
Other operating expenses	**1.69**	2.59
Trial period income, netted from fixed assets capitalised	**-**	-
	7.46	28.94

12. Non-current investments

(valued at cost unless stated)

			March 31, 2015		March 31, 2014
(a)	**Investment in Associates**				
	Prime Focus Limited (quoted equity method)		**2,224.34**		-
	43,695,446 (2014: Nil) equity shares of ₹ 1 each, fully paid up w.e.f. January 20, 2015)				
	(Includes ₹ 652.16 towards goodwill arising on the acquisition)				
	Digital Domain - Reliance LLC (Non-trade, unquoted) (formerly known as GH - Reliance LLC)		**810.15**		897.94
(b)	**Investment in Government (trade, unquoted at cost)**				
	Government securities				
	National savings certificates		**1.41**		1.41
	(Pledged with State government authorities)				
(c)	**Investment in Partnership firm (non-trade, unquoted at cost)**				
(i)	Gold Adlabs		**21.18**		18.46
(ii)	HPE / Adlabs LP	**199.93**		199.93	
	(Investment in limited partnership)				
	Provision for diminution in value of long term investments	**(199.93)**	**-**	(199.93)	-
			21.18		18.46
(d)	**Investment in mutual funds (Unquoted)**				
	Templeton India SIP Growth 828.237 units (2014: 828.237 Units), Net Assets Value: ₹ 2873.8473 (2014: ₹ 2568.8344 NAV)		**2.00**		2.00
	Birla Sunlife Bond Fund Retail Growth 73575.577 units (2014: ₹ 73575.577 Units), Net Assets Value: ₹ 24.4426 (2014: ₹ 21.2163 NAV)		**1.50**		1.50
	Total		**3,060.58**		921.31
(a)	Aggregate value of unquoted investments		**836.24**		1,119.34
	Aggregate provision for diminution in value of investments		**201.53**		201.53
	Aggregate value of quoted investments		**2,224.34**		-
	Aggregate market value of quoted investments		**1,769.60**		-
(b)	Details of Investment in partnership firm				
	Investment in HPE / Adlabs LP				
	Name of the partner and share in profits and capital of the firm (%)				
	Reliance MediaWorks Limited		**50.00%**		50.00%
	Hyde Park Entertainment Inc		**50.00%**		50.00%
	Total Capital of the firm		**437.74**		437.74
	Investment in Gold Adlabs				
	Name of the partner and share in profits (%) and capital of firm				
	Reliance MediaWorks Limited		**55.00%**		55.00%
	Goldfield Habitat Private Limited		**45.00%**		45.00%
	Total Capital of the firm		**40.58**		39.17

Notes to the consolidated financial statements for the year ended March 31, 2015

(Currency: ₹ in Millions)

13. Deferred tax asset

	March 31, 2015	March 31, 2014
Arising on account of timing difference in:		
Provision for leave encashment and gratuity	**21.80**	18.44
Others *	**107.73**	248.95
Unabsorbed depreciation allowance and carried forward business loss *	**20.50**	131.39
	150.03	398.78
Deferred tax liability		
Arising on account of timing difference in:		
Depreciation / amortisation (net)	**143.29**	371.37
Others	**-**	21.43
	143.29	392.80
Net deferred tax asset	**6.74**	5.98

* Restricted to the extent of deferred tax liability due to absence of virtual certainty

The net asset / (liability) has been shown as the Group does not have the option to set off the balances of individual Companies.

Deferred tax asset	**6.74**	5.98
Deferred tax liability	**-**	-
Net deferred tax asset / (liability)	**6.74**	5.98

14. Long-term loans and advances

- Unsecured, considered good		
Capital advances	**194.88**	248.28
Security deposits	**1,146.98**	1,287.00
Advance tax, tax deducted at source, advance fringe benefit tax (net of provision for tax of ₹ 59.46 (2014: ₹ 184.68)	**165.43**	208.80
Prepaid expenses	**30.91**	98.00
Advance entertainment tax paid under protest	**44.42**	44.42
Others	**1.96**	1.71
	1,584.58	1,888.21
- Unsecured, considered doubtful		
Security deposits	**13.61**	40.51
Capital advances	**16.34**	19.76
Provision for doubtful advances and others	**(29.95)**	(60.27)
	-	-
	1,584.58	1,888.21

15 Other non-current assets

Deferred revenue expenditures (Refer note 47)	**-**	34.68
Interest accrued but not due	**2.22**	2.22
Balance with bank - Fixed deposit accounts with maturity greater than twelve months	**4.39**	5.01
	6.61	41.91

16. Current Investments

(a) Investment in mutual fund

SCB Liquid Plus Divident Reinvestment Plan	**31.52**	7.94
	31.52	7.94
Aggregate value of unquoted investments	**31.52**	7.94

Notes to the consolidated financial statements for the year ended March 31, 2015

(Currency: ₹ in Millions)

17. Inventories

	March 31, 2015	March 31, 2014
(valued at lower of cost and net realisable value) (Refer note 1.8)		
Stores and spares	**48.98**	52.34
Chemical stock	**-**	0.50
Food and beverages	**28.69**	35.75
Negative film rolls	**-**	2.27
Content not aired	**6.17**	11.26
	83.84	102.12

18. Trade receivables

	March 31, 2015	March 31, 2014
- Unsecured, considered good		
Debts outstanding for a period exceeding six months from the date they are due for payments	**1,216.03**	1,199.62
Other debts	**416.98**	592.16
	1,633.01	1,791.78
- Unsecured, considered doubtful		
Debts outstanding for a period exceeding six months from the date they are due for payments	**385.37**	722.56
Others debts	**-**	-
	385.37	722.56
Provision for doubtful debts	**(385.37)**	(722.56)
	-	-
	1,633.01	1,791.78

19. Cash and bank balances

	March 31, 2015	March 31, 2014
Cash and cash equivalents		
Cash on hand	**10.01**	17.31
Balances with banks		
- in current accounts	**58.28**	466.78
- in fixed deposit account with original maturity less than three months	**-**	89.47
Cheques on hand	**-**	0.75
	68.29	574.31
Other bank balances		
- Dividend account	**0.67**	0.81
- in fixed deposit account maturing with in a year	**109.33**	59.74
- in margin money deposit maturing with in a year*	**215.79**	182.62
	325.79	243.17
*Margin money deposits are under bank lien	**394.08**	817.48

20. Short-term loans and advances

	March 31, 2015	March 31, 2014
- Unsecured and considered good		
Loans and advances to others	**500.00**	562.50
Deposits	**22.76**	48.46
Advance tax, tax deducted at source, advance fringe benefit tax (net of provision for tax)	**6.92**	37.20
Advance towards share application	**37.63**	46.03
Advance towards purchase of shares	**72.00**	43.00
Balances with government authorities	**52.55**	56.98
Prepaid expenses	**88.02**	122.06
Others*	**137.25**	312.90
	917.13	1,229.13
- Unsecured, considered doubtful		
Loans to others	**59.48**	59.48
Others*	**220.67**	138.17
Less: Provision for doubtful advances	**(280.15)**	(197.65)
*includes advances / deposit to vendors and other receivables	**-**	-
	917.13	1,229.13

Notes to the consolidated financial statements for the year ended March 31, 2015

(Currency: ₹ in Millions)

21. Other current assets

		March 31, 2015	March 31, 2014
	Unbilled revenue	**9.04**	149.46
	Interest accrued on fixed deposits and others	**7.20**	7.70
	Deferred revenue expenditures (Refer note 47)	**-**	34.68
		16.24	191.84

		For the year ended March 31, 2015	For the eighteen month period ended March 31, 2014
22	**Revenue from operation**		
(a)	**Theatrical exhibition**		
	Sale of tickets	**2,976.87**	5,502.01
	Less: Entertainment tax	**653.73**	988.01
		2,323.14	4,514.00
	Advertisements / sponsorship revenue	**288.34**	595.29
	Facilities provided at multiplex	**176.56**	259.57
	Food and beverages	**812.83**	1,485.55
	Others	**120.03**	390.33
		3,720.90	7,244.74
(b)	**Film production services**		
	Processing / printing of films	**520.32**	1,534.71
	Equipment / facility rental income	**198.87**	418.22
	Trading income	**0.47**	20.53
	Others	**9.24**	19.82
		728.90	1,993.28
(c)	**Film/content production, distribution and related services**	**639.00**	888.13
		5,088.80	10,126.15
	Details of revenue from operation		
	Sale of services	**1,180.42**	2,745.07
	Sale of products	**826.21**	1,588.62
	Sale of ticket	**2,323.14**	4,514.00
	Others	**759.03**	1,278.46
23.	**Other income**		
	Interest income from:		
	- Banks	**27.10**	46.21
	- Loans, advances and others	**144.24**	61.57
	Gain on sale of Non-current investments	**39.72**	-
	Gain on sale of current investments	**4.55**	35.74
	Foreign exchange gain on receivables and paybles (net)	**-**	212.05
	Bad debts recovered / provisions written back	**48.06**	7.65
	Miscellaneous income	**18.07**	19.68
		281.74	382.90

(Currency: ₹ in Millions)

24. Direct operational expenses

	For the year ended March 31, 2015	For the eighteen month period ended March 31, 2014
Distributors share	**1,008.60**	2,051.72
Electricity, power and water charges	**482.04**	807.02
Cost of food and beverage sold	**254.13**	456.44
Chemical consumed	**2.06**	14.31
Cost of raw films sold	**2.52**	18.15
Processing charges	**14.68**	14.62
Print, publicity expenses and producers overflow	**8.17**	24.73
Show tax, INR charges etc	**10.22**	15.82
Other direct expenses	**23.93**	83.74
Cost of production for television content	**428.60**	551.59
	2,234.95	4,038.14

25. Employee benefits expense

Salaries and wages	**969.09**	2,312.88
Contribution to provident and other funds	**57.02**	144.31
Leave encashment	**17.27**	56.37
Staff welfare expenses	**19.57**	54.40
	1,062.95	2,567.96

26. Finance cost (net)

On term loans and debentures	**1,290.80**	1,707.87
On finance lease	**202.97**	92.34
On other loans	**1,483.79**	2,224.00
	2,977.56	4,024.21
Interest capitalised	**-**	(0.37)
	2,977.56	4,023.84
Finance charges	**103.17**	144.30
Foreign exchange gain / loss on borrowings (net)	**-**	30.51
	3,080.73	4,198.65

27. Other expenses

Advertisement	**96.97**	190.12
Bank charges	**25.84**	56.03
Rent	**1,032.21**	2,552.87
Rates and taxes	**282.58**	508.75
Travelling and conveyance	**34.81**	104.96
Labour charges	**202.41**	270.50
Insurance	**23.11**	49.51
Legal and professional fees	**124.80**	406.73
Loss on sale of assets / discarding of assets (net)	**53.73**	0.30

Notes to the consolidated financial statements for the year ended March 31, 2015

(Currency: ₹ in Millions)

27. **Other expenses (Continued)**

	For the year ended March 31, 2015	For the eighteen month period ended March 31, 2014
Capital work-in-progress written-off	**26.43**	57.92
Sundry balances written-off	**91.18**	3.60
Provision for doubtful debts / advances / deposits (net)	**179.08**	259.00
Bad debts / advance written-off	**120.56**	27.01
Provision for diminution in the value of investments	**-**	1.60
Facility maintenance charges	**165.92**	256.87
Repairs and maintenance		
- Building	**1.63**	18.62
- Machinery	**100.92**	176.39
- Others	**56.89**	77.18
Printing and communication	**51.24**	118.20
Foreign exchange loss on receivables and paybles (net)	**305.83**	-
Deferred revenue expenditure written-off	**69.36**	52.02
Miscellaneous expenses	**37.71**	107.31
	3,083.21	5,295.49

(Currency: ₹ in Millions)

28. Contingent liabilities

On account of	As at March 31, 2015	As at March 31, 2014
Contingent liabilities of the Parent Company		
Central excise		
Disputed central excise demand pending with the Central Excise and Service Tax Appellate Tribunal	**50.46**	50.46
Value added tax		
Disputed value added tax demand pending for various states	**43.14**	33.56
Service tax		
Disputed Service Tax demand pending with the Central Excise and Service Tax Appellate Tribunal	**766.70**	20.49
Income tax		
Disputed liability in respect tax deduction at source, matter is pending with Commissioner of Income tax (Appeals)	**68.57**	101.71
Disputed tax liability in respect of assessment year 2008-09 for Rave Entertainment Private Limited ('REPL'), REPL was wholly owned subsidiary of the Company and merged with it with effect from April 1, 2008. Department's appeal against order of Commissioner of Income Tax (Appeals) was pending with Income Tax Appellant Tribunal (ITAT) during the previous period. During the current year, the Company has received order in its favour.	**-**	140.12
Further Company has received demand in respect of REPL matter for assessment year 2009-10, appeal is pending with the Hon'ble High Court.	**178.72**	178.72
The Company has received notice of demand under Section 156 of Income Tax Act, 1961 for A.Y. 2011-12 on completion of the assessment towards Tax liability in respect of interest u/s 244A.	**6.54**	-
Entertainment tax		
In respect of certain multiplexes, the Company has made an application for availing exemption under the relevant Act retrospectively from the date of commencement of the operations of the said multiplex and the application is pending approval	**1.29**	1.29
In respect of certain multiplexes, the Company is in dispute with the entertainment tax authorities regarding eligibility for availing exemption under the relevant Act	**113.20**	113.20
The Company shall be liable to pay the entertainment tax in the event that the multiplexes do not continue operations for a period of 10 years from the respective dates from which they commenced their operations	**1,464.24**	1,422.68
The Company has engaged the services of a Contractor for the purpose of deploying personnel at its cinemas. During the tenure of the contract, the Company has paid the Contractor, amounts payable towards employers contribution to provident fund (PF) amounting to ₹ 29.42 on a regular basis. The Company has learnt that the Contractor has failed to deposit appropriate amounts for employee and employer contibution amounting to approximately ₹ 58.84 with the PF authorities and the Company apprehends that some portion of the aforesaid amount which was supposed to be deposited in the individual accounts of the Personnel by the Contractor may have actually been mis-appropriated by the Contractor. The Company has filed a criminal complaint against the Contractor and the matter is currently under investigation. Some employees have raised a claim against the Company for amounts due to them in a District Consumer Forum, where they have received favourable judgements, however the Company is confident of reversal of the said judgement in the higher forums, where it has preferred an appeal and stay has been granted till further order.	**-**	-
Claims against Company not acknowledged as debts*	**1483.10**	871.97
Contingent liabilities of Subsidiary companies		
Octroi / Cess Tax		
Disputed Cess Tax Demand pending with Deputy Commissioner, Navi Mumbai Municipal Corporation-Cess Department. The Company believes, being an SEZ unit it is fully exempt from payment of Octroi /Cess Tax as per Maharashtra IT-ITEs policy, 2009. The amount of ₹ 9.66 deposited, as Tax demand, for the purpose of admission of Appeal is reflected as Short Term Loans and Advances.	**53.69**	53.69

Notes to the consolidated financial statements for the year ended March 31, 2015

(Currency: ₹ in Millions)

	As at March 31, 2015	As at March 31, 2014
Claim against the subsidiary company not acknowledged as debt	**119.64**	0.00
Share of Contingent liabilities of Joint ventures ('JV')		
A Joint Venture shall be liable to pay entertainment tax in the event that the Multiplex does not continue operations for the period of ten years from the date of commercial operations	**-**	9.69
Disputed Income Tax liability of a Joint Venture	**0.56**	0.56

* This includes a claim by creditors of erstwhile Digital Domain (liquidated) against the company and two of its subsidiary companies.

Note:

a) The Group is a party to various legal proceedings in the normal course of business and does not expect the outcome of these proceedings to have any adverse effect on its financial conditions, results of operations or cash flows.

b) The amounts are excluding penalty and interest if any that would be levied at the time of final conclusion.

29. Commitments

Particulars	As at March 31, 2015	As at March 31, 2014
Estimated amount of contract remaining to be executed on capital account and not provided for, net of advances (for fixed assets)	**27.79**	319.26
Total	**27.79**	319.26

Other commitments

- In view of the loss during the current year, the Company has not created Debenture Redemption Reserve in terms of Section 71(4) of the Companies Act, 2013. The Company shall create such reserve out of profit, if any in future years.
- Preference shares shall be redeemed at the end of 20 years from the date of allotment. Each Preference shares shall be redeemed at a premium calculated in a manner that gives the holder an yield of 10% p.a. (till date of redemption) on issue price of ₹ 1,000 (including premium of ₹ 995) after deduction of dividend, if declared during the tenure. However, the premium on redemption will be paid only to the original subscribers or to the transferees if the transfers have been previously approved by the Company. Yield on preference shares of ₹ 885.81 (current year increase of ₹ 295.00) as at the Balance sheet will be paid as premium at the time of redemption.

30. Under the Micro, Small and Medium Enterprises Development Act, 2006 (MSMED) which came into force from October 2, 2006, certain disclosures are required to be made relating to Micro, Small and Medium Enterprises (MSME). On the basis of the information and records available with the Company, the following disclosures are made for the amounts due to the Micro and Small enterprises.

Particulars	March 31, 2015	March 31, 2014
Principal amount due to any supplier as at the year/period end	**1.23**	5.77
Interest due on the principal amount unpaid at the year/period end to any supplier	**-**	-
Amount of Interest paid by the Company in terms of Section 16 of the MSMED, along with the amount of the payment made to the supplier beyond the appointed day during the accounting year/period	**-**	-
Payment made to the enterprises beyond appointed date under Section 16 of MSMED	**-**	-
Amount of Interest due and payable for the period of delay in making payment, which has been paid but beyond the appointed day during the period, but without adding the interest specified under MSMED	**-**	-
The amount of interest accrued and remaining unpaid at the end of each accounting year/period; and	**-**	-
The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest due as above is actually paid to the small enterprise, for the purpose of disallowance as a deductible expenditure under Section 23 of the MSMED.	**-**	-

Notes to the consolidated financial statements for the year ended March 31, 2015

(Currency: ₹ in Millions)

31. Terms for Long term borrowings

i) Company had issued 11% 3,500 Secured Redeemable Non Convertible Debentures (Debentures) amounting ₹ 3,500 having face value of ₹ 1,000,000 each on a private placement basis. The said Debentures are listed on National Stock Exchange (NSE) w.e.f. May 7, 2012. The current outstanding for the debentures is ₹ 1,250 (2014: ₹ 2,500). The Debentures are secured by first pari passu charge on the all assets of the Company and some of its Indian subsidiaries, along with corporate guarantee by a Promoter and are repayable in three instalments i.e. March 1, 2014 (₹ 1,000), March 1, 2015 (₹ 1,250) and March 1, 2016 (₹ 1,250).

ii) Term loan amounting to ₹ 3,860 (2014: ₹ 3,960) was taken from a bank during the previous period. The loan was taken by the Company for a period of seven years from the date of disbursement i.e. August 2013 and repayable in unequal quarterly instalments over the tenor of the loan. The loan is secured by first pari passu charge on the fixed assets and current assets of the Company along with corporate guarantee by a promoter.

iii) Term loan amounting to ₹ 2,000 (2014: ₹ 2,000) was taken from a bank during the previous period. The loan was taken by the Company for a period of three years from the date of disbursement i.e. February 2014 and payable at the end of the tenor of the loan. The loan is secured by second pari passu charge on the fixed assets and first pari passu charges on current assets of the Company along with corporate guarantee by a promoter.

iv) Term loan amounting to ₹93.75 (2014: ₹ 406.25) was taken from a bank during the year 2010-11 The loan was taken by the Company for a period of five years from the date of disbursement and repayable in sixteen equal quarterly instalments of ₹ 93.75 commencing from the date falling 12 Months after date of drawl. The loan is secured by first pari passu charge on the fixed assets of the Company.

v) Company had issued 12.50% 440 unsecured Redeemable Non Convertible Debentures (Debentures) amounting ₹ 440 having face value of ₹ 1,000,000 each on a private placement basis in lieu of conversion of amounts outstanding for loss on derivative contracts. The current outstanding for the debentures is Nil (2014: ₹ 55). The debentures were repayable in eight equal quarterly instalments of ₹ 55 each commencing from the date of allotment. The said Debentures were issued in June 2012 and were listed on National Stock Exchange (NSE) w.e.f. July 26, 2012.

vi) Finance lease obligations are for theatrical equipments taken on a long term lease wherein the Company has an option to purchase the assets at a nominal amount at the end of lease term.

vii) Term loan amounting to NIL (2014: ₹ 139.73) is taken from a bank during the year 2009-10. The loan is taken for the period of 6 years from the date of disbursement and repayable in 18 unequal quarterly instalments ranging from ₹ 30 – ₹ 40, commencing December 2010. The loan is secured by first pari passu charge on the fixed assets, inventories, book debts and loans and advances of the Subsidiary and corporate guarantee from the Parent Company.

viii) Loan from other party of ₹ NIL (2014: ₹ 10.25) for purchase of fixed assets. The loan is repayable in 40 prorated monthly instalments. This loan is secured by the hypothecation of fixed assets purchased.

ix) Loan from other Party of ₹ 2.30 (2014: ₹ 19.62) for purchase of fixed asset. The loan is repayable in 12 quarterly various instalments. This loan is secured by the hypothecation of fixed assets purchased and corporate guarantee from the parent Company.

x) Unsecured Inter corporate deposit of ₹ 5,173 (2014: ₹ 5,500) taken from Corporate are at interest rate of 13% and repayable in two years from the date of drawl of loan in January 2014.

xi) Interest rates on secured loans are ranging from 11% to 12.75% and on unsecured loan are ranging from 11.50% to 15.33%.

xii) The above amount includes :

	March 31, 2015	March 31, 2014
Secured borrowings	**7,206.05**	9,035.85
Unsecured borrowings	**6,487.64**	6,869.64

xiii) A debt guaranteed by a Promoter is ₹ 7,110 (2014:₹ 8,460)

32. Terms of Short term borrowings

i) Cash credit of Nil (2014: ₹ 54.45) is secured by pari passu first charge on moveable fixed assets and current assets of the Company, repayable on demand

ii) Cash credit of ₹ 17.33 (2014: ₹ 66.72) is secured by pari passu first charge on moveable fixed assets and current assets of the Company, repayable on demand.

iii) Cash credit of ₹ 116.32 (2014: Nil) is unsecured and repayable on demand.

iv) Secured loan amounting to ₹ Nil (2014: ₹ 1,770) taken from a non-banking financial company, is repayable twelve months after the date of disbursement and is secured by second charge on all fixed assets and current assets of the Company.

(Currency: ₹ in Millions)

v) Cash Credit of ₹ 74.90 (2014 : ₹ 107.29) secured by first pari passu charge on the fixed assets, inventories, book debts and loans and advance of the Subsidiary. It is repayable on demand.

vi) Secured loan amounting to ₹ 2,020 (2014: ₹ Nil) taken from a non-banking financial company, is repayable in four unequal instalments over twelve months after the date of disbursement and is secured by second charge two owned theatrical properties of the company including all assets therein, on all movable fixed assets and current assets of the Company (excluding assets of Film and Media Services Business).

vii) Secured loan amounting to ₹ 250 (2014: ₹ Nil) taken from a non-banking financial company, is repayable in twelve months after the date of disbursement and is secured by charge on receivables from counters.

viii) Unsecured Inter corporate deposit of ₹ 10,910.52 (2014: ₹ 4,530.82) taken from Corporate are at interest rate of 11.25% to 13% per annum and repayable in six months to one years from the date of drawl of loan.

ix) Unsecured loan of ₹ 117.63 (2014: ₹ 108.97) is obtained from a bank for tenor of upto 1 year and is also secured by stand by letter of credit given by the Parent Company.

x) Interest rates on secured loans are ranging from 13.00% to 14.50 % and on unsecured loan are ranging from 11.25% to 14.50%.

The above amounts include:

	March 31, 2015	March 31, 2014
Secured borrowings	**2,362.22**	1,998.46
Unsecured borrowings	**11,143.78**	4,639.79

33. Lease disclosure under AS 19– 'Leases'

A. Operating leases

The Group is obligated under non-cancellable leases primarily for theatre and office premises and equipments which are renewable thereafter as per the term of the respective agreements.

The future minimum lease payments in respect of non-cancellable operating lease are as follows:

Particulars	**Minimum lease payments**	
	As at March 31, 2015	As at March 31, 2014
For the Parent Company / Subsidiaries companies		
Amounts due within one year from the Balance sheet date	**770.20**	886.94
Amounts due in the period between one year and five years	**2,578.87**	3,062.47
Amount due after five years	**4,391.83**	5,180.42
	7,740.90	9,129.83

Amount payable within lock-in-period is ₹ 2,970.51(2014: ₹ 3,042.93).

Amount debited to statement of profit and loss for lease rental is ₹ 1,007.50 (2014: ₹ 2,552.87) (excluding amount capitalized or deferred ₹ 5.75 (2014: ₹ 9.52)).

B. Finance leases

The Company is obligated under non-cancellable finance leases primarily for theatrical equipments and fixtures. In these cases the Company has an option for purchasing the assets at the end of the lease term for a nominal price.

The future minimum lease payments in respect of non-cancellable finance lease are as follows:

Particulars	**March 31, 2015**			March 31, 2014		
	Future minimum lease payments	**Present value of future minimum lease payment**	**Finance charge**	Future minimum lease payments	Present value of future minimum lease payment	Finance charge
Amounts due within one year from the balance sheet date	**973.00**	**816.38**	**156.62**	186.00	(21.03)	207.03
Amounts due in the period between one year and five years	**610.00**	**498.25**	**111.75**	1,583.00	1,335.67	247.33
Total	**1583.00**	**1314.63**	**268.37**	1,769.00	1,314.64	454.36

(Currency: ₹ in Millions)

34. Disclosure of Segment Reporting under AS 17 – 'Segment Reporting'

	Film Production Services		Theatrical Exhibition		Television/ Film Production and Distribution		Total	
	CY	PP	CY	PP	CY	PP	CY	PP
Revenue								
Operating revenue	728.90	2,157.74	3,720.91	7,244.74	639.00	888.13	5,088.81	10,290.61
Other income	-	-	48.06	2.65	-	5.00	48.06	7.65
Net revenue	728.90	2,157.74	3,768.97	7,247.39	639.00	893.13	5,136.87	10,298.26
Internal segment sales		(164.46)	-	-	-	-		(164.46)
Total Segment revenue	728.90	1,993.28	3,768.97	7,247.39	639.00	893.13	5,136.87	10,133.80
Unallocated revenue	-	-	-	-	-	-	233.67	375.25
Total revenue	-	-	-	-	-	-	5,370.54	10,509.05
Segment Result (profit / (loss) before interest, finance charges and corporate expenses)								
Segment Results	(1,635.75)	(2,289.25)	(394.24)	(2,481.00)	79.42	125.20	(1,950.57)	(4,645.05)
Unallocated corporate income	-	-	-	-	-	-	233.67	375.25
Unallocated corporate expenses	-	-	-	-	-	-	(1,046.08)	(389.75)
(Loss) before interest and finance charges and tax	-	-	-	-	-	-	(2,762.98)	(4,659.55)
Interest and finance charges (net)	-	-	-	-	-	-	(3,080.73)	(4,198.65)
Income tax (including deferred tax)	-	-	-	-	-	-	37.74	47.41
Share in Associate	-	-	-	-	-	-	47.82	-
Minority interest allocation	-	-	-	-	-	-	29.68	47.91
(Loss) for the period/Year	-	-	-	-	-	-	(5,958.95)	(8,953.52)
Other Information								
Segment assets	5,397.78	6,922.11	6,150.59	6,772.92	1,106.39	1,002.75	12,654.76	14,697.78
Unallocated corporate assets	-	-	-	-	-	-	3,446.10	2,048.35
Total assets	-	-	-	-	-	-	16,100.86	16,746.13
Segment liabilities	273.61	605.13	1,585.50	1,626.53	299.60	285.10	2,158.71	2,516.76
Unallocated corporate liabilities	-	-	-	-	-	-	28,480.87	22,995.88
Total liabilities	-	-	-	-	-	-	30,639.58	25,512.64
Capital Expenditure	1,106.92	356.85	69.64	908.83	0.64	1.11	1,177.20	1,276.22
Unallocated corporate expenditure	-	-	-	-	-	-	-	0.46
Total capital expenditure	-	-	-	-	-	-	207.91	1,276.68
Depreciation and amortisation and impairment	929.21	1,254.92	806.14	1,400.86	2.55	5.11	1,737.90	2,660.89
Unallocated depreciation and amortisation	-	-	-	-	-	-	14.51	11.41
Total depreciation and amortisation	-	-	-	-	-	-	1,752.41	2,672.30

Notes to the consolidated financial statements for the year ended March 31, 2015

(Currency: ₹ in Millions)

Geographical Segment Disclosure

	India		Americas		Others		Total	
	CY	**PP**	**CY**	**PP**	**CY**	**PP**	**CY**	**PP**
Segment Revenue	1,143.91	8,144.60	158.10	1,921.81	3,834.86	67.39	5,136.87	10,133.80
Segment Assets	8,081.96	15,207.15	755.96	1,450.14	7,262.94	88.84	16,100.86	16,746.13
Capital Expenditure	207.91	1,159.14	-	117.54	-	-	207.91	1,276.68

CY – Year ended March 31, 2015

PP – Eighteen month period ended March 31, 2014

The Group has disclosed Business Segment as the primary segment.

The business of the Group is divided into three segments - Film production services, Theatrical exhibition and Television / Film production and distribution. Segments have been identified taking into account the nature of the business, the differing risks and returns, the organisation structure and internal reporting system. Film production services operation primarily comprise of processing of raw exposed films, colour correction, editing, digital processing, equipment / facility rental, copying and printing of positive exhibitions prints and trading in raw film rolls. Theatrical exhibition operations comprise of single screen, multiplex/Imax cinema exhibition, range of activities/services offered at cinema centres including catering food and beverages. Television / film production and distribution comprises of production of television / film content which is produced / coproduced by the Group and includes related services of financing for production of films. Film distribution operation comprises of the Group's share of revenue from exploitation of distribution rights acquired by the Group, which may include as a package, theatrical rights and video and television rights.

Segment revenue, segment results, segment assets and segment liabilities include the respective amounts identifiable to each segment as also the amounts allocable on a reasonable basis. Income and expenses which are not directly attributable to any business segment are shown as unallocated corporate income / expenses. Assets and liabilities that cannot be allocated between the segments are shown as a part of unallocated corporate assets and liabilities respectively.

Further, the Group has considered the overseas operations as a separately identifiable geographic segment due to substantial operations in the United States of America. Hence, the Group has identified secondary segments based on geographic locations and has reported India, Americas and Rest of world as geographic segments.

35. Disclosure of Related Party under AS 18 – 'Related Party Disclosures'

Parties where control exists

Holding Company

- Reliance Land Private Limited (w.e.f. September 16, 2013)

Other related parties

(a) Significant Shareholders, Key Managerial Personnel and their relative

- Venkatesh Roddam – Chief Executive Officer
- Mohan Umrotkar – Chief Financial Officer
- Neelam Samant – Company Secretary (w.e.f. November 05, 2014)
- Ashish Agarwal– Manager appointed under section 269 of the Companies Act, 1956. (upto August 20, 2014)

(b) Enterprise over which Company has significant influence

- HPE / Adlabs LP
- Gold Adlabs
- Digital Domain - Reliance LLC (formerly known as GH - Reliance LLC)

(c) Joint Ventures

- Divya Shakti Marketing Private Limited
- Swanston Multiplex Cinemas Private Limited

(Currency: ₹ in Millions)

(d) Associates

- Prime Focus Limited (w.e.f. January 20, 2015)

Transactions	Holding Company		Key Managerial Personnel		Associates		Enterprises over which Company has significant influence / associate	
	CY	PP	CY	PP	CY	PP	CY	PP
Issue of equity shares								
Reliance Land Private Limited	-	3,391.18	-	-	-	-	-	-
Rendering of services	-	-	-	-	-	-	-	-
Prime Focus Limited	-	-	-	-	18.12	-	-	-
Interest expenses	-	-	-	-	-	-	-	-
Reliance Land Private Limited	70.15	-	-	-	-	-	-	-
Managerial remuneration								
Ashish Agarwal	-	-	1.64	3.38	-	-	-	-
Venkatesh Roddam	-	-	17.99	-	-	-	-	-
Mohan Umrotkar	-	-	9.58	-	-	-	-	-
Neelam Samant	-	-	0.33	-	-	-	-	-
Share of profit from partnership firm								
Gold Adlabs	-	-	-	-	-	-	2.72	4.55
Drawing from partnership firm								
Gold Adlabs	-	-	-	-	-	-	-	36.81
Loan taken								
Reliance Land Private Limited	3,870.00	-	-	-	-	-	-	-
Net outstanding balance as at year/period end								
Prime Focus Limited	-	-	-	-	24.60	-	-	-
Reliance Land Private Limited	(3,933.13)	-	-	-	-	-	-	-

CY- Year ended March 31, 2015

PP – Eighteen month period ended March 31, 2014

36. Earnings per share ('EPS')

Particulars	Year ended March 31, 2015	Eighteen month period ended March 31, 2014
Net (loss) after tax	**(5,958.95)**	(8,953.52)
Weighted average number of equity share outstanding during the year / period for basic / dilutive EPS	**193,208,831**	102,376,445
Basic EPS	**(30.84)**	(87.46)
Dilutive EPS*	**(30.84)**	(87.46)
Nominal value per share	**5.00**	5.00

* - Dilutive EPS has not been calculated considering the option on equity shares, as it is anti-dilutive.

(Currency: ₹ in Millions)

37. Foreign currency exposures (other than investments and fixed assets) not covered by forward contracts

Particulars	Currency	As at March 31, 2015		As at March 31, 2014	
		Amount – foreign currency (Million)	**Amount – Indian rupees**	Amount – foreign currency (Million)	Amount – Indian rupees
Trade and other receivables	USD	**13.06**	**817.61**	4.54	271.78
	GBP	**0.44**	**40.81**	0.79	78.70
	EURO	**-**	**-**	0.03	2.47
Trade and other payables	USD	**4.43**	**277.34**	7.22	432.21
	GBP	**0.25**	**23.19**	0.33	32.88
	EURO	**0.04**	**3.41**	0.05	4.12
	MUR	**0.06**	**0.10**	0.05	0.10
Loans / Buyers Credit	USD	**4.17**	**261.06**	3.29	173.71
Cash and cash equivalents	USD	**-**	**-**	0.77	40.66
	GBP	**0.02**	**1.86**	0.02	1.99
	MUR	**1.67**	**2.76**	-	-

38. Interest in Joint ventures

The Company's interests in jointly controlled entities (incorporated Joint Ventures) are:

Name of the Company	Country of Incorporation	% of ownership interest as at March 31, 2015	% of ownership interest as at March 31, 2014
Swanston Multiplex Cinemas Private Limited	India	**50%**	50%
Divya Shakti Marketing Private Limited	India	**50%**	50%

Details of Joint Venture

	Particulars	March 31, 2015	March 31, 2014
	Balance Sheet		
	EQUITY AND LIABILITIES		
	Shareholders' funds		
(a)	Share capital	**11.15**	11.15
(b)	Reserves and surplus	**(16.27)**	(16.45)
	Share application money, pending allotment	**-**	1.50
	LIABILITIES		
	Non-current liabilities		
(a)	Long term borrowings	**21.17**	21.17
(b)	Long-term provisions	**0.09**	0.08
	Current liabilities		
(a)	Trade payables	**6.00**	6.08
(b)	Other current liabilities	**5.76**	6.97
(c)	Short term provisions	**0.50**	-
	Total	**28.40**	30.50
	ASSETS		
	Non-current assets		

Notes to the consolidated financial statements for the year ended March 31, 2015

(Currency: ₹ in Millions)

	Particulars	March 31, 2015	March 31, 2014
(a)	**Fixed assets**		
	Tangible assets	**16.73**	18.15
(b)	Long-term loans and advances	**1.87**	7.08
	Current assets		
(a)	Inventories	**0.39**	0.35
(b)	Trade Receivables	**3.85**	2.51
(c)	Cash and cash equivalents	**5.31**	2.21
(d)	Short-term loans and advances	**0.25**	0.20
	Total	**28.40**	30.50
	Statement of Profit and loss	**For the year ended March 31, 2015**	Eighteen month period ended March 31, 2014
	Revenue		
	Revenue from operations	**17.96**	28.25
	Other income	**2.25**	0.76
	Total Revenue	**20.21**	29.01
	Expenses		
	Direct operation expenses	**5.72**	15.09
	Employee benefits expenses	**0.85**	1.23
	Depreciation / amortisation expenses	**1.40**	3.07
	Other expenses	**11.94**	17.08
	Total Expenses	**19.91**	36.47
	Profit/(Loss) before tax	**0.30**	(7.46)
	Tax Expenses		
	(1) Current tax	**-**	-
	(2) Short/(Excess) provision for earlier year/period	**0.11**	-
	Profit/(Loss) for the year/period	**0.19**	(7.46)
	OTHER MATTERS		
	Contingent Liabilities	**0.56**	10.25
	Movement of the aggregate Shareholders' funds of the Joint ventures:		
	Shareholders' funds as at commencement of the year/period	**(5.30)**	2.16
	Add: Share of profits / (loss) for the year/period	**0.19**	(7.46)
	Shareholders' funds as at the end of the year/period	**(5.11)**	(5.30)

39. Employee benefits

Details of employee benefits for the Group is as follows:

Defined contribution plan

Contribution to defined contribution plan, recognised as expenses for the year are as under:

Particulars	Year ended March 31, 2015	Eighteen month period ended March 31, 2014
Employers contribution to provident fund and other funds	**51.54**	129.82

Notes to the consolidated financial statements for the year ended March 31, 2015

(Currency: ₹ in Millions)

Defined benefit plan

The employees' gratuity fund scheme managed by a Trust is a defined benefit plan. The present value of obligation is determined based on actuarial valuation using the projected unit credit method, which recognizes each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation.

Other long term employee benefit comprises encashment of leave. The obligation for leave encashment is recognised based on actuarial valuation carried out using Projected Unit Credit Method. Expenses recognised in the Statement of Profit and Loss during the year/period is ₹50.58 (2014: ₹56.37).

I. Reconciliation of opening and closing balances of defined benefit obligation

Particulars	As at March 31, 2015	As at March 31, 2014
Gratuity		
Defined benefit obligation at the beginning of the year/ period	**30.36**	33.18
Current service cost	**6.60**	12.09
Interest cost	**3.22**	4.89
Actuarial (gain) / loss	**(4.06)**	1.05
Benefit paid	**(9.32)**	(20.94)
Past service cost	**-**	0.09
Defined benefit obligation at year/period end	**26.81**	30.36

II. Reconciliation of opening and closing balances of fair value of plan assets

Particulars	As at March 31, 2015	As at March 31, 2014
Gratuity		
Fair value of plan assets at beginning of year/period	**16.45**	22.59
Actuarial (loss) / gain	**(0.35)**	0.06
Expected return on plan assets	**1.37**	2.68
Employer contribution	**6.75**	12.06
Benefit paid	**(11.13)**	(20.94)
Past service cost	**-**	-
Fair value of plan assets at year/period end	**13.09**	16.45
Actual return on plan assets	**0.50**	2.25

III. Reconciliation of fair value of assets and obligation

Particulars	As at March 31, 2015	As at March 31, 2014
Gratuity		
Fair value of plan assets at end of year/period	**13.09**	16.45
Present value of obligation at the end of year/period	**26.81**	30.36
Amount recognised in Balance sheet as net liability	**13.72**	13.91

IV. Expense recognised during the year/period (Under the head 'Employee benefit expense' – Refer note '24')

Particulars	Year ended March 31, 2015	Eighteen month period ended March 31, 2014
Gratuity		
Current service cost	**6.60**	12.07
Interest Cost	**3.22**	4.89
Expected return on plan assets	**(1.37)**	(2.68)
Actuarial (gain) / loss	**(3.72)**	0.99
Past service cost	**-**	0.09
Net Cost	**4.73**	15.36

(Currency: ₹ in Millions)

V. Investment details

% invested as at year/period

Nature of Investment	As at March 31, 2015	As at March 31, 2014
Insurance policies	**100%***	100%*

* – Fully funded in the case of the Parent Company, a Subsidiary and Joint Ventures.

VI. Actuarial assumptions

Particulars	Year ended March 31, 2015	Eighteen month period ended March 31, 2014
	Gratuity (funded)	Gratuity (funded)
Mortality Table	**(Indian Assured Lives Mortality) 2006-08 Ult**	(Indian Assured Lives Mortality) 2006-08 Ult
Discount rate (per annum)	**7.81% to 7.95%**	9.10% to 9.30%
Expected rate of return on plan assets (per annum)	**7.50% to 8.00%**	7.50% to 9.00%
Rate of escalation in salary (per annum)	**5.00% to 7.00%**	5.00% to7.00%

VII. Other disclosures

Particulars	Year ended March 31, 2015	Eighteen month period ended March 31, 2014	Eighteen month period ended September 30, 2012	Year ended March 31, 2011	Year ended March 31, 2010
Present value of plan liabilities	**21.53**	20.84	24.39	28.79	17.36
Fair value of plan assets	**9.64**	8.90	21.56	29.77	23.72
Surplus / (Deficit) of the plan	**11.89**	(11.94)	(2.83)	0.98	6.36
Experience adjustments on plan liabilities [loss / (gain)]	**3.31**	5.98	(11.27)	1.24	(4.73)
Experience adjustments on fair value of plan assets [(loss) / gain]	**0.27**	0.15	(1.22)	(0.33)	(2.16)

Above information given to the extent details available in the financial statements of subsidiaries and joint ventures.

The estimates for rate of escalation in salary considered in actuarial valuation, take into account inflation, seniority, promotion and other relevant factors including supply and demand in the employment market. The above information is certified by the actuary. The expected rate of return on plan assets is determined considering several applicable factors mainly, the composition of plan assets held, assessed risks, historical results of return on plan assets and the Company's policy for plan asset management.

40. The Company's net worth has eroded, however, having regard to financial support from its promoters and further restructuring exercise being implemented the financial statements have been prepared on the basis that the Company is a going concern and that no adjustments are required to the carrying value of assets and liabilities.

41. On July 2, 2014, the Company has entered into a binding term sheet with Prime Focus Limited to sell the film and media services business for a net consideration of ₹ 3,500 after considering assignment of debt of ₹ 2,000. Subsequently, the Company entered into a Business Transfer Agreement ('BTA') with Prime Focus Limited for the sale of the business and the business was transferred effective closing of April 7, 2015.

As of March 31, 2015, pending transfer of the business, the assets pertaining to the Film and media services business have been treated as held for disposal. Gain on disposal of Film and Media Services business has not been accounted in the consolidated financial statement.

The gross value of the assets proposed to be transferred as part of transfer is ₹ 5,724.33; the liabilities proposed to be transferred are ₹ 849.34.

Notes to the consolidated financial statements for the year ended March 31, 2015

(Currency: ₹ in Millions)

The amounts of revenue and expenses pertaining to the film and media services business are:

	Particulars	For the year ended March 31, 2015	For the eighteen month period ended March 31, 2014
I .	**Revenue from operations**	**728.90**	2,086.17
II.	**Other income**	**19.78**	23.96
III.	**Total revenue (I+II)**	**748.68**	2,110.13
IV.	**Expenses**		
	Direct operational expenses	**157.38**	337.96
	Employee benefits expense	**581.07**	1,467.70
	Finance cost (net)	**48.83**	69.37
	Depreciation and amortisation expense	**929.21**	914.23
	Other expenses	**872.42**	1,192.98
Total expenses		**2,588.91**	3,982.25
V.	**(Loss) before tax from discontinuing operation (III- IV)**	**(1,840.23)**	(1,872.12)
VI.	**Exceptional item**	**-**	(44.38)
VII.	**(Loss) for the year / period from discontinuing film and media services operations**	**(1,840.23)**	(1,916.50)

The amounts of assets and liability pertaining to the film and media services business are:

Particulars	As at March 31, 2015	As at March 31, 2014
Carrying amount of assets relating to the discontinuing operations	**5,724.33**	6,764.85
Carrying amount of liabilities relating to the discontinuing operations	**(849.34)**	(3,724.36)
Net assets/(liabilities) relating to the discontinuingoperations	**4,874.99**	3,040.49

The cash flows of the film and media services business are:

Particulars	For the year ended March 31, 2015	For the eighteen month period ended March 31, 2014
Net cash flow attributable to the discontinuing business		
Cash flow from operating activities	**124.56**	(402.28)
Cash flow from investing activities	**(1,324.49)**	(63.32)
Cash flow from financing activities	**1,388.13**	162.21

42. On November 5, 2014, the Board of Directors of the Company have proposed a sale of certain identified properties and common infrastructure on a going concern basis pertaining to the theatrical exhibition business of the Company to its Subsidiary i.e. Cinema Ventures Private Limited (formerly known as Reliance Media Ventures Private Limited) for a consideration of ₹ 6,700 which shall be discharged partially through assignment of debt of the Company. Subsequently, a Business Transfer Agreement ('BTA') was entered into by the Company for the transfer of its business to the Subsidiary on December 14, 2014. Also, on December 15, 2014, the Company entered into a Share Purchase Agreement ('SPA') with Carnival Films Private Limited for transfer of the Company's shareholding in the Subsidiary. The consideration for the sale of the business to Subsidiary and the sale of shares of the Subsidiary is higher than the book value of assets proposed to be transferred; hence no accounting treatment is required in respect of the same as of March 31, 2015. Subsequently on 31st July, 2015 Company has concluded the transaction and received the entire consideration.

The gross value of the assets of the theatrical exhibition business is ₹ 5,951.50 and the liabilities are ₹ 2,600.76. Further as a part of the transaction, Company has assigned Bank loan of ₹ 3,830. and finance lease obligation of ₹ 1, 460.06 to transfer Cinema Ventures Private Limited (formerly known as Reliance Media Ventures Private Limited).

(Currency: ₹ in Millions)

The amounts of revenue and expenses pertaining to the theatrical exhibition business are:

Particulars	For the year ended March 31, 2015	For the eighteen month period ended March 31, 2014
I . Revenue from operations	**3,577.79**	5,946.92
II. Other income	**55.75**	21.27
III. Total revenue (I+II)	**3,633.54**	5,968.19
IV. Expenses		
Direct operational expenses	**1,604.23**	2,602.54
Employee benefits expense	**286.14**	433.30
Finance Cost (net)	**206.00**	91.09
Depreciation and amortisation expense	**735.45**	822.47
Other expenses	**1,847.16**	3,333.47
Total expenses	**4,678.98**	7,282.87
V. (Loss) before tax from discontinuing operation (III- IV)	**(1,045.44)**	(1,314.68)
VI. Tax expenses	**(553.31)**	(3,795.47)
VII. (Loss) for the year / period from discontinuing theatrical exhibition business	**(1,598.75)**	(5,110.15)

The amounts of assets and liability pertaining to the theatrical exhibition business are:

Particulars	As at March 31, 2015	As at March 31, 2014
Carrying amount of assets relating to the discontinued operations	**5,951.50**	6,924.80
Carrying amount of liabilities relating to the discontinued operations	**(2600.76)**	(2,594.85)
Net assets/(liabilities) relating to the discontinued operations	**3,350.74**	4,329.95

The cash flows of the theatrical exhibition business are:

Particulars	For the year ended March 31, 2015	For the eighteen month period ended March 31, 2014
Net cash flow attributable to the discontinued business		
Cash flow from operating activities	**(465.59)**	(3,224.42)
Cash flow from investing activities	**(66.08)**	(518.98)
Cash flow from financing activities	**(184.49)**	-

43. Exceptional items includes:

I. Current year ended March 31, 2015 – None

II. Previous period ended March 31, 2014

a. The Company had entered into an operating lease in 2010 for various assets. During the previous periods, the Company had provided for amounts payable pertaining to certain assets affected due to closure of certain properties covered under the aforesaid lease.

The Company has revised the lease agreement governing the lease terms including period of lease, and modified the lease rental payments to include payment of additional lease rentals, whereby the Company has got an option to purchase all assets covered by the lease at a nominal value. Accordingly, pursuant to the provisions of AS – 19, the Company has reclassified the aforesaid lease as a finance lease and has recorded the assets covered by the lease at present value of future lease rentals. The Company has written off assets in respect of closed properties and recorded a loss on recording of other assets at their fair value. The loss on account of assets written off and reduction in value pursuant to aforesaid valuation, net off reversal of already existing provisions of ₹ 530.03 (including liability accrued for rent straight-lining as per the provisions of AS-19) has been disclosed as an exceptional item of ₹ 5.39.

b. The Company has undertaken an initiative for rationalisation / improvement of overall Exhibition business, under which the Company is re-negotiating rentals. As part of this initiative, rentals for several properties have been reduced, however in some cases the Company has decided to exit the property. In these cases, ₹ 568.26 pertaining to these properties have been written off / provided to the statement of profit and loss, thereby reducing subsequent cash losses suffered by the Company.

c. A subsidiary of the Parent Company in Mauritius has provided certain advances and deposits – ₹ 31.85.

Notes to the consolidated financial statements for the year ended March 31, 2015

(Currency: ₹ in Millions)

44. Pursuant to the Company adopting the useful life of fixed assets as indicated in Part C of Schedule II of the Companies Act, 2013 coming into effect from April 1, 2014, depreciation charge for the year ended March 31,2015 is higher by ₹ 180.10. Further, for assets whose useful life as of April 1, 2014 was nil pursuant to the adoption of revised useful life were ₹ 52.34, which have been fully depreciated and included as expense for the current year. In case Big Synergy Media Limited ₹ 0.86 charged to opening balance of retained earning.

45. Goodwill on consolidation

Particulars	Amount	
	March 31, 2015	March 31, 2014
Opening balance of Goodwill	**517.90**	528.46
Impact of exchange differences	**-**	1.41
Written off during the year/period	**-**	(11.97)
	517.90	517.90

46. Additional information as required by Paragraph 2 of the General Instructions for Preparation of Consolidated Financial Statements to Schedule III to the Companies Act, 2013.

Name of the entities	Net assets i.e., total assets minus total liabilities As at March 31, 2015		Share of profit or loss For the year ended March 31, 2015	
	As % of consolidated net assets	**Amount**	**As % of consolidated profit / (loss)**	**Amount profit or (loss)**
Reliance MediaWorks Limited	123.88%	(13,575.84)	92.83%	(6,933.76)
Susidiaries				
Indian				
Reliance MediaWorks Theatres Limited	(0.56%)	61.52	1.18%	(88.14)
Big synergy Media Limited	(1.97%)	215.95	(0.76%)	56.94
Gener8 India Media Services Limited (formerly known as Reliance MediaWorks Entertainment Services Limited)	9.21%	(1,009.41)	8.16%	(609.78)
Reliance Media Consultant Private Limited	0.00%	(0.01)	0.00%	(0.03)
Cinema Ventures Private Limited (formerly known as Reliance Media Ventures Private Limited)	0.00%	(0.06)	0.00%	(0.08)
Reliance MediaWorks Creative Services Limited	0.00%	(0.01)	0.01%	(0.50)
Foreign				
Global MediaWorks (UK) Limited	10.66%	(1,168.29)	1.27%	(94.84)
Reliance MediaWorks (USA) Inc.	33.39%	(3,659.21)	(7.52%)	561.61
Reliance MediaWorks (Netherland) B.V.	0.24%	(26.65)	(0.06%)	4.39
Reliance MediaWorks (Mauritius) Limited	8.82%	(966.83)	4.57%	(341.20)
Joint Venture				
Indian				
Divya Shakti Marketing Private Limited	0.08%	(9.27)	0.01%	(0.42)
Swanston Multiplex Cinemas Private Limited	0.01%	(0.97)	(0.01%)	0.79
Associate				
Prime Focus Limited	(83.76%)	9,180.51	0.32%	(24.22)
Total	**100.00%**	**(10,958.57)**	**100.00%**	**(7,469.25)**

The corresponding figures of the previous period have not been given as disclosure is applicable with effect from April 1, 2014.

47. During the year 2010-11, Gener8 India Media Services Limited (formerly known as Reliance MediaWorks Entertainment Services Ltd), a subsidiary in the Film Production Services segment had recognised deferred revenue expenditure pertaining to start up and stabilisation costs of the business amounting to ₹ 173.4 which consisted of the following;

Particulars	Year ended 31st March 2011
Personnel costs	140.86
Rent	17.71
Other operating expenses	14.83

The subsidiary is a pioneer in the business of conversion of 2D movies to 3D and restoration of old archived movies in India and has developed substantial capacity in these chosen areas with a focus on the international markets. As part of start up efforts, substantial efforts and cost have been incurred for training of employees, where the subsidiary has deployed pioneering techniques to train its staff, test runs for acquisition of work, travel costs for meeting of clients, rapid ramp up of capacity to achieve economical scale of operations.

In light of these factors, the subsidiary changed its accounting policies in the previous year to better reflect the results of the operations as the expenses of previous year will have substantial beneficial results in the future years.

The subsidiary started amortizing this deferred revenue expenditure starting from the F.Y. 2011-12 over a year/period of 5 years. However, the subsidiary has written off entire remaining balance amount of ₹ 69.35 (2014: ₹ 52.02) to the Statement of Profit and loss in the current year.

48. Reliance MediaWorks (USA) Inc., a subsidiary acquired the assets of Digital Domain Reliance LLC Media Group Inc.'s ('DDMG') VFX and commercial business jointly through an auction process with Beijing Galloping Horse Media Co. Ltd ('Galloping Horse') and has agreed to hold 30% units of Digital Domain-Reliance LLC (Formerly known as GH- Reliance LLC), a special purpose Entity incorporated by Galloping Horse for the purpose of acquisition of these assets of DDMG. The Group has invested an amount of USD 15 million in the venture towards its 30% holding.

49. Amounts have been re-grouped / re-arranged as necessary to conform to the current year's classification.

50. The Figures of the previous period comprise a period of 18 months (October 2012 to March 2014). Thus figures of current year and last period are not comparable.

As per our report of even date.
For Chaturvedi & Shah
Chartered Accountants
Firms' Reg No. : 101720W

Parag D. Mehta
Partner
Membership No.: 113904

Mumbai
August 28, 2015

For and on behalf of the Board

Gautam Doshi
Director

Satish Kadakia
Whole-time Director

Mohan Umrotkar
Chief Financial Officer

Neelam Samant
Company Secretary

Mumbai
August 28, 2015

Statement containing salient features of the financial statement of subsidiaries / associate companies

(Pursuant to first proviso to sub-section (3) of section 129 read with rule 5 of Companies (Accounts) Rules, 2014)

Part "A": Subsidiaries

₹ in Million
Foreign Currencies in '000

Sr. No.	Name	Reporting period	Reporting currency & exchange rate	Capital	Reserves & surplus	Total Assets	Total Liabilities	Investments	Turnover	Profit/ (Loss) before Tax	Provision for taxation	Profit after taxation	Proposed Dividend	% of Share Holding
1	Reliance MediaWorks Theatres Limited.	March 31,15	INR	0.50	60.59	136.57	75.48	21.18	2.72	(88.58)	-	(88.58)	-	100.00
2	Big Synergy Media Limited	March 31,15	INR	1.00	214.94	385.95	176.75	35.02	634.83	94.58	37.64	56.94	66.60	51.00
3	Gener8 India Media Services Limited (formerly known as Reliance MediaWorks Entertainment Services Limited)	March 31,15	INR	9.70	(1,019.11)	825.99	1,835.40	-	257.06	(609.78)	-	(609.78)	-	100.00
4	Reliance Media Consultant Private Limited	March 31,15	INR	0.10	(0.11)	0.12	0.13	0.00	-	(0.03)	-	(0.03)	-	100.00
5	Cinema Ventures Private Limited (Formerly known as Reliance Media Ventures Private Limited)	March 31,15	INR	0.10	(0.16)	0.20	0.26	-	-	(0.08)	-	(0.08)	-	100.00
6	Reliance MediaWorks Creative Services Limited	March 31,15	INR	0.50	(0.51)	-	0.01	-	-	(0.50)	-	(0.50)	-	100.00
7	Global MediaWorks (UK) Limited	March 31,15	INR	0.85	(1,169.14)	2.16	1,170.46	-	-	(94.84)	-	(94.84)	-	100.00
			GBP	10.00	12,605.30	23.33	12,618.63	-	-	(1,820.23)	-	(1,820.23)	-	
8	Reliance MediaWorks (USA) Inc.	March 31,15	INR	1.25	(3,660.46)	809.84	4,469.05	-	331.28	559.83	-	559.83	-	100.00
			US$	20.00	(58,469.66)	12,935.90	71,385.55	-	5,421.04	9,161.00	-	9,161.00	-	
9	Reliance MediaWorks (Netherland) B.V.	March 31,15	INR	1.04	(27.69)	-	26.65	-	-	4.39	-	4.39	-	100.00
			EUR	18.00	(410.23)	-	392.23	-	-	(15.35)	-	(15.35)	-	
10	Reliance MediaWorks (Mauritius) Limited	March 31,15	INR	0.00	(966.83)	1,002.05	1,968.88	-	-	(341.20)	-	(341.20)	-	100.00
			MUR	1.00	(562,437.41)	582,926.98	1,145,363.39	-	-	(175,386.02)	-	(175,386.02)	-	

Exchange rate as of March 31, 2015: 1 USD = ₹ 62060 1 GBP = ₹ 92.76 1 EUR = ₹ 67.93 1 MUR = ₹ 1.72

Name of Subsidiaries which are yet to commence operations – Nil

Name of Subsidiaries which have been liquidated or sold during the year – Nil

Statement containing salient features of the financial statement of subsidiaries / associate companies

Part "B": Associates

₹ in Million

Sr. No.	Name of Associates / Joint Ventures	Latest audited Balance Sheet Date	Shares of Associate/Joint Ventures held by the company on the year end			Networth to Shareholding as per latest audited balance sheet	Profit/Loss for the year			
			No.	Amount investment in Associate/Joint Venture	Extend of Holding %		Considered in consolidation	Not considered in consolidation	Description of how there is significant influence	Reason why the associate /joint venture is not consolidated
	Associate									
1	Prime Focus Limited	March 31,15	43639895.00	2272.16	0.24	1620.00	-24.22		Refer Note A	
	Joint Ventures									
1	Divyashakti Marketing Private Limited	March 31,15	100000.00	32.90	50.00	-4.63	-0.21		Refer Note A	
2	Swanston Multiplex Cinemas Private Limited.	March 31,15	1015000.00	82.51	50.00	-0.49	0.40		Refer Note A	

Name of associates / joint ventures which are yet to commence operations – Nil

Name of associates / joint ventures which have been liquidated or sold during the year – Nil

For and on behalf of the Board

Gautam Doshi
Director

Satish Kadakia
Whole-time Director

Mohan Umrotkar
Chief Financial Officer

Neelam Samant
Company Secretary

Mumbai
August 28, 2015

Reliance MediaWorks Limited
Registered Office: Communication Centre, Film City Complex, Goregaon (East), Mumbai 400 065
CIN:U29299MH1987PLC045446, Tel: +91 22 3347 3600 Fax: +91 22 3347 3601
Website: www.reliancemediaworks.com, E-mail: investor.complaints@relianceada.com

ATTENDANCE SLIP
ANNUAL GENERAL MEETING

*DP Id ./ Client Id.		Name and Address of the registered Shareholder
Regd. Folio No.		
No. of Share(s) held		

(* Applicable for members holding share(s) in electronic form)

I / We hereby record my / our presence at the **28th Annual General Meetng** of the Members of Reliance MediaWorks Limited held on Monday, September 28, 2015 at 10:30 A.M. or soon after conclusion of the Annual General Meeting of Reliance Broadcast Network Limited convened on the same day, whichever is later, at Film City Complex, Goregaon (East), Mumbai 400 065.

Member's / Proxy's Signature

Note: Please complete this and hand it over at the entrance of the hall.

TEAR HERE

Reliance MediaWorks Limited
Registered Office: Communication Centre, Film City Complex, Goregaon (East), Mumbai 400 065
CIN:U29299MH1987PLC045446, Tel: +91 22 3347 3600 Fax: +91 22 3347 3601
Website: www.reliancemediaworks.com, E-mail: investor.complaints@relianceada.com

PROXY FORM

(Pursuant to Section 105(6) of the Companies Act, 2013 and Rule 19(3) of the Companies (Management and Administration) Rules, 2014)

Name of the Member(s)		
Registered Address:		
E-mail Id:		
*DP Id. / Client Id.		Regd. Folio No.

(* Applicable for members holding share(s) in electronic form)

I / We, being the member(s) of .... shares of the above named company, hereby appoint:

(1) Name: .... Address: ....
E-mail Id: .... Signature.. or failing him

(2) Name: .... Address: ....
E-mail Id: .... Signature.. or failing him

(3) Name: .... Address: ....
E-mail Id: .... Signature ....

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the **28th Annual General Meeting** of the Company, to be held on Monday, September 28, 2015 at 10:30 A.M. or soon after conclusion of the Annual General Meeting of Reliance Broadcast Network Limited convened on the same day, whichever is later, at Film City Complex, Goregaon (East), Mumbai 400 065, and at any adjournment thereof in respect of such resolutions as are indicated below:

Resolution no. and Matter of Resolution	For	Against
1. To consider and adopt: a) the audited financial statement of the Company for the financial year ended March 31, 2015 and the reports of the Board of Directors and Auditors thereon, and. b) the audited consolidated financial statement of the Company for the financial year ended March 31, 2015 and the report of the Auditors thereon.		
2. To appoint a Director in place of Shri Gautam Doshi (DIN: 00004612), who retires by rotation and being eligible, offers himself for re-appointment.		
3. To appoint Auditors and to fix their remuneration.		
4. To appoint Ms. Shubhdarshini Ghosh (DIN: 07191985) as a Director of the Company.		
5. To appoint Shri Sushilkumar Agrawal (DIN: 00400892) as an Independent Director of the Company.		
6. To appoint Shri Parag Ved (DIN: 00221908) as an Independent Director of the Company.		
7. To appoint Shri Satish Kadakia (DIN: 07004001) as the Whole-time Director of the Company.		
8. To approve Private Placement of Non-Convertible Debentures and / or other Debt Securities.		

Signed this ________ day of ___________, 2015.

Affix Revenue Stamp

Signature of the Shareholder(s) .... Signature of Proxy holder(s) ....

Note: This form of Proxy in order to effective, should be duly completed and deposited at the Registered Office of the Company not less than 48 hours before the commencement of the meeting.

If undelivered please return to :

Link Intime India Private Limited
(Unit: Reliance MediaWorks Limited)
C-13, Pannalal Silk Mills Compound,
L.B.S. Marg, Bhandup (W.)
Mumbai - 400 078, Maharashtra, India
Website: www.linkintime.co.in
Tel : + 91 22 2596 3838
Fax : + 91 22 2594 6969
E-mail : rnt.helpdesk@linkintime.co.in

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