

FINANCIAL STATEMENT

2014-2015

**GENER8 INDIA MEDIA SERVICES
LIMITED**

M. S. Sethi & Associates

Chartered Accountants

Manoj Sethi

B.Com., F.C.A.

191-R, Cavel Cross Lane No.9

2nd Floor, Dr. Viegas Street

Kalbadevi, Mumbai – 400 002

Tel. 9324517501

Independent Auditors' Report

To The Members of
Gener8 India Media Services Limited

We have audited the accompanying financial statements of **Gener8 India Media Services Limited** (Previously known as Prime Focus Entertainment Services Limited/Reliance MediaWorks Entertainment Services Limited) ('the Company') which comprise the Balance Sheet as at March 31, 2015, the Statement of Profit and Loss and the Cash Flow Statement for the year then ended and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit.

We have taken into account the provisions of the Act, the accounting and auditing standards and the matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.

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

An audit involves performing procedures to obtain audit evidence about the amounts and 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 accounting policies used and the reasonableness of the accounting estimates made by the Company's management and Board of 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 financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid 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 March 31, 2015; its Loss and its Cash Flows for the year ended on that date.

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) Section 143 of Act, we give in the Annexure, a statement on the matters specified in paragraph 3 and 4 of the Order, to the extent applicable.
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 financial statements comply materially with the applicable accounting standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - e. On the basis of written representations received from the directors as on March 31, 2015 and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2015 from being appointed as director in terms of section 164(2) of the Act;
 - f. 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) As per the information and explanations given to us, there are no ongoing litigations as at the reporting date that would have a material impact on its financial position;
 - ii) Based upon the assessment made by the Company, there are no material foreseeable losses on its long-term contracts that may require any provisioning;
 - iii) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For M. S. Sethi & Associates

Chartered Accountants
Regn.No.109407W

Manoj Sethi

Proprietor
Membership No. 39784
Place: Mumbai
Date: 21st August ,2015

ANNEXURE TO THE AUDITORS' REPORT

Referred to in our Report of even date on the Accounts of Gener8 India Media Services Limited (Previously known as Prime Focus Entertainment Services Limited/Reliance MediaWorks Entertainment Services Limited) for the year ended March 31, 2015

- i) a) In our opinion and according to the information and explanations given to us, the Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
- b) The fixed assets have been physically verified by the management during the year and as informed, no material discrepancies were noticed on such verification. In our opinion, the frequency of verification is reasonable having regard to the size of the company and the nature of its assets.
- ii) 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.
- iii) In our opinion and according to the information and explanations given to us, the Company has not granted any loan, secured or unsecured, to companies, firms or other parties covered in the register maintained pursuant to section 189 of the Act. Hence the reporting requirements under sub-clause (a) and (b) of clause (iii) of paragraph 3 of the Order are not applicable.
- 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 the nature of its business, for purchase of tapes, fixed assets and sale of services. During the course of our audit, we have not observed any continuing failure to correct major weaknesses in internal controls.
- v) In our opinion and according to the information and explanations given to us, the Company has not accepted any deposits during the year within the provisions of Sections 73 to 76 of the Act and the rules framed there under and the directives issued by the Reserve Bank of India.
- vi) We 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. We have, however, not made a detailed examination of the cost records with a view to determine whether they are accurate or complete.
- vii) a) According to the information and explanations given to us and based on the records of the company examined by us, the Company is generally regular in depositing the undisputed statutory dues, including Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, and other material statutory dues, as applicable, with the appropriate authorities in India;

According to the information and explanations given to us no undisputed amounts payable in respect of Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, and other material statutory dues applicable to it, were outstanding, at the year end, 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 applicable statutory dues which have not been deposited on account of any dispute.
except as detailed hereunder:

Name of the Statute	Nature of Dues	Amount (Rs.)	Period to which the amount relates	Forum where dispute is pending
B.P.M.C. (Cess on Entry of Goods) Rules, 1996	Cess Tax	5,36,88,655/-	2008-09 and 2009-10	Dy. Comm. NMMC, Cess Dept.

- c) In view of there being no amount(s) required to be transferred to the Investor Education and protection Fund for the year under audit the reporting under this clause is not applicable.

- viii) The accumulated losses of the Company as at the Balance Sheet date are more than fifty percent of its net worth. The Company has incurred cash losses of Rs.2 24 993 ('000) in the current year and Rs.2 51 798('000) in the immediately preceding financial year as well.
- ix) In our opinion and according to the information and explanations given to us, the Company has not raised any funds from financial institutions or banks or by issue of debentures during the year, hence, question of repayment of dues to them does not arise.
- x) According to information and explanations given to us, the Company has not given any guarantee during the year for loans taken by others from banks or financial institutions.
- xi) The Company has not raised any term loans during the year and therefore provisions relating to application of loan for the purpose for which it was obtained are not applicable.
- xii) During the course of examination of the books of account and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, we have not come across any fraud on or by the Company, noticed or reported during the year, nor have we been informed of such case by the Management that causes the financial statements to be materially misstated.

For M. S. Sethi & Associates
Chartered Accountants
Regn.No.109407W

Manoj Sethi
Proprietor
Membership No. 39784

Place: Mumbai
Date: 21st August ,2015

Gener8 India Media Services Limited

(formerly known as Prime Focus Entertainment Services Limited / Reliance MediaWorks Entertainment Services Limited)

Balance Sheet as at March 31, 2015

	Note No.	March 31, 2015 Rupees	As at March 31, 2014 Rupees
Equities and liabilities			
Shareholders' funds			
(a) Share capital	2	97 00 000	97 00 000
(b) Reserves and surplus	3	-101 91 12 418	-40 93 36 114
		-100 94 12 418	-39 96 36 114
Non current liabilities			
(a) Long term borrowings	4	168 99 29 415	142 35 44 161
(b) Deferred tax liability	5	-	-
(c) Long term provisions	6	1 03 04 741	2 58 99 482
		170 02 34 156	144 94 43 643
Current liabilities			
(a) Short term borrowings	7	7 48 96 803	10 72 94 628
(b) Trade payables	8	2 06 94 919	1 64 59 994
(c) Other current liabilities	9	3 88 08 207	23 61 72 067
(d) Short-term provisions	10	7 66 557	29 29 864
		13 51 66 486	36 28 56 553
Total		82 59 88 224	141 26 64 082
Assets			
Non-current assets			
(a) Fixed assets	11		
(i) Tangible assets		18 93 55 429	49 79 67 068
(ii) Intangible assets		10 10 97 682	21 93 01 260
(iii) Capital work in progress			
		29 04 53 111	71 72 68 328
(b) Long term loans and advances	12	1 25 06 379	2 53 45 692
(c) Other non current assets	13		3 46 79 250
(d) Non current investments	14		5 00 000
		30 29 59 490	77 77 93 270
Current assets			
(a) Inventories	15		71 91 614
(b) Trade receivables	16	45 75 23 536	35 05 93 385
(c) Cash and cash equivalents	17	2 07 63 101	38 64 856
(d) Short-term loans and advances	18	2 10 63 139	10 61 09 728
(e) Other current assets	19	2 36 78 958	16 71 11 229
		52 30 28 734	63 48 70 812
Total		82 59 88 224	141 26 64 082

Significant Accounting Policies

1

The accompanying notes form an integral part of the financial statements

As per our Report of even date

For **M.S. Sethi & Associates**

Chartered Accountants

Regn.No.109407W

For and on behalf of the board

Manoj Sethi

Proprietor

Membership No. 39784

Vikas Rathee

Director

Nishant Fadia

Director

Mumbai

Date : 21st August, 2015

Mumbai

Date : 21st August, 2015

Gener8 India Media Services Limited

(formerly known as Prime Focus Entertainment Services Limited / Reliance MediaWorks Entertainment Services Limited)

Statement of Profit and Loss for year ending March 31, 2015

	Note No.	Year ended March 31, 2015 Rupees	Year ended March 31, 2014 Rupees
I. Revenue			
a. Revenue from operations	20	25 70 61 560	22 02 89 178
b. Other Income	21	1 38 61 428	1 14 70 042
Total Revenue		27 09 22 988	23 17 59 220
II. Expenses			
a. Employee benefits expense	22	11 49 01 619	25 67 79 056
b. Other expenses	23	33 54 43 442	18 24 60 773
c. Depreciation and amortization expense	11	38 47 82 393	23 21 59 911
d. Finance costs	24	4 55 71 838	4 43 18 169
Total expenses		88 06 99 292	71 57 17 909
III. Loss before exceptional items and tax (I-II)		-60 97 76 304	-48 39 58 689
IV. Exceptional items			
V. Loss before tax		-60 97 76 304	-48 39 58 689
VI. Tax expenses			
VII. Loss after tax for the year		-60 97 76 304	-48 39 58 689
Earnings per equity share (Nominal value of share Rs. 10)			
- Basic		-717.38	-569.36
- Diluted		-717.38	-569.36

Significant Accounting policies

1

The accompanying notes form an integral part of the financial statements

As per our Report of even date.

For **M.S. Sethi & Associates**
Chartered Accountants
Regn No. 109407W

For and on behalf of the board

Manoj Sethi
Proprietor
Membership No. 39784**Vikas Rathee**
Director**Nishant Fadia**
DirectorMumbai
Date : 21st August, 2015Mumbai
Date : 21st August, 2015

Gener8 India Media Services Limited
(formerly known as Prime Focus Entertainment Services Limited / Reliance MediaWorks Entertainment Services Limited)
Cash Flow Statement for the year ended March 31, 2015
(Currency : Indian Rupees)

Particulars	Year ended March 31, 2015		Year ended March 31, 2014	
Net loss before tax as per profit and loss account		-60 97 76 304		-48 39 58 689
Adjustments for			23 21 59 911	
Depreciation and amortisation	38 47 82 393		- 28 63 045	
Loss/(gain) on sale of Fixed Assets	4 93 56 273			
Lease rent normalization	- 73 58 435		3 46 79 256	
Deferred payments towards expenses	6 93 59 504		4 43 18 169	30 82 94 291
Financial Expenses	4 55 71 838	54 17 11 573		
Operating profit (loss) before working capital changes		-6 80 64 731		-17 56 64 398
(Increase) in trade receivables	-10 69 30 151		-10 91 86 825	
Decrease in Unbilled Receivables	9 80 98 278			
Decrease in inventories	71 91 614		7 19 871	
Decrease in loans and advances	2 85 26 398		-1 10 65 753	
Decrease in Other non current assets	3 46 79 250			
(Increase) in other current assets	4 53 33 993		- 72 67 268	
(Decrease) in Gratuity and leave encashment	-1 03 99 614		1 02 64 403	
Increase in Trade payables	42 34 925		-1 16 10 992	
(Decrease) in Other current liabilities	-7 14 17 726	2 93 16 968	5 70 68 921	-7 10 77 643
Cash outflow against operations		-3 87 47 763		-24 67 42 041
Taxes Paid (net of refunds)				- 29 26 383
Net cash used in operating activities - (I)		-3 87 47 763		-24 96 68 424
Cash flows from investing activities				
Purchase of fixed assets		- 73 23 449		-6 48 16 779
Proceeds from sale of fixed assets				8 69 501
Investment in Equity Shares/Proceeds from investment		5 00 000		- 5 00 000
Net Cash used in investing activities - (II)		- 68 23 449		-6 44 47 278
Cash flows from financing activities				
(Payment) to/proceeds from secured long term borrowings		-12 59 46 135		-19 68 69 676
(Payment)/Proceeds from secured short term borrowings (Net)		-3 23 97 825		2 76 12 959
Proceeds from unsecured long term borrowings		26 99 13 715		53 65 78 500
Loan from HPFS		- 35 28 461		-1 60 93 102
Interest and finance charges paid		-4 55 71 838		-4 43 18 169
Net cash from financing activities - (III)		6 24 69 457		30 69 10 512
Net increase /(decrease) in cash and cash equivalent - (I+II+III)		1 68 98 244		- 72 05 190
Cash and cash equivalent at the beginning of the year		38 64 856		1 10 70 046
Cash and cash equivalent at the end of the year (as per Note No.17)		2 07 63 101		38 64 856

Note 1

Cash and cash equivalent at the end of the year	March 31, 2015	March 31, 2014
Cash in hand	2 59 378	4 06 330
Balance in scheduled bank in current account	2 05 03 723	34 58 526
Total	2 07 63 101	38 64 856

As per our report of even date

For **M.S.Sethi & Associates**
Chartered Accountants
Regn No.109407W

Manoj Sethi
Proprietor
Membership No. 39784

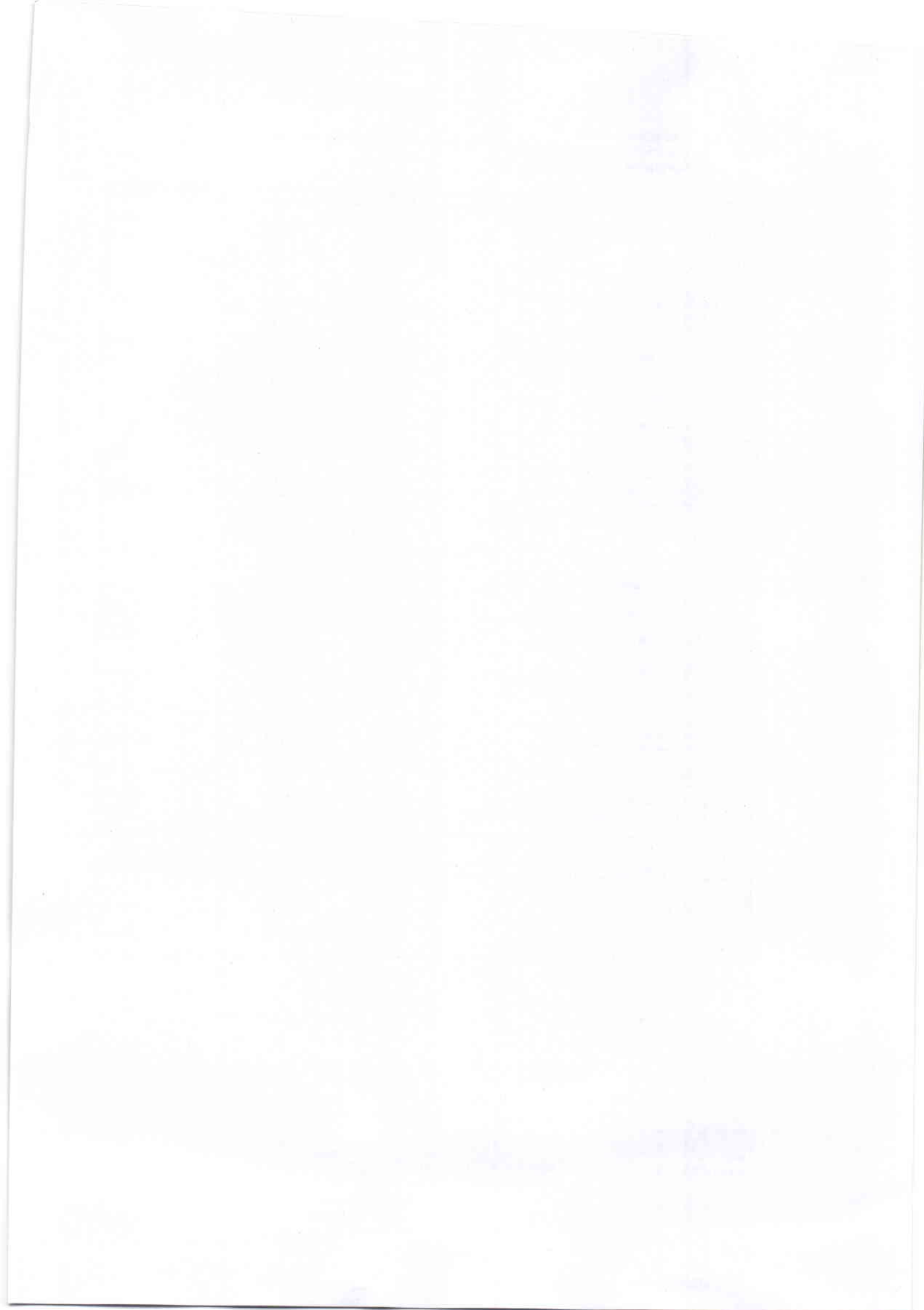
Mumbai
Date : 21st August, 2015

For and on behalf of the board

Vikas Rathee
Director

Nishant Fadia
Director

Mumbai
Date : 21st August, 2015



**Gener8 India Media Services Limited
(formerly known as Prime Focus Entertainment Services Limited / Reliance MediaWorks Entertainment Services Limited)**

Notes to financial statements as at March 31, 2015

Corporate information

Gener8 India Media Services Limited (formerly known as Prime Focus Entertainment Services Limited / Reliance MediaWorks Entertainment Services Limited) was incorporated on March 27, 2006 as a private limited company and is currently a public limited company. The company is primarily engaged in the business of digital media services. The company has set up its business as a SEZ unit and has commenced commercial production with effect from April 1, 2010.

The Company was earlier a wholly owned subsidiary of Reliance MediaWorks Limited. On July 2, 2014, Reliance MediaWorks Limited proposed a sale of its entire film and media services business to Prime Focus Limited. The transaction was effective closure of April 7, 2015 and post the closure of the transaction, the Company is a subsidiary of Prime Focus Limited.

1. Summary of significant Accounting Policies

a. Basis of preparation of financial statements

The financial statements have been prepared on the accrual basis of accounting and comply with the Accounting Standards as per Companies (Accounting Standard) Rules, 2006 and the relevant provisions of the Companies Act, 1956 and Companies Act, 2013 to the extent applicable.

b. Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires estimates and assumptions to be made that affect the reported amount of assets and liabilities on the date of the financial statements and the reported amount of income and expenses during the reporting period. Differences between the actual results and estimates are recognized in the period in which the results are known / materialized.

c. Revenue Recognition

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the company and revenue can be reliably measured.

Revenue from digital media services (net of service tax) is recognized 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.

Gener8 India Media Services Limited
(formerly known as Prime Focus Entertainment Services Limited / Reliance MediaWorks Entertainment Services Limited)

Notes to financial statements as at March 31, 2015

d. Fixed Assets, intangible assets and capital work-in-progress

Tangible fixed assets are stated at cost 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. The intangible assets are recorded at cost and are carried at cost less accumulated amortization. Capital-work-in-progress comprises cost of fixed assets that are not yet ready for their intended use at the balance sheet date.

e. Depreciation and Amortization

Depreciation on fixed assets is applied on Straight Line Basis based on the useful life of the asset in the manner and at the rates specified in schedule XIV to the Companies Act, 1956. Depreciation for assets purchased/sold during the year is proportionately charged. Individual low cost assets (acquired for less than Rs.5,000/-) are depreciated within a year of acquisition. Software are amortized on Straight Line Basis over a period, not exceeding five years, as determined by the management.

f. Impairment of Asset

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 recognized whenever the carrying amount of an asset or a cash generating unit exceeds its recoverable amount. Impairment loss is recognized in the statement of profit and loss.

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.

g. Retirement Benefits to Employees

i) Gratuity

Company provides for gratuity covering eligible employees, in accordance with the payment of Gratuity Act,1972. Liabilities with regard to the gratuity are determined using actuarial valuation carried out by an independent actuary at the balance sheet date using projected unit credit method.

ii) Leave Encashment

The Company provides for Leave encashment, in respect of earned leaves of employees. Liabilities with regard to the Leave encashment are determined using actuarial valuation carried out by an independent actuary at the balance sheet date using projected unit credit method.

Gener8 India Media Services Limited
(formerly known as Prime Focus Entertainment Services Limited / Reliance MediaWorks Entertainment Services Limited)

Notes to financial statements as at March 31, 2015

iii) Provident Fund

Eligible employees receive benefits from Provident fund contribution plan. Both, the employee and the Company make monthly contributions to this plan equal to the specified percentage of the covered employee's salary. Amounts collected under the plan are deposited in a government administered provident fund.

h. Investments

Current investments are carried at lower of cost and quoted / fair value. Long Term Investments are stated at cost. Provision for diminution in the value of long-term investments is made only if such a decline is other than temporary in the opinion of the management.

i. Foreign Currency Transactions / Translation :

Transactions denominated in foreign currencies are recorded at the exchange rate prevailing on the date of the transaction. Exchange differences arising on the foreign exchange transactions settled during the year are recognized in the Statement of Profit and Loss for the year.

Monetary items denominated in foreign currencies as at the balance sheet date are translated at the closing exchange rates on that date; the resultant exchange differences (other than those relating to long term foreign currency monetary items) are recognized in the Statement of Profit and Loss for the year. Exchange differences relating to long term foreign currency monetary items, to the extent they are used for financing the acquisition of fixed assets are added to or subtracted from the cost of such fixed assets.

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 amortized as income or expense over the life of the contract. Exchange differences on forward contracts are recognized as income or expense in the profit and loss account of the year. Any profit or loss arising on the cancellation and renewal of forward contract is recognized as income or expense for the year.

j. 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 recognized for timing differences between the profits / losses offered for income taxes and profits/ losses as per the financial statements. Deferred tax assets and

Gener8 India Media Services Limited
(formerly known as Prime Focus Entertainment Services Limited / Reliance MediaWorks Entertainment Services Limited)

Notes to financial statements as at March 31, 2015

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 recognized only to the extent there is reasonable certainty that the assets can be realized in future. However, where there is unabsorbed depreciation or carried forward loss under taxation laws, deferred tax assets are recognized only if there is a virtual certainty of realization 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 realized.

k. Provisions and Contingencies

Provisions comprise liabilities of uncertain timing or amount. Provisions are recognized when the company recognizes 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.

l. Borrowing costs

Borrowing costs that are attributable to the acquisition, construction or production of qualifying assets are capitalized 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.

m. Inventories

Inventories are valued at Cost or Net Realizable Value, whichever is lower. Cost is determined on first-in first out (FIFO) basis.

n. Earning 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. The number of shares used in computing diluted earning per share comprises the weighted average 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, unless issued at a later date.

Gener8 India Media Services Limited

(formerly known as Prime Focus Entertainment Services Limited / Reliance MediaWorks Entertainment Services Limited)

Notes to financial statements as at March 31, 2015

	As at March 31, 2015 Rupees	As at March 31, 2014 Rupees
2. Share capital		
Authorised		
15 00 000 (2014- 15 00 000) Equity Shares of Rs. 10/- each	1 50 00 000	1 50 00 000
50 00 000 (2014- 50 00 000) Preference shares of Re. 1/- each	50 00 000	50 00 000
	<u>2 00 00 000</u>	<u>2 00 00 000</u>
Issued, Subscribed and Paid up		
8 50 000 (2014- 8 50 000) Equity Shares of Rs. 10/- each, fully paid up	85 00 000	85 00 000
12 00 000 (2014- 12 00 000) 10% Redeemable Non convertible Preference shares of Re. 1/- each, fully paid up	12 00 000	12 00 000
	<u>97 00 000</u>	<u>97 00 000</u>

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

Equity shares

	No.	No.
At the beginning of the year	8 50 000	8 50 000
Issued during the year	-	-
Outstanding at the end of the year	<u>8 50 000</u>	<u>8 50 000</u>

	Rupees	Rupees
At the beginning of the year	85 00 000	85 00 000
Issued during the year	-	-
Outstanding at the end of the year	<u>85 00 000</u>	<u>85 00 000</u>

Preference shares

	No.	No.
At the beginning of the year	12 00 000	12 00 000
Issued during the year	-	-
Outstanding at the end of the year	<u>12 00 000</u>	<u>12 00 000</u>

	Rupees	Rupees
At the beginning of the year	12 00 000	12 00 000
Issued during the year	-	-
Outstanding at the end of the year	<u>12 00 000</u>	<u>12 00 000</u>

b. Terms/rights attached to equity shares

The Company has only one class of equity shares having a par value of Rs.10 per share. Each holder of equity shares is entitled to one vote per share. The Company declares and pay dividends in Indian rupees. The dividend, if proposed by the Board of 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.

100
100
100

**Gener8 India Media Services Limite
MediaWorks Entertainment Services Limited)
Notes to financial statements as at March 31, 2015**

As at
March 31, 2015

As at
31st March, 2014

c. Terms/rights attached to preference shares

During the year 2011-12, the Company issued 12 00 000 10% Redeemable Non Convertible Preference Shares (RNCPS) @ Rs.1000 (including premium of Rs.999) per RNCPS. The RNCPS is non cumulative. The RNCPS shall be redeemed at the end of 20 years from the date of allotment. Each RNCPS shall be redeemed at a premium calculated in a manner that gives the holder a yield of 10% p.a.(till date of redemption) on issue price of Rs.1000 per RNCPS (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 offeror.

d. Shares held by holding/ultimate holding company and/or their subsidiaries/associates

Out of equity and preference shares issued by the Company, shares held by its holding company, ultimate holding company and their subsidiaries/ associates are as below :

	Rupees	Rupees
Reliance Mediaworks Ltd., the holding company		
8 50 000 (2014- 8 50 000) equity shares of Rs. 10/- each, fully paid up	85 00 000	85 00 000
12 00 000 (2014- 12 00 000) 10% Redeemable Non convertible preference shares of Re. 1/- each, fully paid up (Refer Note 40)	12 00 000	12 00 000

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

Reliance Mediaworks Ltd.(holding company)

	No.	No.
Equity shares of 10 each, fully paid up	8 50 000	8 50 000
10% Redeemable non convertible preference shares of Re. 1 each, fully paid up	12 00 000	12 00 000
	%	%
Equity shares of 10 each, fully paid up	100.00%	100.00%
10% Redeemable non convertible preference shares of Re. 1 each, fully paid up	100.00%	100.00%

As per records of the Company, including its register of shareholders/members and other declarations received from shareholders regarding beneficial interest, the above shareholding represents both legal and beneficial ownerships of shares.

3. Reserves and Surplus

	Rupees	Rupees
Securities premium account		
Balance as per last financial statement	139 08 00 000	139 08 00 000
8'00 000 shares issued during the F.Y. 2010-11 at the premium of Rs.240/- each and 12 00 000 10% Redeemable non convertible preference shares issued during the F.Y. 2011-12 at the premium of Rs.999/- each		
Closing balance	139 08 00 000	139 08 00 000
Surplus/(deficit) in the Statement of Profit and Loss		
Balance as per last financial statement	-180 01 36 114	-131 61 77 426
Loss for the year	-60 97 76 304	-48 39 58 689
Net surplus / (deficit) in the statement of profit and loss	-240 99 12 418	-180 01 36 114
Total Reserves and surplus	-101 91 12 418	-40 93 36 114

Gener8 India Media Services Limitee
(formerly known as Prime Focus Entertainment Services Limited / Reliance)
Notes to financial statements as at March 31, 2015

	As at March 31, 2015 Rupees	As at 31st March, 2014 Rupees
4. Long term borrowings		
From bank		
Term loan taken from Axis bank (Secured)	-	-
From Others		
Loan from HPFS (Secured)	-	35 28 461
Loans and advances from related parties		
Loan from Holding company (Unsecured)	168 99 29 415	142 00 15 700
	168 99 29 415	142 35 44 161
The above amount includes :		
Secured borrowings		35 28 461
Unsecured borrowings	168 99 29 415	142 00 15 700

a. Loan from Hewlett Packard Financial services (HPFS) against purchase of asset carries interest @ 12.9530% p.a. .The loan is repayable in 12 quarterly equal installments. Loan from HPFS is secured by the hypothycation of fixed assets funded by HPFS and further, by the corporate guarantee of the holding company.

b.Loan from holding company-Reliance MediaWorks Limited carries interest @ 10% p.a. for loans granted post April 1, 2014 and is interest free for loans granted prior to April 1, 2014 .The loan is repayable on demand. (Also refere note 40)

5. Deferred tax

(a) Deferred tax asset

Arising on account of timing difference in :

Unabsorbed depreciation/carried forward business loss*	2 05 01 717	13 13 87 341
Others		43 60 755
	2 05 01 717	13 57 48 096

(b) Deferred tax liability

Arising on account of timing difference in :

Depreciation/amortisation	2 05 01 717	11 43 16 318
Others		2 14 31 778
	2 05 01 717	13 57 48 096

Net deferred tax liability

	-	-
--	---	---

* Unabsorbed depreciation/carried forward business loss as on 31st March ,2015 is restricted to the extent of deferred tax liability due to absence of virtual certainty.

6. Long term provisions

Provision for employee benefits

Gratuity		3 08 510
Leave encashment	29 46 306	1 08 74 103
Others		
Lease rent normalization as per AS-19	73 58 435	1 47 16 869
	1 03 04 741	2 58 99 482

Gener8 India Media Services Limited

(formerly known as Prime Focus Entertainment Services Limited / Reliance MediaWorks Entertainment Services Limited)

Notes to financial statements as at March 31, 2015

 As at
 March 31, 2015
 Rupees

 As at
 31st March, 2014
 Rupees

7. Short term borrowings
Loan repayable on demand
From Bank

Cash credit from Axis bank (Secured)

7 48 96 803	10 72 94 628
7 48 96 803	10 72 94 628

The above amount includes :

Secured borrowings

7 48 96 803	10 72 94 628
-------------	--------------

Unsecured borrowings

7 48 96 803	10 72 94 628
-------------	--------------

Cash credit carries interest @ BPLR+3.75% (14.00% as on 31st March, 2015) p.a. payable at monthly intervals. It is repayable on demand. It secured by first charge on all present and future fixed assets, inventories, book debts and loans & advances of the company and further, by the corporate guarantee of the holding company.

8. Trade payables

Sundry creditors

Due to Micro, Small and Medium Enterprises (Refer Note No.28)

2 06 94 919	1 64 59 994
-------------	-------------

Due to other creditors

2 06 94 919	1 64 59 994
--------------------	--------------------

9. Other current liabilities

Current maturities of long term borrowings- bank

-	13 97 34 588
---	--------------

Current maturities of long term borrowings- Others

23 04 650	1 60 93 103
-----------	-------------

Interest accrued but not due

1 81 93 095	22 98 955
-------------	-----------

Statutory liabilities

36 43 251	46 73 217
-----------	-----------

Creditors for capital goods

37 36 628	30 66 394
-----------	-----------

Trade deposits

13 50 440	13 50 440
-----------	-----------

Other liabilities

95 80 143	6 89 55 370
-----------	-------------

3 88 08 207	23 61 72 067
--------------------	---------------------

10. Short term provisions
Provision for employee benefits

Gratuity

7 66 557	29 29 864
----------	-----------

Leave encashment

7 66 557	29 29 864
-----------------	------------------

12. Long term loans and advances

Capital Advance

- Secured, considered good

-	49 60 722
---	-----------

- Unsecured, considered good

(A)	49 60 722
-----	------------------

Security deposits

- Secured, considered good

1 09 43 386	2 03 84 970
-------------	-------------

- Unsecured, considered good

(B)	1 09 43 386	2 03 84 970
-----	--------------------	--------------------

Others

15 62 993	
-----------	--

(A+B)	1 25 06 379	2 53 45 692
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13. Other non current assets

Deferred Revenue expenditure (to the extent not written off) (Refer Note No.27)

-	3 46 79 250
---	-------------

3 46 79 250	
--------------------	--

14. Non current investment

Investment in Subsidiary

Investment in Reliance MediaWorks Creative Services Limited

Nil (2014- 50,000 equity shares @ Rs.10/- each)

-	5 00 000
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5 00 000	
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Reliance MediaWorks Entertainment Services Limited

Notes to financial statements as at 31 March, 2015

(Currency : Indian Rupees)

11. Fixed Assets and Depreciation

a. Tangible fixed assets:

	Plant & Machinery	Office Equipment	Computers	Furniture & Fixtures	Leasehold improvements	Total
Cost or valuation						
At 1st April, 2014	17 58 41 195	5 41 92 250	51 60 65 659	8 45 67 668	14 01 62 555	97 08 29 327
Additions			41 33 298	-	4 48 818	45 82 116
Disposals	-	1 03 26 200		2 28 22 760	7 12 90 890	10 44 39 850
At 31st March, 2015	17 58 41 195	4 38 66 050	52 01 98 957	6 17 44 908	6 93 20 483	87 09 71 593
Depreciation						
At 1st April, 2014	5 36 53 886	1 04 82 946	32 58 50 208	2 08 07 510	6 20 67 709	47 28 62 259
Charge for the year	1 77 90 375	4 20 15 647	17 24 56 748	2 00 54 039	1 15 20 673	26 38 37 482
Disposals	-	94 95 124		1 03 01 517	3 52 86 936	5 50 83 577
At 31st March, 2015	7 14 44 261	4 30 03 469	49 83 06 956	3 05 60 032	3 83 01 446	68 16 16 164
Net block						
At 31st March, 2014	12 21 87 309	4 37 09 304	19 02 15 451	6 37 60 158	7 80 94 847	49 79 67 068
At 31st March, 2015	10 43 96 934	8 62 581	2 18 92 000	3 11 84 876	3 10 19 037	18 93 55 429

b. Intangible fixed assets:

	Computer softwares	Total
Cost or valuation		
At 1st April, 2014	55 37 52 360	55 37 52 360
Purchase	27 41 333	27 41 333
Disposals	-	-
At 31st March, 2015	55 64 93 693	55 64 93 693
Amortization		
At 1st April, 2014	33 44 51 100	33 44 51 100
Charge for the year	12 09 44 911	12 09 44 911
Disposals	-	-
At 31st March, 2015	45 53 96 011	45 53 96 011
Net block		
At 31st March, 2014	21 93 01 260	21 93 01 260
At 31st March, 2015	10 10 97 682	10 10 97 682

Gener8 India Media Services Limitec

(formerly known as Prime Focus Entertainment Services Limited / Reliance MediaWorks Entertainment Services Limited)

Notes to financial statements as at March 31, 2015

	As at March 31, 2015	As at 31st March, 2014
	Rupees	Rupees
15. Inventory		
Stores and spares (valued at lower of cost or net realizable value)	-	71 91 614
	<u>-</u>	<u>71 91 614</u>
16. Trade receivables		
Outstanding for a period exceeding six months		
-Unsecured, considered good	26 56 16 130	27 29 46 220
-Doubtful	9 57 12 624	8 93 76 538
	<u>36 13 28 754</u>	<u>27 29 46 220</u>
Provision for doubtful debts	-9 57 12 624	-8 93 76 538
	(A) 26 56 16 130	27 29 46 220
Other receivables		
Unsecured, considered good	19 19 07 406	7 76 47 165
-Doubtful	-	-
	<u>19 19 07 406</u>	<u>7 76 47 165</u>
Provision for doubtful debts	-	-
	(B) 19 19 07 406	7 76 47 165
	(A+B) 45 75 23 536	35 05 93 385
17. Cash and cash equivalents		
Balance with banks		
- In current accounts	2 05 03 723	34 58 526
Cash on hand	2 59 378	4 06 330
	<u>2 07 63 101</u>	<u>38 64 856</u>
18. Short term loans and advances		
Security deposits	-	-
Advances to vendors	1 02 65 306	6 05 79 813
Other loans and advances		
Advance tax, Tax deducted at source	69 19 107	3 70 50 369
Prepaid Expenses	12 56 849	57 22 970
Balance with statutory/government authorities	26 21 877	27 56 576
	<u>2 10 63 139</u>	<u>10 61 09 728</u>
The above amount includes :		
Secured, considered good	-	-
Unsecured, considered good	2 10 63 139	10 61 09 728
	<u>2 10 63 139</u>	<u>10 61 09 728</u>
19. Other current assets		
Unbilled receivables	-	9 80 98 278
Deferred revenue expenditure (to the extent not written off) (Refer Note No.27)	-	3 46 79 254
Others	2 36 78 958	3 43 33 697
	<u>2 36 78 958</u>	<u>16 71 11 229</u>

Gener8 India Media Services Limitec

(formerly known as Prime Focus Entertainment Services Limited / Reliance MediaWorks Entertainment Services Limited)

Notes to financial statements as at March 31, 2015

	As at March 31, 2015	As at 31st March, 2014
	Rupees	Rupees
20. Revenue from Operations		
Sale of services	25 70 61 560	22 02 89 178
	25 70 61 560	22 02 89 178
Details of services rendered		
Digital media services	25 70 61 560	22 02 89 178
	25 70 61 560	22 02 89 178
21. Other income		
Interest and other income	53 18 367	-
Foreign exchange gain (Net)	85 43 061	86 06 997
Gain on sale of fixed assets	-	28 63 045
	1 38 61 428	1 14 70 042
22. Employee benefits expense		
Salaries and wages	11 17 45 271	22 65 97 287
Employer's Contribution to Provident and other funds	32 52 512	93 60 942
Gratuity	- 18 71 503	9 26 105
Leave encashment	13 67 744	1 43 68 910
Staff welfare	4 07 595	55 25 812
	11 49 01 619	25 67 79 056
23. Other expenses		
Consumption of stores and spares	72 12 164	10 033
Other consumables	3 49 396	6 54 901
Other direct expenses	36 22 091	2 33 12 564
Power and fuel	2 29 55 096	3 08 40 516
Water Charges	3 63 488	5 14 994
Marketing expenses/Business Promotion	13 405	2 42 245
Membership & subscriptions	45 000	5 29 009
Office expenses	58 140	1 51 053
Auditor's remuneration	3 50 000	3 50 000
Loss on sale of fixed assets	4 93 56 273	-
Rent	3 95 14 266	5 90 42 139
Rates and taxes	9 11 795	3 23 136
Travelling and conveyance	17 70 179	39 45 469
Insurance	8 37 842	14 23 163
Legal and professional fees	37 62 705	37 79 104
Deferred revenue expenditure written off	6 93 59 504	3 46 79 256
Bad Debts write off	9 80 98 278	-
Provision for doubtful debts	1 79 14 788	-
Repairs and maintenance	74 36 873	39 50 343
Housekeeping charges & facility management services	48 80 024	81 30 189
Security charges	23 46 750	44 97 738
Telephone, communication and postage	34 40 614	38 98 869
Printing and stationery	4 08 563	2 73 239
Other miscellaneous expenses	4 36 208	19 12 812
	33 54 43 442	18 24 60 773
24. Finance cost		
Interest expense		
On Fixed loan	1 22 19 004	2 75 70 891
Others	3 31 28 079	1 63 93 501
	4 53 47 083	4 39 64 392
Bank charges	2 24 755	3 53 777
	4 55 71 838	4 43 18 169

Gener8 India Media Services Limited
(formerly known as Prime Focus Entertainment Services Limited / Reliance MediaWorks Entertainment Services Limited)

Notes to financial statements as at March 31, 2015

25. Commitments

Particulars	March 31, 2015	March 31, 2014
Estimated amount of unexecuted contracts (net of advances)	Nil	71 16 395

26. Contingent Liabilities

On Account of :

Particulars	March 31, 2015 Rupees	March 31, 2014 Rupees
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 Rs. 96 56 175/- deposited, as Tax demand, for the purpose of admission of Appeal is reflected as Short Term Loans and Advances.	5 36 88655	5 36 88 655
Claims against the Company not acknowledge as debts	58 84 81 360	-

27. During the year 2011-11, the Company had recognised deferred revenue expenditure pertaining to start up and stabilisation costs of the business amounting to Rs. 1,734 Lacs which consisted of the following;

Particulars	Deferred Revenue Expenditure(Rs. In Lacs)
Personnel costs	1,408.60
Rent	177.10
Other operating expenses	148.30
Total	1734.00

The company 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 Company 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.

Gener8 India Media Services Limited
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Notes to financial statements as at March 31, 2015

In light of these factors, the Company 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 Company started amortizing this deferred revenue expenditure starting from the FY 2011-12 over a period of 5 years. However, the company has written off entire remaining balance amount of Rs. 693.59 Lacs (P.Y. Rs.346.80 Lacs) to the Statement of Profit and loss in the current period.

28. On the basis of the information and records available with the management, there are no outstanding dues to the Micro, Small and Medium enterprises as defined in the Micro, Small and Medium Enterprises (Development) Act, 2006. This has been relied upon by the auditors.

29. Segment Reporting

a) The Company's business activity primarily falls within a single business segment i.e. digital media services and hence there are no other separate reportable segments except those already provided in the financial statement.

b) Geographical segments

Revenue(Gross sales)	Year ended March 31, 2015	Year ended March 31, 2014
Domestic	1 07 37 329	5 94 78 969
Overseas	24 63 24 231	16 08 10 208
Total	25 70 61 560	22 02 89 178

30. Auditor's Remuneration

Particulars	Year ended March 31, 2015	Year ended March 31, 2014
Audit Fees	3 00 000	3 00 000
Tax Audit Fees	50 000	50 000
Limited Review	Nil	Nil
Certification Charges	Nil	Nil
Expenses Reimbursements	Nil	Nil
Total	3 50 000	3 50 000

Gener8 India Media Services Limited
(formerly known as Prime Focus Entertainment Services Limited / Reliance MediaWorks Entertainment Services Limited)

Notes to financial statements as at March 31, 2015

31. Disclosure with regard to Related Party Transactions

As per Accounting Standard - 18 on "Related Party Disclosures", the disclosure of transactions with the related party as defined in the Accounting Standard are given below:

List of Related Parties and Relationships

- A Ultimate Holding Company
- Reliance Land Private Limited
- B. Holding Company
- Reliance MediaWorks Limited
- C Fellow Subsidiary Companies
- Global MediaWorks (UK) Limited (formerly known as Reliance MediaWorks UK Limited)
 - Reliance MediaWorks Creative Services Ltd. (was a subsidiary till July 15, 2014 and a fellow subsidiary thereafter)
 - Reliance MediaWorks (USA) Inc.
 - Reliance MediaWorks (Netherlands) B.V.
 - Reliance MediaWorks (Mauritius) Limited
 - Reliance MediaWorks Theatres Limited
 - Big Synergy Media Limited
 - Rave Entertainment and Food Nepal Private Limited
 - Reliance Media Consultant Private Limited
 - Cinema Ventures Private Limited (formerly known as Reliance Media Ventures Private Limited)
 - 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 (till December 31, 2014)
 - Big Cinemas Phoenix LLC (till December 31, 2014)
 - Big Cinemas Exhibition LLC (till March 2, 2015)
 - Big Cinemas IMC LLC
 - Big Pictures USA Inc.
 - Reliance Media & Marketing Communications LLC (till March 2, 2015)
 - Reliance Lowry Digital Imaging Services Inc.
 - Reliance Media Works VFX Inc.

Gener8 India Media Services Limited

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Notes to financial statements as at March 31, 2015

Transactions during the year ended 31st March, 2015 and balances with Related parties

Particulars	Reliance MediaWorks Limited	Reliance Lowry Digital Imaging Services. Inc.	Reliance MediaWorks Creative Services Limited
Investment in Equity Shares	Nil (Nil)	Nil (Nil)	Nil (5 00 000)
Sale of Investment in Equity Shares	5 00 000 (Nil)	Nil (Nil)	Nil (Nil)
Sale of Services	8 46 600 (9 08 000)	22 33 37 982 (9 34 79 063)	Nil (Nil)
Receipt of Services	6 96 089 (20 54 362)	Nil (Nil)	Nil (Nil)
Reimbursement of expenses	Nil (10 63 153)	Nil (Nil)	Nil (Nil)
Interest on loan	2 01 20 993 (Nil)	Nil (Nil)	Nil (Nil)
Sale of fixed assets	Nil (Nil)	Nil (75 75 285)	Nil (Nil)
Sundry Debtors	4 82 06 749 (4 74 98 321)	40 01 53 813 (16 84 03 542)	Nil (Nil)
Sundry Creditors	88 57 771 (81 63 186)	Nil (Nil)	Nil (Nil)
Balance as at 1 st April, 2014	142 00 15 700 (88 34 37 200)	Nil (Nil)	Nil (Nil)
Received during the period	26 99 13 715 (53 65 78 500)	Nil (Nil)	Nil (Nil)
Repaid during the period	Nil (Nil)	Nil (Nil)	Nil (Nil)
Balance as at 31 st March, 2015	1 68 99 29 415 (142 00 15 700)	Nil (Nil)	Nil (Nil)

Gener8 India Media Services Limited
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Notes to financial statements as at March 31, 2015

32. Earnings per Share

Particulars	Year ended March 31, 2015	Year ended March 31, 2014
Net loss for the year as per Statement of Profit and loss considered as numerator for calculating earnings per share.	(60 97 76 304)	(48 39 58 689)
Weighted average number of equity shares outstanding during the year considered as denominator.	8 50 000	8 50 000
Nominal value per equity share	10	10
Earnings per share (Basic / Diluted)	(717.38)	(569.36)

33. Lease disclosure under AS 19 – ‘Leases’

The future minimum lease payments in respect of 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	2 24 27 028	5 97 24 674
Amounts due in the period between one year and five years	7 53 54 814	19 19 48 201
Amount due after five years	Nil	Nil
Total	9 77 81 842	25 16 72 874

Amount payable within lock-in-period is Rs. Nil- (P.Y.- Rs. Nil)

Amount debited to Statement of Profit and Loss for lease rental

Particulars	Year ended March 31, 2015	Year ended March 31, 2014
Lease rental	3 95 14 266	5 90 42 139

34. Employee Benefits

Consequent

upon adoption of Accounting Standard on “Employee Benefits” (AS-15) (Revised 2005) issued by the Companies (Accounting Standards) Rules, 2006, as required by the standard, the following disclosure are made:

a) Defined Contribution Plan :

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Notes to financial statements as at March 31, 2015

The Company makes contribution at a specified percentage of payroll cost towards Employees Provident Fund (EPF) for qualifying employees. The Company recognized Rs.86 82 200 (P.Y. Rs. 92 83 564) for Provident Fund contribution in the Statement of Profit and Loss for the period.

b) Defined benefit Plan :

i) Gratuity (Funded)

Particulars	March 31, 2015 Rupees	March 31, 2014 Rupees
(I) Reconciliation in Present Value of Obligations (PVO)- defined benefit obligation :		
Present value of obligation at the beginning of the period	67 12 684	63 87 867
Interest cost	7 78 990	6 58 984
Current service cost	17 48 603	15 99 820
Benefit paid	(25 78 166)	(9 74 361)
Actuarial (gain)/ loss on obligations	(41 87 344)	(9 59 626)
Present value of obligation at the end of the period	24 74 767	67 12 684
Fair Value of Plan Assets at the end of the period	43 32 789	64 04 174
Liability recognized in Balance Sheet	(15 62 993)	3 08 510
(II) Net Cost for the period ended 31st March, 2015		
Current service cost	17 48 603	15 99 820
Interest cost	7 78 990	6 58 984
Expected Return on Plan Assets	(5 11 434)	(4 45 673)
Actuarial (gain)/ loss	(41 82 691)	(8 87 026)
Effect of limit in Para 59 (b)	2 95 029	-
Net Cost	(18 71 503)	9 26 105
(III) Assumptions used in the accounting for Gratuity plan :		
Discount rate current	7.95%	9.30%
Salary escalation current	7.00%	7.00%

Particulars	March 31, 2015 Rupees	March 31, 2014 Rupees
(I) Reconciliation of Fair value of Assets:		
Opening Fair value of Plan Assets	64 04 174	59 42 308
Expected Return on plan assets	5 11 434	4 45 673
Actuarial Gain/(Losses)	(72 600)	(72 600)
Contribution by employer	-	10 63 153

Gener8 India Media Services Limited
(formerly known as Prime Focus Entertainment Services Limited / Reliance MediaWorks Entertainment Services Limited)

Notes to financial statements as at March 31, 2015

Benefit paid	(25 78 166)	(9 74 361)
Closing Fair value of Plan Asset	43 32 789	64 04 174

ii) Other Long Term Employee Benefits

The liability towards compensated absences for the period ended 31st March, 2015 based on actuarial valuation carried out using the Projected Unit Credit Method amounting to Rs 37 12 863/- (Previous Year - Rs. 1 38 03 967/-) has been recognized in the Statement of Profit and Loss for the period.

35. No Provision for Tax has been made for the year in view of assessable loss.

36. **Foreign currency exposures (Other than investments) not covered by forward contracts**

	Currency	March 31, 2015	
		Amount – Foreign Currency	Amount – Indian Rupees
Sundry Debtors	USD	64 94 616	40 48 45 113
Sundry Creditors	USD	4 410	2 74 899
	EURO	14 250	9 54 270

37. The information required under paragraph 3 and 4 of part II of schedule VI of the Companies Act, 1956 to the extent applicable is provided below.

i. CIF Value of Imports

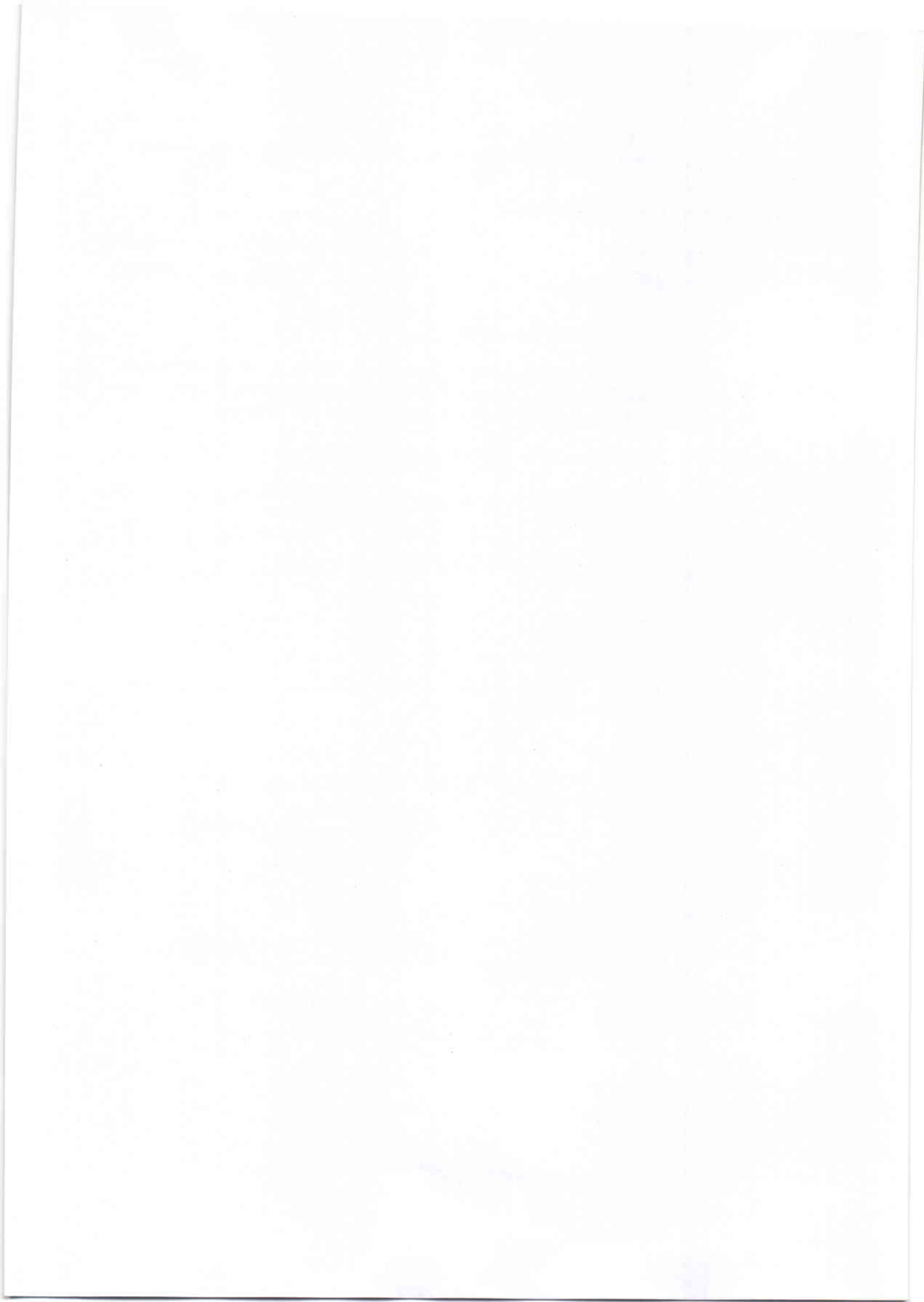
Particular	March 31, 2015 Rupees	March 31, 2014 Rupees
Capital Goods	58 44 631	5 41 69 882

ii. Earning in Foreign Exchange

Particular	March 31, 2015 Rupees	March 31, 2014 Rupees
Sale of Services	24 63 24 231	16 08 10 208

iii. Expenditure in Foreign Currency

Particulars	March 31, 2015 Rupees	March 31, 2014 Rupees
Travel and Conveyance	9 97 766	7 76 785
Legal & Professional Fees	2 16 664	Nil
Marketing Expenses	Nil	Nil



Gener8 India Media Services Limited
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Notes to financial statements as at March 31, 2015

Others	40 383	18 87 331
Total	12 54 813	26 64 116

38. In view of the substantial expansion being undertaken by the Company for setting up a 2D to 3D conversion facility for Gener8 Inc. and letter of support given by Prime Focus Limited (the current holding company), in spite of the accumulated losses being in excess of its net worth, the accounts have been prepared on going concern basis.

39. No provision for tax has been made for the year in view of assessable loss.

40. The Company was earlier a wholly owned subsidiary of Reliance MediaWorks Limited. On July 2, 2014, Reliance MediaWorks Limited proposed a sale of its entire film and media services business to Prime Focus Limited. The transaction was effective closure of April 7, 2015 and post the closure of the transaction, the Company is a subsidiary of Prime Focus Limited.

Hence, Reliance MediaWorks has transferred its equity and preference shares to Prime Focus Limited along with the balance for loan payable to Prime Focus Limited.

41. Figures of the previous year have been regrouped/reclassified/rearranged/reworked wherever necessary. Figures in brackets represent the previous year figures.

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

As per our Report of even date.

For M.S. Sethi & Associates
Chartered Accountants
Regn No. 109407W

For and on behalf of the board

Manoj Sethi
Proprietor
Membership No. 39784

Vikas Rathee
Director

Nishant Fadia
Director

Mumbai
Date: 21st August, 2015

Mumbai
Date: 21st August, 2015