

**FINANCIAL STATEMENT**

**2017-2018**

**GLOBAL MEDIAWORKS (UK) LIMITED**

## INDEPENDENT AUDITORS' REPORT

**TO  
THE MANAGEMENT OF  
RELIANCE MEDIAWORKS LIMITED  
MUMBAI, INDIA**

### **1. Report on the Financial Statements:**

We have audited the accompanying financial statements of Global Media Works (UK) Ltd. ('the Company') and which comprise the Balance sheet as at 31.03.2018, the Statement of Profit and Loss (including other comprehensive income), the statement of Cash Flow and the statement of changes in equity for the year then ended, and a summary of the significant accounting policies and other explanatory information (herein after referred to as "the financial statements"), prepared and presented solely to facilitate the preparation of the financial statements of the Intermediate Holding Company-Reliance Media Works Limited, in terms of Section 123(3) of Indian Companies Act, 2013 ('the 2013 Act').

These financial statements are "special purpose financial statements" and do not constitute a set of statutory financial statements in accordance with the local laws in which the holding company is Incorporated and cannot be used for any purpose other than aforesaid.

### **2. Management's Responsibility for the Financial Statements**

The Management is responsible for the matters stated in section 134(5) of the companies Act, 2013 ("the Act") with respect to 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, in preparing its financial statements ("Group Accounting Policies") and the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under Section 133 of the Act, read with relevant rules issued there-under to the extent applicable. This responsibility also includes maintenance of adequate accounting records for safeguarding the assets of the company and for preventing and detecting fraud 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 are 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.

### 3. Auditors' Responsibility

We conducted our audit in accordance with the Standards on Auditing (SA) issued by the Institute of Chartered Accountants of India and in particular SA 800 'Special Considerations - Audits of Financial Statements Prepared in Accordance with Special Purpose Frameworks'. 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.

Our responsibility is to express an opinion on this financial statement based on our audit. We have taken into account the provisions of the Companies Act 2013 to the extent, the accounting and auditing standards and matters which are required to be included in the audit report in accordance with the Standards on Auditing specified under Section 143(10) of the Act. 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 an adequate internal financial controls system over financial reporting in place and the operating effectiveness of such controls pursuant to the MCA notification dated 13.06.2017. An audit also includes evaluating the appropriateness of 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 obtained by us is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

### 4. Opinion

In our opinion and to the best of our information and according to the explanation given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Group as at 31.03.2018, and losses and its cash flows and the changes in the equity for the year ended on that date.

## 5. Emphasis of Matter

We draw attention to note no. 21 of the Notes to Accounts to the Financial Statements. The Company continues to prepare accounts on a going concern basis, despite accumulated losses as on 31.03.2018 being more than 50% of the average net worth during the four years immediately preceding the current financial year. The reason for the losses and the Management's assessment mentioned in the note no. 21, as mentioned above, regarding the Company's ability to continue as a going concern have been relied upon.

Our opinion is not qualified in respect of this matter.

## 6. Other Matter

The Company has prepared separate set of financial statements for the year ended 31.03.2018 in accordance with the International Financial Reporting Standards (IFRS) and Interpretations issued by the International Accounting Standards Board (IASB) and effective in the reporting period, which are audited by the other auditors, whose report for the year ended 31.03.2018 dated 20.08.2018 has been relied upon by us.

**For Chokshi and Co. LLP**  
**Chartered Accountants**  
**FRN – 131228W / W100044**

**Kalpen Chokshi**  
**Partner**  
**Membership No.:135047**

**Place: Mumbai**  
**Date: 27.08.2018**

## Global MediaWorks (UK) Limited

## Balance Sheet as at March 31, 2018

Particulars	Note	As at March 31, 2018		As at March 31, 2017		As at April 01, 2016	
		(Amount in ₹)	(Amount in GBP)	(Amount in ₹)	(Amount in GBP)	(Amount in ₹)	(Amount in GBP)
<b>ASSETS</b>							
1 Non-current Assets							
(a) Property, Plant and Equipment		-	-	-	-	-	-
(b) Financial Assets							
(i) Other Financial Assets		-	-	-	-	-	-
(c) Deferred Tax Assets		-	-	-	-	-	-
(d) Non Current tax Assets		-	-	-	-	-	-
2 Current Assets							
(a) Inventories		-	-	-	-	-	-
(b) Financial Assets							
(i) Trade Receivables	1	-	-	-	-	6,84,643	7,200
(ii) Cash and Cash Equivalents	2	-	-	-	-	4,96,426	5,221
(iii) Other Financial Assets		-	-	-	-	-	-
(c) Other Current Assets	3	69,54,425	76,413	61,83,555	76,413	50,82,084	53,445
		69,54,425	76,413	61,83,555	76,413	62,63,153	65,866
<b>TOTAL ASSETS</b>		<b>69,54,425</b>	<b>76,413</b>	<b>61,83,555</b>	<b>76,413</b>	<b>62,63,153</b>	<b>65,866</b>
<b>EQUITY AND LIABILITIES</b>							
<b>Equity</b>							
(a) Equity Share Capital	4	8,47,000	10,000	8,47,000	10,000	8,47,000	10,000
(b) Other Equity	5	(1,03,64,72,906)	(1,13,89,129)	(92,11,11,518)	(1,13,82,129)	(1,19,60,29,068)	(1,25,79,049)
		(1,03,56,25,906)	(1,13,79,129)	(92,02,64,518)	(1,13,72,129)	(1,19,51,82,068)	(1,25,69,049)
<b>Liabilities</b>							
1 Non current Liabilities							
(a) Financial liabilities							
(i) Borrowings		-	-	-	-	-	-
(ii) Others		-	-	-	-	-	-
2 Current Liabilities							
(a) Financial Liabilities							
(i) Borrowings	6	1,02,23,24,197	1,12,32,974	90,90,03,708	1,12,32,974	1,17,66,31,195	1,23,73,960
(ii) Trade Payables	7	1,46,03,669	1,60,460	1,24,18,452	1,53,460	1,90,21,947	2,00,043
(iii) Other Financial Liabilities		-	-	-	-	-	-
(b) Other Current Liabilities	8	56,52,465	62,108	50,25,913	62,108	57,92,079	60,912
		1,04,25,80,331	1,14,55,542	92,64,48,073	1,14,48,542	1,20,14,45,221	1,26,34,915
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>69,54,425</b>	<b>76,413</b>	<b>61,83,555</b>	<b>76,413</b>	<b>62,63,153</b>	<b>65,866</b>

The accompanying notes form an integral part of the financial statements

As per our report of even date attached  
For Chokshi & Co LLP  
Chartered Accountants  
Firm Registration No. 131228W / W100044

For and on behalf of the Board of Directors

Kalpen Chokshi  
Partner  
Membership No: 135047

Satish Kadakia  
Director  
DIN: 07004001

Place: Mumbai  
Date: August 27, 2018

Place: Mumbai  
Date: August 27, 2018

Global MediaWorks (UK) Limited

Statement of Profit and Loss for the year ended March 31, 2018

Particulars	Note	Year ended March 31, 2018		Year ended March 31, 2017	
		(Amount in ₹)	(Amount in GBP)	(Amount in ₹)	(Amount in GBP)
<b>Revenue</b>					
Revenue from Operations		-	-	-	-
Other Income	9	(11,47,62,812)	-	27,57,98,751	12,06,972
<b>TOTAL</b>		<b>(11,47,62,812)</b>	<b>-</b>	<b>27,57,98,751</b>	<b>12,06,972</b>
<b>Expenses</b>					
Employee Benefit Expenses		-	-	-	-
Depreciation Expenses		-	-	-	-
Other Expenses	10	5,98,576	7,000	8,81,201	10,053
<b>TOTAL</b>		<b>5,98,576</b>	<b>7,000</b>	<b>8,81,201</b>	<b>10,053</b>
<b>Profit before tax</b>		<b>(11,53,61,388)</b>	<b>(7,000)</b>	<b>27,49,17,550</b>	<b>11,96,919</b>
<b>Tax Expenses</b>					
- Current Tax		-	-	-	-
<b>Profit after tax</b>		<b>(11,53,61,388)</b>	<b>(7,000)</b>	<b>27,49,17,550</b>	<b>11,96,919</b>
<b>Other Comprehensive Income</b>					
Items that will not be reclassified to profit or loss		-	-	-	-
<b>Total Comprehensive Income</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Earnings per Equity Share (Face value of GBP 1/- each)					
- Basic and Diluted	11	(11,536)	(1)	27,492	120

The accompanying notes form an integral part of the financial statements

As per our report of even date attached  
**For Chokshi & Co LLP**  
 Chartered Accountants  
 Firm Registration No. 131228W / W100044

For and on behalf of the Board of Directors

**Kalpen Chokshi**  
 Partner  
 Membership No. 119303

**Satish Kadakia**  
 Director  
 DIN: 07004001

Place: Mumbai  
 Date: August 27, 2018

Place: Mumbai  
 Date: August 27, 2018

## Statement of Changes in Equity

**A. Equity Share Capital ( Refer Note 4)**

Particulars	Amount in ₹	Amount in GBP
Balance as at 1st April, 2016	8,47,000	10,000
Changes in equity share capital during the year	-	-
Balance as at 31st March, 2017	8,47,000	10,000
Changes in equity share capital during the year	-	-
Balance as at 31st March, 2018	<b>8,47,000</b>	<b>10,000</b>

**B. Other Equity ( Refer Note 5)**

Particulars	Retained Earnings	
	Amount in ₹	Amount in GBP
Balance as at 1st April, 2016	(1,19,60,29,068)	(1,25,79,049)
Profit / Change for the year	27,49,17,550	11,96,920
Balance as at 31st March, 2017	(92,11,11,518)	(1,13,82,129)
Profit / Change for the year	(11,53,61,388)	(7,000)
Balance as at 31st March, 2018	<b>(1,03,64,72,906)</b>	<b>(1,13,89,129)</b>

As per our report of even date attached  
**For Chokshi & Co LLP**  
Chartered Accountants  
Firm Registration No. 131228W / W100044

For and on behalf of the Board of Directors

**Kalpen Chokshi**  
Partner  
Membership No. 119303

**Satish Kadakia**  
Director  
DIN: 07004001

Place: Mumbai  
Date: August 27, 2018

Place: Mumbai  
Date: August 27, 2018



Global MediaWorks (UK) Limited

Notes annexed to and forming part of the Financial statements

Note 1 : Trade Receivables

Particulars	March 31, 2018		March 31, 2017		April 01, 2016	
	(Amount in ₹)	(Amt in GBP)	(Amount in ₹)	(Amt in GBP)	(Amount in ₹)	(Amt in GBP)
<i>(Unsecured, considered good unless otherwise stated)</i>						
Debts outstanding for a period exceeding six months	2,61,60,202	2,87,440	2,32,60,450	2,87,440	2,80,17,111	2,94,640
Provision for doubtful debts	(2,61,60,202)	(2,87,440)	(2,32,60,450)	(2,87,440)	(2,73,32,468)	(2,87,440)
	-	-	-	-	6,84,643	7,200

Note 2 : Cash and Cash Equivalents

Particulars	March 31, 2018		March 31, 2017		April 01, 2016	
	(Amount in ₹)	(Amt in GBP)	(Amount in ₹)	(Amt in GBP)	(Amount in ₹)	(Amt in GBP)
Balances with Banks						
In Current Accounts	-	-	-	-	4,96,426	5,221
In Bank Deposits With Original Maturity of Less Than 3 Months						
					4,96,426	5,221

Note 3 : Other Current Assets

Particulars	March 31, 2018		March 31, 2017		April 01, 2016	
	(Amount in ₹)	(Amt in GBP)	(Amount in ₹)	(Amt in GBP)	(Amount in ₹)	(Amt in GBP)
<i>(Unsecured, considered good unless otherwise stated)</i>						
Other Assets	69,54,425	76,413	61,83,555	76,413	50,82,084	53,445
	69,54,425	76,413	61,83,555	76,413	50,82,084	53,445

Note 4 : Equity Share Capital

Particulars	March 31, 2018		March 31, 2017		April 01, 2016	
	(Amount in ₹)	(Amt in GBP)	(Amount in ₹)	(Amt in GBP)	(Amount in ₹)	(Amt in GBP)
Authorised						
10,000,000 Equity shares of GBP 1 each	8,47,00,000	10,00,000	8,47,00,000	10,00,000	8,47,00,000	10,00,000
Issued, Subscribed & fully paid up						
10,000 Equity shares of GBP 1 each	8,47,000	10,000	8,47,000	10,000	8,47,000	10,000
Face value of the shared denominated in GBP						
	8,47,000	10,000	8,47,000	10,000	8,47,000	10,000

Notes :

(a) Reconciliation of the number of equity shares outstanding at the beginning and at the end of the year

Particulars	March 31, 2018		March 31, 2017		April 01, 2016	
	Number	Amount in GBP	Number	Amount in GBP	Number	Amount in GBP
Shares outstanding at the beginning of the year	10,000	10,000	10,000	10,000	10,000	10,000
Shares issued during the year	-	-	-	-	-	-
Shares outstanding at the end of the year	10,000	10,000	10,000	10,000	10,000	10,000

(b) Equity Shares held by the shareholders holding more than 5% shares in the Company

Name of the Shareholder	March 31, 2018		March 31, 2017		April 01, 2016	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding	No. of Shares held	% of Holding
Reliance MediaWorks Limited	10,000	100	10,000	100	10,000	100

(c) Equity Shares held by the holding company/ultimate holding company

Name of the Shareholder	March 31, 2018		March 31, 2017		April 01, 2016	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding	No. of Shares held	% of Holding
Reliance MediaWorks Limited	10,000	100	10,000	100	10,000	100

Note 2(b) Terms/rights attached to equity shares

The Company has only one class of equity shares having par value of GBP 1 per share. Each equity holder entitle to one vote per share. The Company declares and pays dividends in GBP. The dividend proposed 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.

Shares in respect of each class of company held by its holding company or its ultimate holding company including shares held by subsidiaries or associates of the holding companies or the ultimate holding company in aggregate.

Note 5 : Other Equity

Particulars	March 31, 2018		March 31, 2017		April 01, 2016	
	(Amount in ₹)	(Amt in GBP)	(Amount in ₹)	(Amt in GBP)	(Amount in ₹)	(Amt in GBP)
Retained Earnings						
Balance as per last Balance sheet	(92,11,11,518)	(1,13,82,129)	(1,19,60,29,068)	(1,25,79,049)	(1,16,91,41,870)	(1,26,05,302)
Profit for the Year	(11,53,61,388)	(7,000)	27,49,17,550	11,96,920	(2,68,87,198)	26,253
Balance at the end	(1,03,64,72,906)	(1,13,89,129)	(92,11,11,518)	(1,13,82,129)	(1,19,60,29,068)	(1,25,79,049)
	(1,03,64,72,906)	(1,13,89,129)	(92,11,11,518)	(1,13,82,129)	(1,19,60,29,068)	(1,25,79,049)

Current Liabilities

Note 6 : Borrowings



Global MediaWorks (UK) Limited

Notes annexed to and forming part of the Financial statements

Particulars	March 31, 2018		March 31, 2017		April 01, 2016	
	(Amount in ₹)	(Amt in GBP)	(Amount in ₹)	(Amt in GBP)	(Amount in ₹)	(Amt in GBP)
<i>(Unsecured, considered good unless otherwise stated)</i>						
Loans and advance from related parties	98,68,74,138	1,08,43,460	87,74,83,145	1,08,43,460	1,13,95,92,581	1,19,84,446
Other loans	3,54,50,059	3,89,514	3,15,20,563	3,89,514	3,70,38,614	3,89,514
	<b>1,02,23,24,197</b>	<b>1,12,32,974</b>	<b>90,90,03,708</b>	<b>1,12,32,974</b>	<b>1,17,66,31,195</b>	<b>1,23,73,960</b>

Current Financial Liabilities

Note 7 : Trade Payables

Particulars	March 31, 2018		March 31, 2017		April 01, 2016	
	(Amount in ₹)	(Amt in GBP)	(Amount in ₹)	(Amt in GBP)	(Amount in ₹)	(Amt in GBP)
Total Outstanding dues of Micro & Small enterprises						
Total Outstanding dues of Others	1,46,03,669	1,60,460	1,24,18,452	1,53,460	1,90,21,947	2,00,043
	<b>1,46,03,669</b>	<b>1,60,460</b>	<b>1,24,18,452</b>	<b>1,53,460</b>	<b>1,90,21,947</b>	<b>2,00,043</b>

Note 8 : Other Current Liabilities

Particulars	March 31, 2018		March 31, 2017		April 01, 2016	
	(Amount in ₹)	(Amt in GBP)	(Amount in ₹)	(Amt in GBP)	(Amount in ₹)	(Amt in GBP)
Other current liabilities	54,34,449	59,712	48,32,062	59,712	56,77,972	59,712
Rates and Taxes	2,18,016	2,396	1,93,851	2,396	1,14,107	1,200
	<b>56,52,465</b>	<b>62,108</b>	<b>50,25,913</b>	<b>62,108</b>	<b>57,92,079</b>	<b>60,912</b>

Note 9 : Other Income

Particulars	March 31, 2018		March 31, 2017	
	(Amount in ₹)	(Amt in GBP)	(Amount in ₹)	(Amt in GBP)
Other Income	-	-	-	-
Provision for loan & advances w/back	-	-	-	-
Gain due to foreign exchange fluctuation	(11,47,62,812)	-	-	-
	<b>(11,47,62,812)</b>	<b>-</b>	<b>33,13,895</b>	<b>37,804</b>
			<b>10,24,89,150</b>	<b>11,69,168</b>
			<b>16,99,95,706</b>	<b>-</b>
			<b>27,57,98,751</b>	<b>12,06,972</b>

Note 10 : Other expenses

Particulars	March 31, 2018		March 31, 2017	
	(Amount in ₹)	(Amt in GBP)	(Amount in ₹)	(Amt in GBP)
Professional fees	3,84,799	4,500	8,15,456	9,303
Audit Fees	2,13,777	2,500	65,745	750
	<b>5,98,576</b>	<b>7,000</b>	<b>8,81,201</b>	<b>10,053</b>

Note 11 : Earning per share (EPS)

The following reflects the income and share data used in the basic and diluted EPS computations:

Particulars	March 31, 2018		March 31, 2017	
	(Amount in ₹)	(Amount in GBP)	(Amount in ₹)	(Amount in GBP)
Profit for Basic & Diluted earning per share (a)	(11,53,61,388)	(7,000)	27,49,17,550	11,96,919
Weighted average number of equity shares (b)	10,000	10,000	10,000	10,000
Face value per share	1	1	1	1
Basic/Diluted earning per share (a/b)	<b>(11,536)</b>	<b>(1)</b>	<b>27,492</b>	<b>120</b>

## Cash flow Statement for the year ended March 31, 2018

Particulars	Year ended March 31, 2018		Year ended March 31, 2017	
	(Amount in ₹)	(Amount in GBP)	(Amount in ₹)	(Amount in GBP)
<b>A Cash flow from operating activities:-</b>				
Loss before Tax	(11,53,61,388)	(7,000)	27,49,17,550	11,96,919
Adjustment for :				
Depreciation				
Interest on taxes paid				
<b>Operating profits before working capital changes</b>	<b>(11,53,61,388)</b>	<b>(7,000)</b>	<b>27,49,17,550</b>	<b>11,96,919</b>
(Increase) / Decrease in inventories				
(Increase) / Decrease in Financial Assets & other Assets	(7,70,870)	-	(4,16,828)	(15,768)
Increase / (Decrease) in Financial Liabilities & other Liabilities	28,11,769	7,000	(73,69,661)	(45,387)
Cash generated from operation	(11,33,20,489)	-	26,71,31,061	11,35,764
Interest on taxes paid				
Taxes paid (net of refunds)				
Foreign exchange difference				
<b>Net cash flow used in operating activities ( A )</b>	<b>(11,33,20,489)</b>	<b>-</b>	<b>26,71,31,061</b>	<b>11,35,764</b>
<b>B Cash flow from investing activities:-</b>				
Purchase of fixed assets				
Sale of fixed assets				
Purchase/(Sale) of investments (net)				
(Investment)/Redemption in Fixed Deposit with Banks (net)				
Dividend received				
Loans Given				
Interest income				
<b>Net cash flow used in investing activities ( B )</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>C Cash flow from financing activities</b>				
Loan for equipment financing / others				
Loan repayment of Bank				
Interest paid				
Loan from related parties / Foreign exchange difference	11,33,20,489	-	(26,76,27,487)	(11,40,985)
<b>Net cash flow from financing activities ( C )</b>	<b>11,33,20,489</b>	<b>-</b>	<b>(26,76,27,487)</b>	<b>(11,40,985)</b>
Net increase/(decrease) in cash and cash equivalent - ( A + B + C )	-	-	(4,96,426)	(5,221)
Cash and cash equivalents as at beginning of the year	-	-	4,96,426	5,221
Cash and cash equivalents as at end of the year (Refer note below)	-	-	-	-
Note :				
1) Cash and cash equivalents at year end comprises:				
- Balance with Banks in Current accounts	-	-	-	-

The above Statement of cash flow should be read in conjunction with accompanying notes.

As per our report of even date attached  
For Chokshi & Co LLP  
Chartered Accountants  
Firm Registration No. 131228W / W100044

Kalpen Chokshi  
Partner  
Membership No. 119303

Place: Mumbai  
Date: August 27, 2018

For and on behalf of the Board of Directors

Satish Kadakia  
Director  
DIN: 07004001

Place: Mumbai  
Date: August 27, 2018

## Note 12 : Fair values

Fair value measurement include the significant financial instruments stated at amortised cost in the statement of financial position. The carrying values of current financial instruments approximate their fair values due to the short-term maturity of these instruments and the disclosures of fair value are not made when the carrying amount of current financial instruments is a reasonable approximation of the fair value.

## Fair value measurements

The carrying value and fair value of financial instruments by categories as of March 31, 2018 are as follows :

Particulars	Total carrying value		Total Fair value	
	(Amount in ₹)	(Amt is GBP)	(Amount in ₹)	(Amt is GBP)
Financial assets				
Trade Receivables	-	-	-	-
Cash and Cash Equivalents	-	-	-	-
Other Financial Assets	-	-	-	-
	-	-	-	-
Financial liabilities				
Borrowings	1,02,23,24,197	1,12,32,974	1,02,23,24,197	1,12,32,974
Trade Payables	1,46,03,669	1,60,460	1,46,03,669	1,60,460
	1,03,69,27,866	1,13,93,434	1,03,69,27,866	1,13,93,434

The carrying value and fair value of financial instruments by categories as of March 31, 2017 are as follows :

Particulars	Total carrying value		Total fair value	
	(Amount in ₹)	(Amt is GBP)	(Amount in ₹)	(Amt is GBP)
Financial assets				
Trade Receivables	-	-	-	-
Cash and Cash Equivalents	-	-	-	-
Other Financial Assets	-	-	-	-
	-	-	-	-
Financial liabilities				
Borrowings	90,90,03,708	1,12,32,974	90,90,03,708	1,12,32,974
Trade Payables	1,24,18,452	1,53,460	1,24,18,452	1,53,460
	92,14,22,160	1,13,86,434	92,14,22,160	1,13,86,434

The carrying value and fair value of financial instruments by categories as of April 01, 2016 are as follows :

Particulars	Total carrying value		Total fair value	
	(Amount in ₹)	(Amt is GBP)	(Amount in ₹)	(Amt is GBP)
Financial assets				
Trade Receivables	6,84,643	7,200	6,84,643	7,200
Cash and Cash Equivalents	4,96,426	5,221	4,96,426	5,221
Other Financial Assets	-	-	-	-
	4,96,426	5,221	4,96,426	5,221
Financial liabilities				
Borrowings	1,17,66,31,195	1,23,73,960	1,17,66,31,195	1,23,73,960
Trade Payables	1,90,21,947	2,00,043	1,90,21,947	2,00,043
	1,19,56,53,142	1,25,74,003	1,19,56,53,142	1,25,74,003

**Note 13 - Fair value Hierarchy**

**Accounting classification and fair values**

The following table shows the carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy. It does not include fair value information for financial assets and financial liabilities if the carrying amount is a reasonable approximation of fair value.

**(a) Assets and liabilities for which fair value are disclosed at March 31, 2018**

Particulars	Level 1 - Quoted price in active markets	Level 2 - Significant observable inputs	Level 3 - Significant unobservable inputs		Total	
			(Amt is ₹)	(Amt is GBP)	(Amt is ₹)	(Amt is GBP)
<b>Financial assets</b>						
Trade Receivables	-	-	-	-	-	-
Cash and Cash Equivalents	-	-	-	-	-	-
Other Financial Assets	-	-	-	-	-	-
<b>Financial liabilities</b>						
Borrowings	-	-	1,02,23,24,197	1,12,32,974	1,02,23,24,197	1,12,32,974
Trade Payables	-	-	1,46,03,669	1,60,460	1,46,03,669	1,60,460

**(a) Assets and liabilities for which fair value are disclosed at March 31, 2017**

Particulars	Level 1 - Quoted price in active markets	Level 2 - Significant observable inputs	Level 3 - Significant unobservable inputs		Total	
			(Amt is ₹)	(Amt is GBP)	(Amt is ₹)	(Amt is GBP)
<b>Financial assets</b>						
Trade Receivables	-	-	-	-	-	-
Cash and Cash Equivalents	-	-	-	-	-	-
Other Financial Assets	-	-	-	-	-	-
<b>Financial liabilities</b>						
Borrowings	-	-	90,90,03,708	1,12,32,974	90,90,03,708	1,12,32,974
Trade Payables	-	-	1,24,18,452	1,53,460	1,24,18,452	1,53,460

**(a) Assets and liabilities for which fair value are disclosed at April 01, 2016**

Particulars	Level 1 - Quoted price in active markets	Level 2 - Significant observable inputs	Level 3 - Significant unobservable inputs		Total	
			(Amt is ₹)	(Amt is GBP)	(Amt is ₹)	(Amt is GBP)
<b>Financial assets</b>						
Trade Receivables	-	-	6,84,643	7,200	6,84,643	7,200
Cash and Cash Equivalents	-	-	4,96,426	5,221	4,96,426	5,221
Other Financial Assets	-	-	-	-	-	-
<b>Financial liabilities</b>						
Borrowings	-	-	1,17,66,31,195	1,23,73,960	1,17,66,31,195	1,23,73,960
Trade Payables	-	-	1,90,21,947	2,00,043	1,90,21,947	2,00,043

Level 1: Level 1 hierarchy includes financial instruments measured using quoted prices.

Level 2: The fair value of financial instruments that are not traded in an active market (for example, over-the-counter derivatives) is determined using valuation techniques which maximise the use of observable market data and rely as little as possible on entity-specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2.

Level 3: If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3. This is the case for Financial assets other than Investment, Trade payable and Other Financial liabilities included in level 3.

**Note 14 : Financial Risk Management**

The Board of Directors manage and review the affairs of the Group by setting up short term and long-term budgets by monitoring the same and taking suitable actions to minimize potential adverse effects on its operational and financial performance. A wide range of risks may affect the Group's business and financial results. Amongst other risks that could have significant influence on the Group are market risk, credit risk and liquidity risk.

**(i) Credit Risk**

Credit risk is the risk of financial loss to the Group if a client or counterparty to a financial instrument fails to meet its contractual obligations and arises principally from the Group's receivables from clients and cash. Management has a credit policy in place and the exposure to credit risk is monitored on an on-going basis. The Group does not have any significant exposure to credit risk.

**(ii) Cash and Cash Equivalents & Other Financial Asset**

The Company held cash and cash equivalents & other financial assets with credit worthy banks aggregating ₹ Nil, GBP Nil, ₹ Nil, GBP Nil and ₹ 4,96,426 GBP 5221 as at March 31, 2018, March 31, 2017 and April 01, 2016 respectively. The credit worthiness of such banks and financial institutions is evaluated by the management on an ongoing basis and is considered to be good.

**(iii) Market Risk**

Market risk is the risk that changes in market prices – such as foreign exchange rates, interest rates and equity prices – will affect the Company's income or the value of its holdings of financial instruments. The Company is not exposed to any significant currency risk and equity price risk.

**(a) Interest Rate Risk**

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company is exposed to interest risk for interest charged by the holding company which is a conditional based on the profitability of the Group. Since the Group has no profits no interest has been charged and hence Group is not exposed to any interest rate risk.

**(iii) Liquidity Risk**

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

Working capital requirements are generally provided from operational cash flow or through the Group's Borrowings.

**Liquidity Risk - Table**

The table below analyses the Company's non-derivative financial liabilities and net-settled derivative financial liabilities into relevant maturity groupings based on the remaining period at the balance sheet date to the contractual maturity date.

As at March 31, 2018	Less than 1 year		More than 1 year		Total	
	(Amt In ₹)	(Amt in GBP)	(Amt In ₹)	(Amt in GBP)	(Amt In ₹)	(Amt in GBP)
Borrowings	1,02,23,24,197	1,12,32,974			1,02,23,24,197	1,12,32,974
Trade payables	1,46,03,669	1,60,460			1,46,03,669	1,60,460
<b>Total Non-Derivatives</b>	<b>1,03,69,27,866</b>	<b>1,13,93,434</b>	-	-	<b>1,03,69,27,866</b>	<b>1,13,93,434</b>

  

As at March 31, 2017	Less than 1 year		More than 1 year		Total	
	(Amt In ₹)	(Amt in GBP)	(Amt In ₹)	(Amt in GBP)	(Amt In ₹)	(Amt in GBP)
Borrowings	90,90,03,708	1,12,32,974	-	-	90,90,03,708	1,12,32,974
Trade payables	1,24,18,452	1,53,460	-	-	1,24,18,452	1,53,460
<b>Total non-derivatives</b>	<b>92,14,22,160</b>	<b>1,13,86,434</b>	-	-	<b>92,14,22,160</b>	<b>1,13,86,434</b>

  

As at April 01 2016	Less than 1 year		More than 1 year		Total	
	(Amt In ₹)	(Amt in GBP)	(Amt In ₹)	(Amt in GBP)	(Amt In ₹)	(Amt in GBP)
Borrowings	1,17,66,31,195	1,23,73,960			1,17,66,31,195	1,23,73,960
Trade payables	1,90,21,947	2,00,043			1,90,21,947	2,00,043
<b>Total non-derivatives</b>	<b>1,19,56,53,142</b>	<b>1,25,74,003</b>	-	-	<b>1,19,56,53,142</b>	<b>1,25,74,003</b>

**Note 15: Capital Risk Management**

The Company considers the following components of its Balance Sheet to be managed capital:

1. Total equity – share capital, share premium and retained earnings,

The Company manages its capital so as to safeguard its ability to continue as a going concern and to optimise returns to our shareholders. The capital structure of the group is based on management's judgment of the appropriate balance of key elements in order to meet its strategic and day-to-day needs. We consider the amount of capital in proportion to risk and manage the capital structure in light of changes in economic conditions and the risk characteristics of the underlying assets. The holding company and ultimate holding company continues to provide support the Group whenever required.

**Global MediaWorks (UK) Limited**  
**Notes annexed to and forming part of the Financial statements**

**Note 16: Related Party Disclosure**

As per Ind AS-24 " Related Party Disclosure" the Company's related parties and transactions with them in the ordinary course of business are disclosed

**(A) Parties where control exists**

**Holding Companies**

Reliance MediaWorks Limited

**Ultimate holding Company**

Reliance Land Private Limited

**(B) Other related parties with whom transactions have taken place during the year**

**Fellow Subsidiaries**

Global MediaWorks (USA) Inc. (formerly known as Reliance MediaWorks (USA) Inc.)  
 Reliance MediaWorks (Netherland) B.V. (upto December 29, 2015)  
 Reliance MediaWorks (Mauritius) Limited (upto April 07, 2015)  
 Reliance MediaWorks Theatres Limited  
 Big Synergy Media Limited  
 Reliance MediaWorks Financial Services Private Limited (w.e.f. March 10, 2017)  
 Gener8 India Media Services Limited (formerly known as Reliance MediaWorks  
 Entertainment Services Limited (upto April 07, 2015)  
 Reliance Media Consultant Private Limited (Upto February 18, 2016)  
 Cinema Ventures Private Limited (formerly known as Reliance Media Ventures Private Limited)(upto July 31, 2015)  
 Reliance MediaWorks Creative Services Limited (dissolved on September 16, 2016)  
 Global Cinemas Entertainment LLC (formerly Big Cinemas Entertainment LLC)  
 Global Cinemas Entertainment (DE) LLC (formerly Big Cinemas Entertainment(DE) LLC)  
 Big Cinemas Laurel LLC  
 Big Cinemas Falls Church LLC (dissolved on January 27, 2017)  
 Big Cinemas Norwalk LLC  
 Global Cinemas Galaxy LLC (formerly Big Cinemas Galaxy LLC)  
 Big Cinemas Sahil LLC  
 Big Cinemas SAR LLC (upto April 3, 2015)  
 Big Cinemas IMC LLC  
 Big Pictures USA Inc.  
 Reliance Lowry Digital Imaging Services Inc. (upto April 7,2015)  
 Reliance MediaWorks VFX Inc.

**Details of transactions and closing balance :**

Particulars	March 31, 2018		March 31, 2017		March 31, 2016	
	(Amt in Rs.)	(Amt in GBP)	(Amt in Rs.)	(Amt in GBP)	(Amt in Rs.)	(Amt in GBP)
<b>Balances at the year end :-</b>						
<b>Trade payable</b>						
Reliance MediaWorks Limited	1,09,82,814	1,15,300	93,46,583	1,15,300	1,09,82,815	1,15,300
<b>Borrowings</b>						
Reliance MediaWorks Limited	98,68,74,138	1,08,43,460	87,74,83,145	1,08,43,460	1,13,95,92,581	1,19,84,446
<b>Loan Given</b>						
Reliance Media Works Netherland B.V.					14,04,340	14,769



**Global MediaWorks (UK) Limited**  
**Notes annexed to and forming part of the Financial statements**

**Note 17: First time adoption of Ind AS**

**Transition to Ind AS**

These are the Company's first financial statements prepared in accordance with Ind AS.

These financial statements as at March 31, 2018 have been prepared in accordance with Ind AS. This is the Company's first set of financial statements in accordance with Ind AS. For the purposes of transition to Ind AS, the Company has followed the guidance prescribed in Ind AS 101 (First Time adoption of Ind AS), with March 31, 2017 and April 1, 2016 as the transition date.

**A. Exemptions and exceptions availed**

In preparing these Ind AS financial statements, the Company has availed certain exemptions and exceptions in accordance with Ind AS 101, as explained below. The resulting difference between the carrying values of the assets and liabilities in the financial statements as at the transition date under Ind AS and previous GAAP have been recognised directly in equity (retained earnings or another appropriate category of equity). This note explains the adjustments made by the Company in restating its previous GAAP financial statements, including the Balance Sheet as at April 1, 2016 and the financial statements as at and for the year ended March 31, 2017.

**A.1 Ind AS mandatory exceptions**

**A1.1 Estimates**

The Company's estimates in accordance with Ind AS at the date of transition to Ind AS shall be consistent with estimates made for the same date in accordance with previous GAAP (after adjustments to reflect any difference in accounting policies), unless there is objective evidence that those estimates were in error. Ind AS estimates as at 1 April 2016 are consistent with the estimates as at the same date made in conformity with previous GAAP.

**A1.2 Classification and measurement of financial assets**

Ind AS 101 requires the Company to assess classification and measurement of financial assets on the basis of the facts and circumstances that exist at the date of

**A1.3 De-recognition of the Financial Assets and Financial Liabilities :**

The Company has elected to apply the de-recognition requirement for Financial Assets and Financial Liabilities in Ind AS prospectively for transition occurring on or after the date of transition to date of Ind AS.

**Global MediaWorks (UK) Limited**

**Notes annexed to and forming part of the Financial statements**

**Note 18**

In the context of Ind AS 108 "Operating Segment" is considered as the only segment.15. The Company is engaged primarily in Film Services operations during the year hence no reporting with respect to segments has been done.

**Note 19: Contingent Liabilities and Capital Commitments**

**(a) Contingent Liabilities:** ₹ Nil (March 31,2017 ₹ Nil & April 01,2016 ₹ Nil)

**(b) Capital and Other Commitments**

Estimated amount of contracts remaining unexecuted on capital account not provided for (Net of Capital Advances) ₹ Nil (March 31,2017 ₹ Nil & April 01,2016 ₹ Nil)

**Note 20: Leases**

Disclosure as required under Ind AS – 17 "Leases" is given below:

The future minimum lease payments in respect of non-cancellable operating leases due for the year ending March 31, 2018 – ₹ Nil / GBP. Nil , March 31, 2017-- ₹ Nil / GBP. Nil & April 01,2016 -- ₹ Nil / GBP. Nil

**Note 21: Going Concern**

The management of Reliance MediaWorks Limited the parent company considers it appropriate to prepare the financial statements on a going concern basis on the assumption that the facilities shall not be recalled by providers of finance and that the funds shall be made available by the main shareholder who has undertaken to provide financial support for the foreseeable future. Accordingly no adjustments are required to be made in the carrying value of Assets and Liabilities.

**Note 22: Claims have been filed against the Company with regard to:**

a) Digital Domain Media Group, a company in the United States, pursued a legal action against Reliance MediaWorks Limited, Reliance MediaWorks Entertainment Services Limited, Global MediaWorks (UK) Limited for an amount of GBP 1.7 Million under USA Bankruptcy rules. The Plaintiff have to take the appropriate action to prosecute this proceeding within 30 days of the date of this order (i.e. March 10, 2017). Upon failure to prosecute this proceeding, this adversary proceeding has been dismissed.  
The Company has surrendered its lease for its UK office and is in litigation with the landlord.

There is also legal action against the company for non- payment of rates, VAT, payroll taxes. Management has been in contact with HM Revenue and Customs in order to determine any outstanding tax liabilities with a view to settling them. However management believes there should be no such liabilities outstanding to pay as the company has ceased trading.

The directors are of the opinion that no liabilities should be payable, as the company has ceased trading.

**Note 23:** Under the Micro, Small and Medium Enterprises Development Act, 2006 certain disclosures are required to be made relating to Micro, small and medium enterprises. According to information available with the management, none of the vendors are covered under the Act.

**Note 24:** Global MediaWorks (UK) Limited ('the Company') is a Company incorporated in United Kingdom and hence information relating to expenses in foreign currency, amounts remitted, earnings in foreign currency, value of imported raw material, spare parts etc., have not been furnished.

**Note 25 :** Loans and Advances, Trade Receivables and Trade Payables are subject to confirmation and reconciliation. Consequential adjustments thereof, if any, will be given effect into the books of accounts in the year of such adjustment.

**Note 26 :** Previous year's figures have been regrouped / reclassified wherever necessary to correspond with the current year's classification / disclosure.

As per our report of even date attached

**For Chokshi & Co LLP**

Chartered Accountants

Firm Registration No. 131228W / W100044

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

**Kalpen Chokshi**

Partner

Membership No. 119303

Place: Mumbai

Date: August 27, 2018

**Satish Kadakia**

Director

DIN: 07004001

Place: Mumbai

Date: August 27, 2018