



Independent Auditors' Report

**To the Members of
PF World Limited**

Report on the Financial Statements

We have audited the accompanying financial statements of **PF World Limited** ('the Company') which comprise the Balance Sheet as at 31st March, 2020, the Statement of Profit and Loss and the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

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

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

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

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



Opinion

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

- (i) in the case of the Balance Sheet, of the state of affairs of the Company as at 31st March, 2020;
- (ii) in the case of the Statement of Profit and Loss, the **Loss** for the year ended on that date;
- (iii) in the case of the Cash Flow Statement for the year ended on that date.

Report on Other Legal and Regulatory Requirements

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

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

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

Place: Mumbai
Date: 30th July, 2020

Sd/-
V. Shivkumar
Proprietor
M. No.: 042673

UDIN: 20042673AAAAIR2163

PF WORLD LIMITED
STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2020

	Notes	Year ended 31 March 2020 USD	Year ended 31 March 2019 USD
ASSETS			
Non current asstes			
Investments in subsidiary	4 (a)	47,177,969	17,367,181
Convertible preferred equity certificates	4 (b)	17,300,000	17,300,000
Optionally convertible redeemable preference	4 (c)	46,977,703	46,977,703
Share application monies	4 (e)	-	18,810,788
Other long term receivables	5	9,362,000	1,612,000
		<u>120,817,672</u>	<u>102,067,672</u>
Current assets			
Other current financial assets	6	5,240,065	5,322,064
Cash at bank		89,611	81,372
		<u>5,329,675</u>	<u>5,403,436</u>
TOTAL ASSETS		<u><u>126,147,347</u></u>	<u><u>107,471,108</u></u>
EQUITY AND LIABILITIES			
Equity			
Stated capital	7	81,872,396	76,772,396
Accumulated profit		(3,487,401)	1,331,924
		<u>78,384,995</u>	<u>78,104,320</u>
Non current liabilities			
Other non-current financial liabilities	8	11,335,000	11,335,000
		<u>11,335,000</u>	<u>11,335,000</u>
Current liabilities			
Borrowing (current)		-	14,837,384
Other current financial liabilities	9	36,427,352	3,194,404
		<u>36,427,352</u>	<u>18,031,788</u>
TOTAL EQUITY AND LIABILITIES		<u><u>126,147,347</u></u>	<u><u>107,471,108</u></u>

As per our report of even date
For V. Shivkumar & Associates
Chartered Accountants
Firm Registration No.: 112781W

For and on behalf of the Board of Directors

V. Shivkumar
(Proprietor)
Membership No. 042673
Mumbai
July 30, 2020

Nishant Fadia

PF WORLD LIMITED
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 MARCH 2020

		Year ended 31 March 2020 USD	Year ended 31 March 2019 USD
	Notes		
Income		(22,463)	1,220,646
Expenses	10	4,796,862	2,645,659
Profit before tax		(4,819,325)	(1,425,013)
Tax	11	-	-
Profit after tax		(4,819,325)	(1,425,013)
Other comprehensive income		-	-
Total comprehensive income for the year		(4,819,325)	(1,425,013)
Profit per share	12	(45.47)	(13.44)

As per our report of even date
For V. Shivkumar & Associates
Chartered Accountants
Firm Registration No.: 112781W

For and on behalf of the Board of Directors

V. Shivkumar
(Proprietor)
Membership No. 042673
Mumbai
July 30, 2020

Nishant Fadia

PF WORLD LIMITED
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 MARCH 2020

	Stated capital USD	Optionally convertibl preference shares USD	Accumulated profit / (loss) USD	Total USD
Balance at 01 April 2018	106,000	76,666,396	2,756,937	79,529,333
Total comprehensive income for the year	-	-	(1,425,013)	(1,425,013)
Balance at 31 March 2019	106,000	76,666,396	1,331,924	78,104,320
Total comprehensive income for the year	-	5,100,000	(4,819,325)	280,675
Balance at 31 March 2020	106,000	81,766,396	(3,487,401)	78,384,995

As per our report of even date
For V. Shivkumar & Associates
Chartered Accountants
Firm Registration No.: 112781W

For and on behalf of the Board of Directors

V. Shivkumar
(Proprietor)
Membership No. 042673
Mumbai
July 30, 2020

Nishant Fadia

PF WORLD LIMITED
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 MARCH 2020

	Year ended 31 March 2020 USD	Year ended 31 March 2019 USD
Cash flows from operating activities		
(Loss) / Profit for the year	(4,819,325)	(1,425,013)
Advance written off	3,000,000	-
Unrealized foreign exchange (gain) / loss (net)	-	(162,516)
Finance cost	1,382,076	415,340
Interest income	(22,463)	1,194,220
Operating loss before working capital changes	(459,711)	22,030
(Increase)/decrease in other receivables	(10,645,538)	(2,394,687)
(Decrease) /Increase in current liabilities	21,448,111	2,371,189
Net cash absorbed by operating activities	10,342,861	(1,468)
Cash flows from investing activities		
Share application money	-	-
Investments in subsidiaries	-	-
Net cash flows from investing activities	-	-
Cash flows from financing activities		
Short-term loan from Sub - subsidiary	(14,802,098)	14,999,900
Proceeds / (repayment) of redeemable preference shares	5,100,000	(14,999,600)
Finance cost paid	(632,525)	-
Net cash from financing activities	(10,334,623)	300
Net movement in cash and cash equivalents	8,238	(1,168)
Cash and cash equivalents at beginning of year	81,372	82,540
Cash and cash equivalents at end of year	89,611	81,372
Cash and cash equivalents consist of:		
Cash at bank	89,611	81,372

As per our report of even date

For V. Shivkumar & Associates
Chartered Accountants
Firm Registration No.: 112781W

For and on behalf of the Board of Directors

V. Shivkumar
(Proprietor)
Membership No. 042673
Mumbai
July 30, 2020

Nishant Fadia

PF WORLD LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020

1. Corporate information

PF World Limited (the “Company”) was incorporated in the Republic of Mauritius on November 10, 2010 as a private company with liability limited by shares in accordance with Companies Act 2001. The Company holds a Category 1, Global Business License as issued by the Financial Services Commission and is governed by the Financial Services Act 2007. The Company’s registered office is at C/o Amicorp Mauritius Limited, 6th floor, Tower 1, Nexteracom Buildings, Ebene, Mauritius.

The principal activity of the Company is to act as an investment holding company. Since the Company operates in an international environment and conducts most of its transactions in foreign currencies, the Company has chosen to retain the United States Dollars (USD) as its reporting currency.

2. Statement of significant accounting policies:

a. Basis of preparation

The financial statements have been prepared in accordance with the Indian Accounting Standards (herein after referred to as ‘Ind AS’). The financial statements have been prepared on accrual and going concern basis. The accounting policies are applied consistently to all the periods presented in the financial statements. All assets and liabilities have been classified as current or non-current as per the Company’s normal operating cycle. Based on the nature of products and the time between acquisition of assets for processing and their realisation in cash and cash equivalents, the Company has ascertained its operating cycle as 12 months for the purpose of current or non-current classification of assets and liabilities.

The financial statements have been prepared on the historical cost basis except for certain financial instruments that are measured at fair values at the end of each reporting period, as explained in the accounting policies below.

Historical cost is generally based on the fair value of the consideration given in exchange for goods and services.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the fair value of an asset or a liability, the Company takes into account the characteristics of the asset or liability if market participants would take those characteristics into account when pricing the asset or liability at the measurement date. Fair value for measurement and / or disclosure purposes in these standalone financial statements is determined on such a basis, except for share-based payment transactions that are within the scope of IND AS 102, leasing transactions that are within the scope of IND AS 17, and measurements that have some similarities to fair value but are not fair value, such as net realizable value in IND AS 2 or value in use in IND AS 36.

In addition, for financial reporting purposes, fair value measurements are categorised into Level 1, 2, or 3 based on the degree to which the inputs to the fair value measurements are observable and the significance of the inputs to the fair value measurements in its entirety, which are described as follows:

PF WORLD LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020

- Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date;
- Level 2 inputs are inputs, other than quoted prices included within Level 1, that are observable for the assets or liability, either directly or indirectly; and
- Level 3 inputs are unobservable inputs for the asset or liability.

b. Use of estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and disclosure of contingent liabilities at the date of the financial statements and the results of operations during the reporting period. Accounting estimates could change from period to period. Actual results could differ from these estimates. Appropriate changes in estimates are made as the management becomes aware of changes in circumstances surrounding the estimates. Changes in estimates are reflected in the financial statements in the period in which changes are made and, if material, their effects are disclosed in the notes to the financial statements.

c. Dividend income and interest income

Dividend income from investments is recognised when the shareholder's right to receive payment has been established (provided that it is probable that the economic benefits will flow to the Company and the amount of income can be measured reliably).

Interest income from a financial asset is recognised when it is probable that the economic benefits will flow to the Company and the amount of income can be measured reliably. Interest income is accrued on a time basis by reference to the principal outstanding and the effective interest rate applicable, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to that asset's net carrying amount on initial recognition.

d. Foreign currencies

In preparing the financial statements, transactions in currencies other than the entity's functional currency (foreign currencies) are recognised at the rates of exchange prevailing at the dates of the transactions. At the end of each reporting period, monetary items denominated in foreign currencies are retranslated at the rates prevailing at that date. Non-monetary items carried at fair value that are denominated in foreign currencies are retranslated at the rates prevailing at the date when the fair value was determined. Non-monetary items that are measured in terms of historical cost in a foreign currency are not retranslated.

Exchange differences on monetary items are recognised in profit or loss in the period in which they arise except for:

- exchange differences on foreign currency borrowings relating to assets under construction for further productive use, which are included in the cost of those assets when they are regarded as an adjustment to interest costs on those foreign currency borrowings;
- exchange differences on transactions entered into in order to hedge certain foreign currency risks.

PF WORLD LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020

e. Provisions

Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that the Company will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation.

The amount recognised as a provision is the best estimate of the consideration required to settle the present obligation at the end of the reporting period, taking into account the risks and uncertainties surrounding the obligation. When a provision is measured using the cash flows estimated to settle the present obligation, its carrying amount is the present value of those cash flow (when the effect of the time value of money is material).

f. Taxation

Income tax expense represents the sum of the tax currently payable and deferred tax.

Current tax

The tax currently payable is based on taxable profit for the year. Taxable profit differs from 'profit before tax' as reported in the statement of profit and loss because of items of income or expense that are taxable or deductible in other years and items that are never taxable or deductible. The Company's current tax is calculated using tax rates that have been enacted or substantively enacted by the end of the reporting period.

Deferred tax

Deferred tax liabilities are recognised for taxable temporary differences associated with investments in subsidiaries and associates, and interests in joint ventures, except where the Company is able to control the reversal of the temporary difference and it is probable that the temporary differences will not reverse in the foreseeable future. Deferred tax assets arising from deductible temporary differences associated with such investments and interests are only recognised to the extent that it is probable that there will be sufficient taxable profits against which to utilise the benefits of the temporary differences and they are expected to reverse in the foreseeable future.

The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

Deferred tax liabilities and assets are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realised, based on the tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period.

The measurement of deferred tax liabilities and assets reflects the tax consequences that would follow from the manner in which the Company expects at the end of the reporting period, to recover or settle the carrying amount of its assets and liabilities.

PF WORLD LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020

Current and deferred tax for the year

Current and deferred tax are recognised in profit or loss, except when they related to items that are recognised in other comprehensive income or directly in equity, in which case, the current and deferred tax are also recognised in other comprehensive income or equity respectively. Where current tax or deferred tax arises from the initial accounting for a business combination, the tax effect is included in the accounting for the business combination.

g. Earnings per share

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period. For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.

h. Cash Flow statements

Cash flows are reported using the indirect method, whereby profit / (loss) before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information.

PF WORLD LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020

4 INVESTMENTS

Investment in subsidiary

	As at March 31, 2020 USD	As at March 31, 2019 USD
Prime Focus Luxembourg S.a.r.l		
Opening balance	17,367,181	17,367,181
Addition	-	-
Closing balance	<u>17,367,181</u>	<u>17,367,181</u>

Details of investee company:

	No. of shares	Class of shares	Percentage holding	Country of incorporation	Amount USD
Prime Focus Luxembourg S.a.r.l	17,320,000	Equity	100%	Luxembourg	17,367,181

Prime Focus World Nv.

	As at March 31, 2020 USD	As at March 31, 2019 USD
Opening balance	-	-
Additions	18,810,788	-
Closing balance	<u>18,810,788</u>	<u>-</u>

Details of investee company:

	No. of shares	Class of shares	Percentage holding	Country of incorporation	Amount USD
Prime Focus World Nv.	372,223	Equity	5.90%	Netherlands	18,810,788

PF Media Limited *

	As at March 31, 2020 USD	As at March 31, 2019 USD
Opening balance	-	-
Additions	11,000,000	-
Closing balance	<u>11,000,000</u>	<u>-</u>

Details of investee company:

	No. of shares	Class of shares	Percentage holding	Country of incorporation	Amount USD
PF Media Limited *	895,111,000	Equity	100%	Mauritius	11,000,000

During the year, the Company purchased 895,111,000 equity shares of Reliance Mediaworks (Mauritius) Limited from Prime Focus Limited

* Formerly known as Reliance Mediaworks (Mauritius) Limited

Convertible Preferred Equity Certificates

	As at March 31, 2020 USD	As at March 31, 2019 USD
Prime Focus Luxembourg S.a.r.l		
Opening balance	17,300,000	17,300,000
Additions	-	-
Closing balance	<u>17,300,000</u>	<u>17,300,000</u>

Optionally convertible redeemable preference

	As at March 31, 2020 USD	As at March 31, 2019 USD
De-Fi Media Limited		
Opening balance	46,977,703	46,977,703
Additions	-	-
Closing balance	<u>46,977,703</u>	<u>46,977,703</u>

Loan to fellow subsidiaries

	As at March 31, 2020 USD	As at March 31, 2019 USD
De-Fi Media Limited		
Opening balance	-	47,950,000
Addition during the year	-	-
Converted to optionally convertible redeemable preference	-	(46,977,703)
Transferred to current account	-	(972,297)
At year end	<u>-</u>	<u>-</u>

PF WORLD LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020

	As at March 31, 2020 USD	As at March 31, 2019 USD
Prime Focus World N.V		
Opening balance	18,810,788	18,810,788
Converted during the year	(18,810,788)	-
	-	18,810,788

5. OTHER NON-CURRENT RECEIVABLES

	As at March 31, 2020 USD	As at March 31, 2019 USD
Other receivables	9,362,000	1,612,000
	9,362,000	1,612,000

Other receivables include \$ 7,750,000 paid to Project X Entertainment Holdings LLC as advance to setup joint venture. However subsequent to the year end the arrangement with the Company was cancelled.

6. OTHER CURRENT FINANCIAL ASSETS

	As at March 31, 2020 USD	As at March 31, 2019 USD
Receivable from group companies	5,240,065	3,808,079
Other receivables	-	1,500,000
Prepayments	-	13,985
	5,240,065	5,322,064

7. STATED CAPITAL

	As at March 31, 2020 USD	As at March 31, 2019 USD
106,000 Ordinary Shares of USD 1 each	106,000	106,000
	106,000	106,000

7. REDEEMABLE PREFERENCE SHARES

	As at March 31, 2020 USD	As at March 31, 2019 USD
12% Optionally Convertible Preference Shares of USD 1 each	81,766,396	76,666,396
	81,766,396	76,666,396

The preference shares have:

- (a) no voting rights
- (b) preferential rights over the ordinary shares in the distribution of dividends
- (c) preferential rights over the ordinary shares in the distribution of the surplus assets of the company

8. OTHER NON-CURRENT FINANCIAL LIABILITIES

	As at March 31, 2020 USD	As at March 31, 2019 USD
Other payables to group companies	11,335,000	11,335,000
	11,335,000	11,335,000

9. BORROWING - CURRENT

	As at March 31, 2020 USD	As at March 31, 2019 USD
Short-term borrowing from group company	-	14,837,384
	-	14,837,384

Loans from group company is short term and unsecured at an interest rate of 5% and are repayable on demand.

10. OTHER CURRENT FINANCIAL LIABILITIES

	As at March 31, 2020 USD	As at March 31, 2019 USD
Accrued expenses	8,600	11,400
Deferred consideration payable to group company	11,000,000	-
Other payables to group companies	25,418,752	3,183,004
	36,427,352	3,194,404

PF WORLD LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020

11. INCOME

	Year ended March 31, 2020	Year ended March 31, 2019
	USD	USD
Interest income	(22,463)	1,194,220
Exchange gain	-	26,426
	(22,463)	1,220,646

12. EXPENSES

	Year ended March 31, 2020	Year ended March 31, 2019
	USD	USD
Administration fees	44,233	2,200
Audit fees	2,300	2,300
Finance cost	1,382,076	415,340
Bank charges	6,163	1,637
Rate and taxes	10,234	-
Management fees	-	106,253
Advance written off	3,000,000	2,100,000
Licence and registration fees	5,746	2,600
Exchange loss	74,946	-
Professional fees	271,162	15,330
	4,796,862	2,645,659

13. TAX

The Company has been established as a Category 1 Global Business Licence company under the Financial Services Act 2007 and is taxable at the rate of 15% for the year ended 31 March 2020. However, the Company is entitled to a tax credit equivalent to the higher of the actual tax suffered on its foreign source of income or 80% of the Mauritian tax. No provision for tax has been made in the financial statements due to the availability of tax losses.

14. LOSS / PROFIT PER SHARE

The profit per share is based on loss for the year USD 4,819,325 (2019: profit of USD 1,425,013) and on 106,000 ordinary share in issue.

PF WORLD LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020

15. RELATED PARTY TRANSACTIONS

During the year under review, the Company entered into the following related party transactions.

Entity	Relationship	Nature of transactions	2020 USD	2019 USD
Transaction during the year				
Prime Focus Limited	Parent	Investment in PF Media	11,000,000	-
De-Fi Media Limited	Same parent	Interest income on loan given	(22,463)	1,194,220
Prime Focus World N.V.	Sub - subsidiary	Interest expense	671,377	104,166
Prime Focus Technologies Inc	Sub - subsidiary	Interest expense	78,175	-
Prime Focus 3D Cooperatief U.A.	Sub - subsidiary	Interest expense payable on short-term loan received	632,525	311,174
Prime Focus World N.V.	Sub - subsidiary	Amount receivable from Prime Focus 3D Cooperatief U.A. in Prime Focus World N.V., assigned to Prime Focus World Ltd	-	-
Prime Focus World N.V.	Sub - subsidiary	Amount receivable from Prime Focus Luxembourg Sarl in Prime Focus World N.V., assigned to Prime Focus World Ltd	-	-
Prime Focus World N.V.	Sub - subsidiary	Conversion of share application money into investment	18,810,788	-
PF Investments Ltd	Same parent	Amount paid on behalf of	2,098	-
PF Media Limited	Subsidiary	Amount paid on behalf of	9,036	-
Prime Focus Luxembourg Sarl	Subsidiary	Amount paid on behalf of	16,954	-
PF Overseas Ltd	Same parent	Amount paid on behalf of	2,098	-
PF Investments Ltd	Same parent	Payable to Prime Focus Technologies Uk assigned to	2,362	-
Prime Focus 3D Cooperatief U.A.	Sub - subsidiary	Focus 3D Cooperatief U.A. in Prime Focus World N.V., assigned to Prime Focus World	61,731	-
Prime Focus 3D Cooperatief U.A.	Sub - subsidiary	Payable to Prime Focus Technologies Uk assigned to PF World Limited	77,392	-
Prime Focus Luxembourg Sarl	Subsidiary	Payable to Prime Focus Technologies Uk assigned to	6,886	-
Prime Focus Luxembourg Sarl	Subsidiary	Payable to Prime Focus International Services Uk Ltd	27,837	-
PF Overseas Ltd	Same parent	Payable to Prime Focus Technologies Uk assigned to	2,325	-
Prime Focus World N.V.	Sub - subsidiary	Amount payable to Prime Focus International Services Uk Ltd assigned to Prime	-	-
Prime Focus World N.V.	Sub - subsidiary	Expense recharges received	267,795	-
Prime Focus International Services Uk Ltd	Sub - subsidiary	Amount payable to Prime Focus International Services	28,023	-
Prime Focus 3D Cooperatief U.A.	Sub - subsidiary	Short-term loan received	-	14,999,900
Prime Focus 3D Cooperatief U.A.	Sub - subsidiary	Amount paid on behalf of	89,641	-
Prime Focus 3D Cooperatief U.A.	Sub - subsidiary	Interest repaid	960,462	-
Prime Focus 3D Cooperatief U.A.	Sub - subsidiary	Short-term loan repaid	14,802,098	-
Prime Focus Limited	Parent	Redemption of optionally convertible preference shares	-	14,999,600

Prime Focus Limited	Parent	Addition in optionally convertible preference shares	5,100,000	-
De-Fi Media Limited	Same parent	Long-term loan receivable converted to optionally convertible preference shares	-	46,977,703
De-Fi Media Limited	Same parent	Balance in long-term loan receivable transferred to current account	-	972,297
De-Fi Media Limited	Same parent	Amount received from De-fi Media Ltd.	43,887	499,970
De-Fi Media Limited	Same parent	Paid on our behalf	15,950	15,042
De-Fi Media Limited	Same parent	Amount paid to Prime Focus World N.V. by De-fi Media assigned and adjusted against receivable	-	1,106,989
De-Fi Media Limited	Same parent	Amount payable to Prime Focus World N.V. Transferred to De-fi Media Limited	10,762,560	-
De-Fi Media Limited	Same parent	Amount payable to Prime Focus Technologies UK Ltd assigned to De-fi Media Limited	92,479	-
De-Fi Media Limited	Same parent	Amount paid on behalf of	1,220,913	-
Prime Focus World N.V.	Sub - subsidiary	Amount paid by De-fi Media to Prime Focus World N.V assigned	-	1,106,989
Prime Focus International Services Uk Ltd	Sub - subsidiary	Management cost recharge received	-	106,253
Prime Focus International Services Uk Ltd	Sub - subsidiary	Expense recharges received	-	12,734
Prime Focus International Services Uk Ltd	Sub - subsidiary	Deposit amount paid by Prime Focus International Services Uk Ltd on our behalf	1,750,000	-
Prime Focus World N.V.	Sub - subsidiary	Focus International Services Uk Ltd assigned to Prime Focus World N.V.	2,488,357	-
Prime Focus Technologies Inc	Sub - subsidiary	Deposit amount paid by Prime Focus Technologies Inc on our behalf	250,000	-
Prime Focus Technologies Inc	Sub - subsidiary	Focus Technologies Inc, assigned to Prime Focus World N.V.	1,828,175	-
Prime Focus Technologies Inc	Sub - subsidiary	Amount receivable from Lowry Digital Imaging Services, Inc assigned to PF World Limited	2,206,502	-
Prime Focus Technologies Inc	Sub - subsidiary	Amount paid by Prime Focus Technologies Inc on our behalf	1,500,000	-
Prime Focus World N.V.	Sub - subsidiary	Amount received from Prime Focus World N.V.	2,500,000	1,000,200
Prime Focus World N.V.	Sub - subsidiary	Deposit amount paid by Prime Focus World N.V on our behalf	4,500,000	2,100,000
Prime Focus World N.V.	Sub - subsidiary	Amount paid by Prime Focus World N.V on our behalf	10,762,560	-
DNEG North America Inc.	Sub - subsidiary	Receivable from Prime Focus Luxembourg S.à r.l. assigned	-	40,168
Prime Focus World N.V.	Sub - subsidiary	Receivable from Prime Focus Luxembourg S.à r.l. assigned	-	28,405
Prime Focus International Services Uk Ltd	Sub - subsidiary	Receivable from Prime Focus Luxembourg S.à r.l. assigned	-	45,691
DNEG North America Inc.	Sub - subsidiary	Receivable from Prime Focus 3D Cooperatief U.A. Netherlands assigned	-	43,862

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Prime Focus World N.V.	Sub - subsidiary	Receivable from Prime Focus 3D Cooperatief U.A. Netherlands assigned	-	35,760
Prime Focus International Services Uk Ltd	Sub - subsidiary	Receivable from Prime Focus 3D Cooperatief U.A. Netherlands assigned	-	140,071
Balance outstanding				
Prime Focus Limited	Parent	Optionally convertible preference shares	81,766,396	76,666,396
Prime Focus World N.V.	Sub - subsidiary	Share application	-	18,810,788
Prime Focus 3D Cooperatief U.A.	Sub - subsidiary	Short-term loan received	-	14,837,384
De-Fi Media Limited	Same parent	Receivable from group companies	-	1,903,995
Prime Focus Luxembourg Sarl	Subsidiary	Receivable from group companies	296,835	245,158
Prime Focus 3D Cooperatief U.A.	Sub - subsidiary	Receivable from group companies	583,606	135,148
PF Investments Ltd	Same parent	Receivable from group companies	47,291	42,832
PF Overseas Ltd	Same parent	Receivable from group companies	49,318	44,896
Prime Focus International Services Uk Ltd	Sub - subsidiary	Receivable from group companies	611,426	-
Lowry Digital Imaging Services, Inc	Same parent	Receivable from group companies	3,407,502	1,201,000
PF Media Limited	Same parent	Receivable from group companies	244,086	235,050
Prime Focus Technologies UK Ltd	Sub - subsidiary	Other payables to group companies	-	3,698
Prime Focus World N.V.	Sub - subsidiary	Other payables to group companies	15,619,275	2,954,994
Prime Focus Limited	Parent	Other payables to group companies	11,000,000	-
Prime Focus International Services Uk Ltd	Sub - subsidiary	Other payables to group companies	-	132,831
De-Fi Media Limited	Same parent	Other payables to group companies	7,592,975	-
Prime Focus Technologies Inc	Sub - subsidiary	Other payables to group companies	2,206,502	-
Prime Focus 3D Cooperatief U.A.	Sub - subsidiary	Other payables to group companies	-	91,480
PF Media Limited	Subsidiary	Other non-current payable	11,335,000	11,335,000

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16. FINANCIAL INSTRUMENTS

Capital risk management

The objectives when managing capital are to safeguard the ability to continue as a going concern to provide returns for shareholders and benefits for other stakeholders and to maintain an optimal capital structure to reduce the cost of capital.

The management sets the amounts of capital required in proportion to risk. The Company manages its capital structure and adjusts it in light of changes in economic conditions and risk characteristics of the underlying assets.

During the year, the Company's strategy was to monitor and manage the use of funds whilst developing business strategies and marketing.

Financial risk management

The Company's activities expose it to a variety of financial risks that are associated with the financial instruments in which it invests and markets in which it operates. The following is a summary of the main risks:

Market risk

Foreign Currency risk management

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

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

Particulars	Foreign Currency Denomination	As at March 31, 2020		As at March 31, 2019	
		Foreign Currency	In \$	Foreign Currency	In \$
Asset	CAD	-	-	6,297,509	4,715,952
	GBP	493,716	611,426	816,749	1,063,684
Asset Total			611,426		5,779,637
Liability	EUR	110,581	100,514	13,337,719	14,961,052
	GBP	-	-	2,840	3,698
Liability Total			100,514		14,964,751

5% appreciation/ depreciation of respective foreign currencies with respect to functional currency would result in decrease/ increase in the Company's profit before tax by approximately \$ 25,546 for the year ended March 31, 2020 [March 31, 2019: \$ 459,256]. This sensitivity analysis includes only outstanding foreign currency denominated monetary items.

As per our report of even date
For V. Shivkumar & Associates
Chartered Accountants
Firm Registration No.: 112781W

For and on behalf of the Board of Directors

V. Shivkumar
(Proprietor)
Membership No. 042673
Mumbai
July 30, 2020

Nishant Fadia