

PRIME FOCUS MALAYSIA SDN. BHD.**Balance sheet as at March 31, 2019***In RM*

	Notes	As at 31.03.2019	As at 31.03.2018
Assets			
Non-current assets			
Property, plant and equipment			
Tangible assets		-	-
Intangible assets		-	-
Capital work-in-progress		-	-
Intangible assets under development		-	-
Financial assets		-	-
Investments		-	-
Other financial assets		-	-
Deferred tax asset (net)		-	-
Other non-current assets		-	-
		<u>-</u>	<u>-</u>
Current assets			
Inventories		-	-
Financial assets			
Investments		-	-
Trade receivables		-	-
Cash and bank balances	3	-	36,148
Other financial assets		-	-
Other current assets		-	-
		<u>-</u>	<u>36,148</u>
		<u>-</u>	<u>36,148</u>
	TOTAL ASSETS	<u>-</u>	<u>36,148</u>
Equity and Liabilities			
Shareholders' funds			
Equity	4	50,000	50,000
Other equity	5	(50,000)	(29,513)
		<u>-</u>	<u>20,487</u>
Non-current liabilities			
Financial liabilities			
Borrowings		-	-
Other Financial liabilities		-	-
Deferred tax liability (net)		-	-
Long-term provisions		-	-
		<u>-</u>	<u>-</u>
Current liabilities			
Financial liabilities			
Borrowings		-	-
Trade payables		-	4,136
Other financial liabilities		-	11,525
Short-term provisions		-	-
		<u>-</u>	<u>15,661</u>
	TOTAL EQUITY & LIABILITIES	<u>-</u>	<u>36,148</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
May 25, 2019**Tarique Sheikh**
(Director)

Statement of Profit and Loss for the year ended March 31, 2019

In RM

	Year ended	
	31-Mar-19	31-Mar-18
Income from operations		
Revenue from operations	-	-
Other operating income	-	-
Other income:		
a) Exchange gain (net)	-	-
b) Others	-	-
Total income from operations	-	-
Expenses		
Employee benefits expense	-	-
Technician fees	-	-
Technical service cost	-	-
Finance costs	-	-
Depreciation and amortisation expense	-	-
Other expenditure	20,487	12,970
Exchange loss (net)	-	-
Total expenses	20,487	12,970
Profit from operations before exceptional items	(20,487)	(12,970)
Exceptional items - expenditure / (income) (net)	-	-
Profit / (Loss) from ordinary activities before tax	(20,487)	(12,970)
Current tax	-	-
Deferred tax	-	-
Net Profit / (Loss) for the year	(20,487)	(12,970)
Other comprehensive income		
A (i) Items that will not be reclassified to profit or loss	-	-
A (ii) Income tax relating to items that will not be reclassified to profit or loss	-	-
B (i) Items that will be reclassified to the Profit or loss	-	-
B (ii) Income tax relating to items that will be reclassified to profit or loss	-	-
Total other comprehensive income	-	-
Total comprehensive income	(20,487)	(12,970)
Net profit attributable to		
Owners of the Company	(20,487)	(12,970)
Non-controlling interests	-	-
Other comprehensive income attributable to		
Owners of the Company	-	-
Non-controlling interests	-	-
Total comprehensive income attributable to		
Owners of the Company	(20,487)	(12,970)
Non-controlling interests	-	-
Earnings per equity share of face value of RM 1 each (before exceptional items)		
Basic	(0.41)	(0.37)
Diluted	(0.41)	(0.37)
Earnings per equity share of face value of RM 1 each (after exceptional items)		
Basic	(0.41)	(0.37)
Diluted	(0.41)	(0.37)

As per our report of even date

For V. Shivkumar & Associates
Chartered Accountants
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For and on behalf of the Board of Directors

V. Shivkumar
(Proprietor)
Membership No. 042673
Mumbai
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Tarique Sheikh
(Director)

PRIME FOCUS MALAYSIA SDN. BHD.

Statement of Changes in Equity for the year ended March 31, 2019

Changes in Equity Share capital

	No of shares	Amount
As at 1st April 2017	35,002	35,002
Changes during the year	14,998	14,998
As at 31st March 2018	50,000	50,000
Changes during the year	-	-
As at 31st March 2019	50,000	50,000

Changes in Other Equity

In RM

	Retained earnings	Total other equity	Non-controlling interests	Total
As at 1st April 2017	(16,543)	(16,543)	-	(16,543)
Profit/ (loss) for the year	(12,970)	(12,970)	-	(12,970)
As at 31st March 2018	(29,513)	(29,513)	-	(29,513)
Profit/ (loss) for the year	(20,487)	(20,487)	-	(20,487)
As at 31st March 2019	(50,000)	(50,000)	-	(50,000)

As per our report of even date

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PRIME FOCUS MALAYSIA SDN. BHD.

Cash Flow Statement for the year ended as on March 31, 2019

In RM

Particulars	For the year ended March 31, 2019	For the year ended March 31, 2018
A. Cash flow from Operating activities		
Net loss before taxation	(20,487)	(12,970)
Adjustments for :		
Operating profit before working capital changes	(20,487)	(12,970)
Movements in working capital :		
Increase/(Decrease) in current financial liabilities	(15,661)	(11,814)
Cash generated from operations	(36,148)	(24,784)
Direct Taxes paid	-	-
Net Cash from operating activities	(36,148)	(24,784)
B. Cash flow from investing activities		
Purchase of investment in subsidiaries	-	-
Net Cash from investing activities	-	-
C. Cash flow from Financing activities		
Proceeds from long term borrowings (net of expenses)	-	-
Proceeds from issuance of shares	-	14,998
Net cash used in financing activities	-	14,998
Net increase/(decrease) in cash and cash equivalents (A+B+C)	(36,148)	(9,786)
Cash and cash equivalents at the beginning of the year	36,148	45,934
Cash and cash equivalents at the end of the year	-	36,148
Notes to accounts		

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
May 25, 2019

Tarique Sheikh
(Director)

1. Corporate information

Prime Focus Malaysia sdn bhd incorporated on 15th July 2015 under Companies Act 1965 in Malaysia, is engaged in the business of post-production including digital intermediate, visual effects, 2D to 3D conversion and other technical and creative services to the Media and Entertainment industry.

2. Statement of significant accounting policies:

a. Basis of preparation

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

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

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

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

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

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

b. Use of estimates

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

c. 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.

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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.

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 is recognised on temporary differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are generally recognised for all taxable temporary differences. Deferred tax assets are generally recognised for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible temporary differences can be utilised. Such deferred tax assets and liabilities are not recognised if the temporary differences arise from the initial recognition (other than in a business combination) of assets and liabilities in a transaction that affects neither the taxable profit nor the accounting profit. In addition, deferred tax liabilities are not recognised if the temporary differences arise from the initial recognition of goodwill.

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

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

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

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

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.

3. Cash and bank balances

In RM

	As at March 31,	
	2019	2018
Cash and cash equivalents		
Balances with banks:		
On Current Accounts	-	36,146
Cash on hand	-	2
	-	36,148

4. Equity share capital

In RM

	As at March 31,	
	2019	2018
Authorised shares	50,000	50,000
<i>50,000 equity shares of RM 1 each</i>		
Issued shares		
<i>50,000 equity shares of RM 1 each</i>	50,000	35,002
	50,000	35,002

4.1 Reconciliation of the number of shares outstanding at the beginning and at the end of the year

In RM

	As at March 31,	
	2019	2018
Balance at the beginning of the year	50,000	35,002
Issued during the year	-	14,998
Balance at the end of the year	50,000	50,000

4.2 Details of shares held by shareholders

In RM

	As at March 31,	
	2019	2018
Prime Focus Limited	35,002	35,002
Grand Paradise Holding	14,998	14,998
	50,000	50,000

5. Other equity

In RM

	As at March 31,	
	2019	2018
Retained earnings		
Balance as per last financial statements	(29,513)	(16,543)
Profit for the year	(20,487)	(12,970)
Total other equity	(50,000)	(29,513)

6. Other expenses

	<i>In RM</i>	
	For the year ended March 31, 2019	2018
Audit fees	(150)	2,600
Bank charges	15	2
Communication expense	273	120
Membership Fees	-	-
Postage	120	10
Printing and stationery	1,790	500
Professional fees	12,737	8,283
Food & Refreshment	-	-
Miscellaneous expenses	378	1,405
Travelling and conveyance	5,324	50
	20,487	12,970

7. Related Party Disclosure

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

Name of the related party	Relationship
Prime Focus Limited	Holding Company

Related Party Transaction During the Year

	<i>In RM</i>	
	March 31, 2019	March 31, 2018
Reimbursement of expense incurred by		
Prime Focus Limited	-	-

	<i>In RM</i>	
	As at March 31, 2019	2018
Closing Balance		
Payable to		
Prime Focus Limited	-	-

8. Fair Value Measurements

	<i>In RM</i>			
	As at March 31		As at March 31	
	2019	2018	2019	2018
	Carrying Value		Fair Value	
A Financial Assets:				
Cash and cash equivalents	-	36,148	-	-
Total	-	36,148	-	-
B Financial Liabilities:				
Trade payables	-	4,136	-	-
Other current financial liabilities	-	11,525	-	-
Total	-	15,661	-	-

The management assessed that the fair value of cash and cash equivalents & trade payables approximate their carrying amounts largely due to the short-term maturities of these instruments.

Capital Risk Management

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

The company is not subject to any externally imposed capital requirements.

a) Financial risk management

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

- Credit risk
- Liquidity risk

i) Credit Risk

Cash is held with banks having good credit ratings and Company does not anticipate any risk in value.

ii) Liquidity Risk

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

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

Liquidity Risk

	<i>In RM</i>			
	Less than 3 months	Between 3 and 12 months	More than 12 months	Total
At 31 March 2019				
Current financial assets				
Cash and cash equivalents	-	-	-	-
	-	-	-	-
Current financial liabilities				
Trade Payables	-	-	-	-
Other current financial liabilities	-	-	-	-
	-	-	-	-
At 31 March 2018				
Current financial assets				
Cash and cash equivalents	36,148	-	-	36,148
	36,148	-	-	36,148
Current financial liabilities				
Trade Payables	4,136	-	-	4,136
Other current financial liabilities	11,525	-	-	11,525
	15,661	-	-	15,661

9. Earnings per share

Particulars	In RM	
	Year ended March 31, 2019	Year ended March 31, 2018
Net (loss) attributable to equity shareholders	(20,487)	(12,970)
Exceptional items (net of tax)	-	-
Net Profit/(loss) before exceptional items but after tax	(20,487)	(12,970)
Weighted average number of equity shares in calculating basic and diluted EPS	50,000	50,000
Earnings per share		
Basic EPS	(0.41)	(0.26)
Diluted EPS	(0.41)	(0.26)

10. There are no unhedged foreign currency exposures

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

As per our report of even date

For V. Shivkumar & Associates

Chartered Accountants

Firm Registration No.: 112781W

For and on behalf of the Board of Directors

V. Shivkumar
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