

September 14, 2020

**National Stock Exchange of India Limited**

Exchange Plaza, 5<sup>th</sup> Floor,  
Plot No. C/1, G Block,  
Bandra Kurla Complex,  
Bandra (East), Mumbai - 400 051  
Fax: 022-26598237/38

**BSE Limited**

Corporate Relationship Department  
1<sup>st</sup> Floor, New Trading Ring,  
PJ Towers, Dalal Street,  
Fort, Mumbai - 400 001  
Fax: 022-22723121/1278

**Company Code: PVR / 532689**

**Outcome of Board Meeting**

Dear Sir,

The Board of Directors of the Company in its Meeting held on today approved inter-alia:

The Un-Audited Standalone and Consolidated Financial Results of the Company for the First Quarter ended on June 30, 2020.

Please find enclosed a Statement containing Un-audited Standalone and Consolidated Financial Results for the First Quarter ended on June 30, 2020 duly reviewed by the Audit Committee and signed by the Chairman cum Managing Director of the Company along with the copy of Limited Review Report received from M/s B S R & Co. LLP, the Statutory Auditors of the Company.

In continuation to our letter dated June 30, 2020, please note that the trading window will now be open from 17<sup>th</sup> September 2020.

The Board Meeting started at 02:30 PM (IST) and concluded at 05:00 PM (IST).

You are requested to kindly take the same on record and inform all concerned.

Thanking You.

Yours faithfully,  
**For PVR Limited**

**Pankaj Dhawan**  
**Company Secretary cum Compliance Officer**

Encl: A/a

# PVR LIMITED

CIN: L74899DL1995PLC067827

Registered office: 61, Basant Lok, Vasant Vihar, New Delhi - 110 057, India

Corporate office: Block A, 4th floor, Building No.9, DLF Cyber City, Phase - III, Gurugram - 122002, Haryana, India

Email: Investorrelations@pvrinemas.com Website: www.pvrinemas.com

# PVR

## STATEMENT OF UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2020

(Rs. in lakhs, except per share data)

| S.No. | Particulars  | STANDALONE                |                         |                           |                         |
|-------|--|---------------------------|-------------------------|---------------------------|-------------------------|
|       |  | 3 months ended            |                         |                           | Year ended              |
|       |  | 30.06.2020<br>(Unaudited) | 31.03.2020<br>(Audited) | 30.06.2019<br>(Unaudited) | 31.03.2020<br>(Audited) |
| 1     | <b>Income</b>  |                           |                         |                           |                         |
|       | Revenue from operations  | 974                       | 62,351                  | 86,751                    | 3,28,436                |
|       | Other income (refer note 3)  | 4,199                     | 1,844                   | 659                       | 4,286                   |
|       | <b>Total income</b>  | <b>5,173</b>              | <b>64,195</b>           | <b>87,410</b>             | <b>3,32,722</b>         |
| 2     | <b>Expenses</b>  |                           |                         |                           |                         |
|       | Movie exhibition cost  | -                         | 14,515                  | 20,220                    | 77,021                  |
|       | Consumption of food and beverages  | -                         | 5,012                   | 7,082                     | 25,927                  |
|       | Employee benefits expense  | 6,623                     | 7,340                   | 10,299                    | 38,166                  |
|       | Finance costs  | 12,298                    | 11,562                  | 13,134                    | 47,984                  |
|       | Depreciation and amortisation expense  | 14,207                    | 13,924                  | 12,381                    | 53,306                  |
|       | Other expenses (refer note 3 and 4)  | 5,742                     | 18,665                  | 21,509                    | 80,774                  |
|       | <b>Total expenses</b>  | <b>38,870</b>             | <b>71,018</b>           | <b>84,625</b>             | <b>3,23,178</b>         |
| 3     | <b>Profit/(loss) before tax (1-2)</b>  | <b>(33,697)</b>           | <b>(6,823)</b>          | <b>2,785</b>              | <b>9,544</b>            |
| 4     | <b>Tax expense</b>   |                           |                         |                           |                         |
|       | Current tax  | (52)                      | (6,440)                 | 872                       | 2,882                   |
|       | Deferred tax   | (11,520)                  | 4,005                   | 147                       | 472                     |
|       | Tax impact related to change in tax rate and law (refer note 8)  | -                         | 3,174                   | -                         | 3,174                   |
|       | <b>Total tax expense</b>   | <b>(11,572)</b>           | <b>739</b>              | <b>1,019</b>              | <b>6,528</b>            |
| 5     | <b>Net profit/(loss) after tax (3-4)</b>   | <b>(22,125)</b>           | <b>(7,562)</b>          | <b>1,766</b>              | <b>3,016</b>            |
| 6     | <b>Other comprehensive income/(expense) (net of tax)</b>   |                           |                         |                           |                         |
|       | Items that will not be re-classified to profit or loss   | (1)                       | 179                     | (295)                     | (682)                   |
|       | Items that will be re-classified to profit or loss   | -                         | -                       | -                         | -                       |
| 7     | <b>Total comprehensive income/(expense) (5+6)</b>  | <b>(22,126)</b>           | <b>(7,383)</b>          | <b>1,471</b>              | <b>2,334</b>            |
| 8     | <b>Paid-up equity share capital (face value of Rs. 10 each, fully paid)</b>  | <b>5,135</b>              | <b>5,135</b>            | <b>4,677</b>              | <b>5,135</b>            |
| 9     | <b>Other equity as shown in the audited balance sheet as at</b>  |                           |                         |                           | <b>1,41,187</b>         |
| 10    | <b>Earnings per share on net profit/(loss) after tax (fully paid up equity share of Rs. 10 each) (refer note 10)</b> |                           |                         |                           |                         |
|       | Basic earnings per share   | (43.09)                   | (15.49)                 | 3.65                      | 6.08                    |
|       | Diluted earnings per share   | (43.09)                   | (15.49)                 | 3.63                      | 6.05                    |

### Notes to the Statement of unaudited standalone financial results for the quarter ended June 30, 2020:-

1 The above statement of unaudited standalone financial results for the quarter ended June 30, 2020 have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on September 14, 2020. The Statutory Auditors of PVR Limited ("the Company") have carried out limited review of the above unaudited standalone financial results pursuant to Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended and have issued an unmodified review report.

2 The COVID-19 situation across the country continued to adversely affect the operations of the Company, resulting in almost no operating revenue for the quarter. We are awaiting government directive and guidelines on opening of cinemas. We are ready to open our cinemas with industry-defining SOPs so that the patrons visiting our premises feel safe and confident. We have undertaken various cost saving initiatives to mitigate the adverse impact of COVID-19 on the business, which inter alia includes reduction in employee costs by temporary salary cuts and headcount reduction, seeking waivers of rental and maintenance charges during lockdown from our landlords and significant reduction in all other overhead expenses during the period of lockdown. With these actions, management has been able to bring down the cash burn significantly during the lockdown period.

The Company believes that this pandemic is not likely to impact the recoverability of the carrying value of its assets except with respect to inventories wherein all perishable inventories expiring in short span of time amounting to Rs 250 Lakhs has been written off. The Company is closely monitoring the developments and possible effects that may result from the present pandemic on its financial condition, liquidity and operations and working to minimize the impact of this unprecedented situation. As the situation is continuously evolving, the eventual impact may be different from the estimates made as of the date of approval of these results.

Further, subsequent to the quarter end, the Company has raised additional funds by way of Rights issue amounting to Rs. 29,979 Lakhs to strengthen its liquidity position.



# PVR LIMITED

CIN: L74899DL1995PLC067827

Registered office: 61, Basant Lok, Vasant Vihar, New Delhi - 110 057, India

Corporate office: Block A, 4th floor, Building No.9, DLF Cyber City, Phase - III, Gurugram - 122002, Haryana, India

Email: [Investorrelations@pvrkinemas.com](mailto:Investorrelations@pvrkinemas.com) Website: [www.pvrkinemas.com](http://www.pvrkinemas.com)

# PVR

3 Consequent to the COVID-19 pandemic, the Company has invoked Force Majeure clause in various lease agreements for its cinema properties and is in discussion with landlords for a complete waiver of rent expenses during the lockdown period and expects to get a relief from most landlords for the same. Since most of these discussions are currently under progress and are likely to be completed over next few months, the Company following a prudent accounting practice will recognise these concessions/ rebates in accordance with applicable accounting standard.

The Company has elected to apply the practical expedient of not assessing the rent concessions as a lease modification, as per MCA notification dated July 24, 2020 on Ind AS 116 for rent concessions which are granted due to COVID-19 pandemic. As per requirements of MCA notification, out of total rent concessions confirmed till June 30, 2020 amounting to Rs 2,757 Lakhs, Rs 171 Lakhs has been accounted under rent expense (to the extent available) and balance Rs 2,586 Lakhs has been reported under other income for the quarter ended June 30, 2020.

Further, subsequent to quarter ended June 30, 2020, the Company has got confirmations with regard to rent concessions amounting to Rs 5,432 Lakhs till date which will be accounted in subsequent quarter as required under Ind AS 116 "Leases".

4 Consequent to the COVID-19 pandemic, the Company is in discussions with all its landlords for a waiver of common area maintenance expenses during the lockdown period and expects to get a large relief from most landlords. However, pending final settlement of discussions with landlords, the Company following a prudent accounting practice has provided for an expense of Rs. 2,802 Lakhs in the Statement of Profit and Loss for the quarter ended June 30, 2020.

5 During the previous year ended March 31, 2020, upon the recommendation of the Nomination & Remuneration Committee, the Board of Directors of the Company in their meeting dated June 08, 2020 has approved the remuneration for Mr. Ajay Bijli, Chairman & Managing Director and Mr. Sanjeev Kumar, Joint Managing Director as was originally approved by the shareholders vide resolution dated July 3, 2018, by taking into account the net profits of the Company computed under Section 198 of the Companies Act, 2013 after disregarding the adjustments made pursuant to Ind AS 116. Adoption of Ind AS 116 ("Leases") w.e.f. April 1, 2019 and its impact on PBT of the Company had resulted in their overall managerial remuneration exceeding the maximum remuneration permissible under the Companies Act, 2013 and the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. Since such remuneration (individually and overall) is in excess of the limits prescribed under Section 197 read with Schedule V of the Companies Act, 2013 by Rs 982 Lakhs, it is subject to the approval of the shareholders in the ensuing general meeting.

6 Subsequent to the quarter ended June 30, 2020, the Company has issued and allotted 3,823,872 equity shares on August 07, 2020 of face value Rs 10/- each (Rights Equity Shares) to the eligible equity shareholders at an issue price Rs 784/- per Rights Equity Share (including premium of Rs 774/- per Rights Equity Share) aggregating to Rs 29,979 lakhs.

7 Subsequent to the quarter ended June 30, 2020, the Company has granted 520,000 employee share options on July 15, 2020 to the eligible employees of the Company at an exercise price of Rs. 981/- in accordance with "PVR Employee Stock Option Plan 2020".

8 During the previous quarter and year ended March 31, 2020, as required under Ind AS 12 "Income Taxes" deferred tax assets and liabilities were measured using the enacted (or substantively enacted) tax rates expected to apply to taxable income in the years in which the temporary differences were expected to reverse. The Company made estimates, based on its budgets, regarding income anticipated in foreseeable future years when those temporary differences were expected to reverse and measured the same at the New tax rate. The full impact of re-measurement of deferred tax assets/liabilities, including deferred tax assets created on transition to Ind AS 116 as at April 1, 2019 was recognised in Statement of Profit and Loss. The tax expense for the quarter and year ended March 31, 2020 included one time net charge of Rs 3,174 lakhs on account of re-measurement of deferred tax assets/liabilities.

9 The financial figures for the quarter ended March 31, 2020 are the balancing figures being the difference between audited financial figures in respect of the previous full financial year and unaudited year to date financial figures upto December 31, 2019.

10 Earnings per share is not annualised for the quarter ended June 30, 2020, March 31, 2020 and June 30, 2019.

11 Based on the "management approach" as defined in Ind AS 108 - Operating Segments, the Chief Operating Decision Maker ("CODM") evaluates the Company's performance at an overall company level as one segment i.e. 'theatrical exhibition business' and allied activities under brand "PVR". Accordingly, the disclosures as per Regulation 33 (1)(e) read with Clause (L) of Schedule IV of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 are not applicable for the Company.

12 The above unaudited standalone financial results for the quarter ended June 30, 2020 are available on the BSE Limited website (URL: [www.bseindia.com/corporates](http://www.bseindia.com/corporates)), National Stock Exchange of India Limited website (URL: [www.nseindia.com/corporates](http://www.nseindia.com/corporates)) and on the Company's website (URL: <https://www.pvrkinemas.com/corporate>).

For and on behalf of the Board of Directors of PVR Limited

Sanjeev Kumar  
Joint Managing Director  
Gurugram  
September 14, 2020





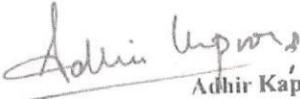
BSR & Co. LLP

**6. Emphasis of Matter**

- a) We draw attention to Note 5 to the unaudited standalone financial results, according to which the amount accrued as managerial remuneration for the financial year ended 31 March 2020 to the two executive directors of the Company and consequently, the total managerial remuneration for the financial year ended 31 March 2020 exceeded the prescribed limits under Section 197 read with Schedule V to the Companies Act, 2013 ("Act") by Rs. 982 lakhs. As per the provisions of the Act, the excess remuneration is subject to approval of the shareholders which the Company proposes to obtain in the forthcoming Annual General Meeting.
- b) We draw attention to Note 2 to the unaudited standalone financial results, which describes the economic and social disruptions as a result of COVID-19 pandemic on the Company's operations and financial results as assessed by the management.

Our conclusion is not modified in respect of above matters.

For BSR & Co. LLP  
Chartered Accountants  
Firm's Registration No.: 101248W/W-100022

  
Adhir Kapoor  
Partner

Membership No.: 098297

ICAI UDIN: 20098297AAAACZ8497

Place: New Delhi  
Date: 14 September 2020

**PVR LIMITED**

CIN: L74899DL1995PLC067827

Registered office: 61, Basant Lok, Vasant Vihar, New Delhi - 110 057, India

Corporate office: Block A, 4th floor, Building No.9, DLF Cyber City, Phase - III, Gurugram - 122002, Haryana, India

Email: Investorrelations@pvr cinemas.com Website: www.pvr cinemas.com

**PVR****STATEMENT OF UNAUDITED CONSOLIDATED FINANCIAL RESULTS  
FOR THE QUARTER ENDED JUNE 30, 2020**

(Rs. in lakhs, except per share data)

| S.No. | Particulars   | CONSOLIDATED              |                         |                           |                         |
|-------|---|---------------------------|-------------------------|---------------------------|-------------------------|
|       |   | 3 months ended            |                         |                           | Year ended              |
|       |   | 30.06.2020<br>(Unaudited) | 31.03.2020<br>(Audited) | 30.06.2019<br>(Unaudited) | 31.03.2020<br>(Audited) |
| 1     | <b>Income</b>   |                           |                         |                           |                         |
|       | Revenue from operations   | 1,270                     | 64,513                  | 88,039                    | 3,41,444                |
|       | Other income (refer note 4)   | 4,265                     | 1,665                   | 677                       | 3,779                   |
|       | <b>Total income</b>   | <b>5,535</b>              | <b>66,178</b>           | <b>88,716</b>             | <b>3,45,223</b>         |
| 2     | <b>Expenses</b>   |                           |                         |                           |                         |
|       | Movie exhibition cost   | -                         | 14,359                  | 19,911                    | 73,345                  |
|       | Consumption of food and beverages   | 71                        | 5,117                   | 7,161                     | 26,369                  |
|       | Employee benefits expense   | 6,817                     | 7,648                   | 10,565                    | 39,381                  |
|       | Finance costs   | 12,400                    | 11,713                  | 13,143                    | 48,179                  |
|       | Depreciation and amortisation expense   | 14,451                    | 14,223                  | 12,586                    | 54,246                  |
|       | Other expenses (refer note 4 and 5)   | 5,973                     | 20,124                  | 22,544                    | 94,690                  |
|       | <b>Total expenses</b>   | <b>39,712</b>             | <b>73,184</b>           | <b>85,910</b>             | <b>3,36,210</b>         |
| 3     | <b>Profit/(loss) before share of non-controlling interests, share in net profit/(loss) of joint venture/s and tax (1-2)</b> | <b>(34,177)</b>           | <b>(7,006)</b>          | <b>2,806</b>              | <b>9,013</b>            |
| 4     | Share in net profit/(loss) of joint venture/s   | (15)                      | (13)                    | (10)                      | (54)                    |
| 5     | <b>Profit/(loss) before tax (3+4)</b>   | <b>(34,192)</b>           | <b>(7,019)</b>          | <b>2,796</b>              | <b>8,959</b>            |
| 6     | <b>Tax expense</b>  |                           |                         |                           |                         |
|       | Current tax   | (52)                      | (6,354)                 | 896                       | 2,988                   |
|       | Deferred tax  | (11,567)                  | 3,622                   | 147                       | 112                     |
|       | Tax impact related to change in tax rate and law (refer note 9)   | -                         | 3,174                   | -                         | 3,174                   |
|       | <b>Total tax expense</b>  | <b>(11,619)</b>           | <b>442</b>              | <b>1,043</b>              | <b>6,274</b>            |
| 7     | <b>Net profit/(loss) after tax (5-6)</b>  | <b>(22,573)</b>           | <b>(7,461)</b>          | <b>1,753</b>              | <b>2,685</b>            |
| 8     | Non-controlling interests   | 11                        | 12                      | 4                         | 45                      |
| 9     | <b>Net profit/(loss) after taxes and after adjustment of non-controlling interests (7+8)</b>                                | <b>(22,562)</b>           | <b>(7,449)</b>          | <b>1,757</b>              | <b>2,730</b>            |
| 10    | <b>Other comprehensive income/(expense) (net of tax)</b>  |                           |                         |                           |                         |
|       | Items that will not be re-classified to profit or loss  | (1)                       | 192                     | (295)                     | (668)                   |
|       | Items that will be re-classified to profit or loss  | 5                         | 11                      | (15)                      | 7                       |
| 11    | <b>Total comprehensive income/(expense)</b>   | <b>(22,558)</b>           | <b>(7,246)</b>          | <b>1,447</b>              | <b>2,069</b>            |
|       | <b>Net profit/(loss) attributable to:</b>   |                           |                         |                           |                         |
|       | Owners of the Company   | (22,562)                  | (7,449)                 | 1,757                     | 2,730                   |
|       | Non-controlling interests   | (11)                      | (12)                    | (4)                       | (45)                    |
|       | <b>Other comprehensive income attributable to:</b>  |                           |                         |                           |                         |
|       | Owners of the Company   | 4                         | 203                     | (310)                     | (661)                   |
|       | Non-controlling interests   | -                         | -                       | -                         | -                       |
|       | <b>Total comprehensive income attributable to:</b>  |                           |                         |                           |                         |
|       | Owners of the Company   | (22,558)                  | (7,246)                 | 1,447                     | 2,069                   |
|       | Non-controlling interests   | (11)                      | (12)                    | (4)                       | (45)                    |
| 12    | <b>Paid-up equity share capital (face value of Rs. 10 each, fully paid)</b>   | <b>5,135</b>              | <b>5,135</b>            | <b>4,677</b>              | <b>5,135</b>            |
| 13    | <b>Other equity as shown in the audited balance sheet as at</b>   |                           |                         |                           | <b>1,42,887</b>         |
| 14    | <b>Earnings per share on net profit/(loss) after tax (fully paid up equity share of Rs. 10 each) (refer note 11)</b>        |                           |                         |                           |                         |
|       | Basic earnings per share  | (43.94)                   | (15.25)                 | 3.63                      | 5.50                    |
|       | Diluted earnings per share  | (43.94)                   | (15.25)                 | 3.61                      | 5.47                    |



# PVR LIMITED

CIN: L74899DL1995PLC067827

Registered office: 61, Basant Lok, Vasant Vihar, New Delhi - 110 057, India

Corporate office: Block A, 4th floor, Building No.9, DLF Cyber City, Phase - III, Gurugram - 122002, Haryana, India

Email: [Investorrelations@pvrkinemas.com](mailto:Investorrelations@pvrkinemas.com) Website: [www.pvrkinemas.com](http://www.pvrkinemas.com)

# PVR

## Notes to the Statement of unaudited consolidated financial results for the quarter ended June 30, 2020:-

- 1 The Chief Operating Decision Maker (CODM) review the performance of the Group and its joint venture/s for Movie exhibition and others. The requisite segment reporting related disclosures for all period presented is as follows:

(Rs. in lakhs)

| S.No. | Particulars  | 3 months ended  |                 |                 | Year ended      |
|-------|--|-----------------|-----------------|-----------------|-----------------|
|       |  | 30.06.2020      | 31.03.2020      | 30.06.2019      | 31.03.2020      |
|       |  | (Unaudited)     | (Audited)       | (Unaudited)     | (Audited)       |
| 1     | <b>Segment Revenues</b>  |                 |                 |                 |                 |
|       | Movie exhibition   | 5,303           | 63,888          | 86,276          | 3,30,170        |
|       | Others (includes Movie production, distribution & gaming etc.) | 449             | 2,989           | 3,156           | 20,295          |
|       | Inter segment revenues/elimination                             | (217)           | (699)           | (716)           | (5,242)         |
|       | <b>Total</b>   | <b>5,535</b>    | <b>66,178</b>   | <b>88,716</b>   | <b>3,45,223</b> |
| 2     | <b>Segment Results</b>   |                 |                 |                 |                 |
|       | Movie exhibition   | (33,887)        | (7,507)         | 2,584           | 8,569           |
|       | Others (includes Movie production, distribution & gaming etc.) | (305)           | 398             | 230             | 390             |
|       | Inter segment revenues/elimination                             | -               | 90              | (18)            | -               |
|       | <b>Total</b>   | <b>(34,192)</b> | <b>(7,019)</b>  | <b>2,796</b>    | <b>8,959</b>    |
|       | <b>Profit/(loss) before tax</b>                                | <b>(34,192)</b> | <b>(7,019)</b>  | <b>2,796</b>    | <b>8,959</b>    |
| 3     | <b>Segment Assets</b>  |                 |                 |                 |                 |
|       | Movie exhibition   | 6,45,660        | 6,69,242        | 6,81,800        | 6,69,242        |
|       | Others (includes Movie production, distribution & gaming etc.) | 14,375          | 14,579          | 8,995           | 14,579          |
|       | <b>Total</b>   | <b>6,60,035</b> | <b>6,83,821</b> | <b>6,90,795</b> | <b>6,83,821</b> |
|       | Unallocable assets   | 58,618          | 59,099          | 37,346          | 59,099          |
| 4     | <b>Segment Liabilities</b>                                     |                 |                 |                 |                 |
|       | Movie exhibition   | 4,63,900        | 4,61,448        | 4,86,135        | 4,61,448        |
|       | Others (includes Movie production, distribution & gaming etc.) | 3,232           | 3,242           | 1,944           | 3,242           |
|       | <b>Total</b>   | <b>4,67,132</b> | <b>4,64,690</b> | <b>4,88,079</b> | <b>4,64,690</b> |
|       | Unallocable liabilities  | 1,26,073        | 1,30,179        | 1,40,618        | 1,30,179        |

- 2 The above statement of unaudited consolidated financial results for the quarter ended June 30, 2020 have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on September 14, 2020. The Statutory Auditors of PVR Limited ("the Company") have carried out limited review of the above unaudited consolidated financial results pursuant to Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended and have issued an unmodified review report.
- 3 The COVID- 19 situation across the country continued to adversely affect the operations of the Group, resulting in almost no operating revenue for the quarter. We are awaiting government directive and guidelines on opening of cinemas. We are ready to open our cinemas with industry-defining SOPs so that the patrons visiting our premises feel safe and confident. We have undertaken various cost saving initiatives to mitigate the adverse impact of COVID-19 on the business, which inter alia includes reduction in employee costs by temporary salary cuts and headcount reduction, seeking waivers of rental and maintenance charges during lockdown from our landlords and significant reduction in all other overhead expenses during the period of lockdown. With these actions, management has been able to bring down the cash burn significantly during the lockdown period.

The Group believes that this pandemic is not likely to impact the recoverability of the carrying value of its assets except with respect to inventories wherein all perishable inventories expiring in short span of time amounting to Rs 252 Lakhs has been written off. The Group is closely monitoring the developments and possible effects that may result from the present pandemic on its financial condition, liquidity and operations and working to minimize the impact of this unprecedented situation. As the situation is continuously evolving, the eventual impact may be different from the estimates made as of the date of approval of these results.

Further, subsequent to the quarter end, the Company has raised additional funds by way of Rights issue amounting to Rs. 29,979 Lakhs to strengthen its liquidity position.



# PVR LIMITED

CIN: L74899DL1995PLC067827

Registered office: 61, Basant Lok, Vasant Vihar, New Delhi - 110 057, India

Corporate office: Block A, 4th floor, Building No.9, DLF Cyber City, Phase - III, Gurugram - 122002, Haryana, India

Email: [Investorrelations@pvrcinemas.com](mailto:Investorrelations@pvrcinemas.com) Website: [www.pvrcinemas.com](http://www.pvrcinemas.com)

# PVR

4 Consequent to the COVID-19 pandemic, the Group has invoked Force Majeure clause in various lease agreements for its cinema properties and is in discussion with landlords for a complete waiver of rent expenses during the lockdown period and expects to get a relief from most landlords for the same. Since most of these discussions are currently under progress and are likely to be completed over next few months, the Group following a prudent accounting practice will recognise these concessions/ rebates in accordance with applicable accounting standard.

The Group has elected to apply the practical expedient of not assessing the rent concessions as a lease modification, as per MCA notification dated July 24, 2020 on Ind AS 116 for rent concessions which are granted due to COVID-19 pandemic. As per requirements of MCA notification, out of total rent concessions confirmed till June 30, 2020 amounting to Rs 2,978 Lakhs, Rs 171 Lakhs has been accounted under rent expense (to the extent available) and balance Rs 2,807 Lakhs has been reported under other income for the quarter ended June 30, 2020.

Further, subsequent to quarter ended June 30, 2020, the Group has got confirmations with regard to rent concessions amounting to Rs 5,432 Lakhs till date which will be accounted in subsequent quarter as required under Ind AS 116 "Leases".

5 Consequent to the COVID 19 pandemic, the Group is in discussions with all its landlords for a waiver of common area maintenance expenses during the lockdown period and expects to get a large relief from most landlords. However, pending final settlement of discussions with landlords, the Group following a prudent accounting practice has provided for an expense of Rs. 2,802 Lakhs in the Statement of Profit and Loss for the quarter ended June 30, 2020.

6 During the previous year ended March 31, 2020, upon the recommendation of the Nomination & Remuneration Committee, the Board of Directors of the Company in their meeting dated June 08, 2020 has approved the remuneration for Mr. Ajay Bijli, Chairman & Managing Director and Mr. Sanjeev Kumar, Joint Managing Director as was originally approved by the shareholders vide resolution dated July 3, 2018, by taking into account the net profits of the Company computed under Section 198 of the Companies Act, 2013 after disregarding the adjustments made pursuant to Ind AS 116. Adoption of Ind AS 116 ("Leases") w.e.f. April 1, 2019 and its impact on PBT of the Company has resulted in their overall managerial remuneration exceeding the maximum remuneration permissible under the Companies Act, 2013 and the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. Since such remuneration (individually and overall) is in excess of the limits prescribed under Section 197 read with Schedule V of the Companies Act, 2013 by Rs 982 Lakhs, it is subject to the approval of the shareholders in the ensuing general meeting.

7 Subsequent to the quarter ended June 30, 2020, the Company has issued and allotted 3,823,872 equity shares on August 07, 2020 of face value Rs 10/- each (Rights Equity Shares) to the eligible equity shareholders at an issue price Rs 784/- per Rights Equity Share (including premium of Rs 774/- per Rights Equity Share) aggregating to Rs 29,979 lakhs.

8 Subsequent to the quarter ended June 30, 2020, the Company has granted 520,000 employee share options on July 15, 2020 to the eligible employees of the Company at an exercise price of Rs. 981/- in accordance with "PVR Employee Stock Option Plan 2020".

9 During the previous quarter and year ended March 31, 2020, as required under Ind AS 12 "Income Taxes" deferred tax assets and liabilities were measured using the enacted (or substantively enacted) tax rates expected to apply to taxable income in the years in which the temporary differences were expected to reverse. The Group made estimates, based on its budgets, regarding income anticipated in foreseeable future years when those temporary differences were expected to reverse and measured the same at the New tax rate. The full impact of re-measurement of deferred tax assets/liabilities, including deferred tax assets created on transition to Ind AS 116 as at April 1, 2019 was recognised in Statement of Profit and Loss. The tax expense for the quarter and year ended March 31, 2020 included one time net charge of Rs 3,174 lakhs on account of re-measurement of deferred tax assets/liabilities.

10 The financial figures for the quarter ended March 31, 2020 are balancing figures being the difference between audited financial figures in respect of the previous full financial year and unaudited year to date financial figures upto December 31, 2019.

11 Earnings per share is not annualised for the quarter ended June 30, 2020, March 31, 2020 and June 30, 2019.

12 The above unaudited consolidated financial results includes financial information of the Company and its subsidiaries (collectively referred to as "Group") namely PVR Pictures Limited, P V R Lanka Limited, Zea Maize Private Limited and SPI Entertainment Projects (Tirupati) Private Limited. The consolidated net profit/loss presented includes Group's share of profit/loss from joint venture namely Vkaao Entertainment Private Limited.

13 The above unaudited consolidated financial results for the quarter ended June 30, 2020 are available on the BSE Limited website (URL: [www.bseindia.com/corporates](http://www.bseindia.com/corporates)), National Stock Exchange of India Limited website (URL: [www.nseindia.com/corporates](http://www.nseindia.com/corporates)) and on the Company's website (URL: <https://www.pvrcinemas.com/corporate>).

For and on behalf of the Board of Directors of PVR Limited

Sanjeev Kumar  
Joint Managing Director  
Gurugram  
September 14, 2020



# B S R & Co. LLP

Chartered Accountants

Building No. 10, 12th Floor, Tower-C,  
DLF Cyber City, Phase-II,  
Gurugram – 122 002, India

Telephone: +91 124 719 1000  
Fax: +91 124 235 8613

## Limited review report on unaudited quarterly consolidated financial results of PVR Limited under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To  
Board of Directors of **PVR Limited**

1. We have reviewed the accompanying Statement of unaudited consolidated financial results of PVR Limited (“the Parent”) and its subsidiaries (the Parent and its subsidiaries together referred to as “the Group”), and its share of the net loss after tax and total comprehensive loss of its joint venture for the quarter ended 30 June 2020 (“the Statement”), being submitted by the Parent pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (“Listing Regulations”).
2. This Statement, which is the responsibility of the Parent’s management and approved by the Parent’s Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 “*Interim Financial Reporting*” (“Ind AS 34”), prescribed under Section 133 of the Companies Act, 2013, and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 “*Review of Interim Financial Information Performed by the Independent Auditor of the Entity*”, issued by the Institute of Chartered Accountants of India. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33(8) of the Listing Regulations, to the extent applicable.



4. The Statement includes the results of the following entities:

**Subsidiaries**

SPI Entertainment Projects (Tirupati) Private Limited  
PVR Pictures Limited  
Zea Maize Private Limited  
P V R Lanka Limited

**Joint venture**

Vkaao Entertainment Private Limited

5. Attention is drawn to the fact that the figures for the three months ended 31 March 2020 as reported in these financial results are the balancing figures between audited figures in respect of the full previous financial year and the published year to date figures up to the third quarter of the previous financial year. The figures up to the end of the third quarter of previous financial year had only been reviewed and not subjected to audit.
6. Based on our review conducted and procedures performed as stated in paragraph 3 above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.
7. **Emphasis of Matter**
- a) We draw attention to Note 6 to the unaudited consolidated financial results, according to which the amount accrued as managerial remuneration for the financial year ended 31 March 2020 to the two executive directors of the Parent and consequently, the total managerial remuneration for the financial year ended 31 March 2020 exceeded the prescribed limits under Section 197 read with Schedule V to the Companies Act, 2013 ("Act") by Rs. 982 lakhs. As per the provisions of the Act, the excess remuneration is subject to approval of the shareholders which the Parent proposes to obtain in the forthcoming Annual General Meeting.
- b) We draw attention to Note 3 to the unaudited consolidated financial results, which describes the economic and social disruptions as a result of COVID-19 pandemic on the Group's operations and financial results as assessed by the management.

Our conclusion is not modified in respect of above matters.



B S R & Co. LLP

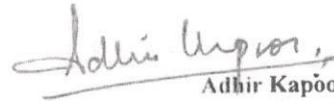
8. The Statement includes the financial information of two subsidiaries which have not been reviewed, whose financial information reflect total revenue of Rs. 262 lakhs (before consolidation adjustments), total net loss after tax of Rs. 203 lakhs (before consolidation adjustments) and total comprehensive loss of Rs. 198 lakhs (before consolidation adjustments) for the quarter ended 30 June 2020, as considered in the Statement. The Statement also includes the Group's share of net loss after tax of Rs. 15 lakhs and total comprehensive loss of Rs. 15 lakhs for the quarter ended 30 June 2020, as considered in the consolidated unaudited financial results, in respect of one joint venture, based on its financial information which has not been reviewed. According to the information and explanations given to us by the management, this financial information is not material to the Group.

Our conclusion on the Statement is not modified in respect of the above matter.

For B S R & Co. LLP

Chartered Accountants

Firm's Registration No.: 101248W/W-100022



Adhir Kapoor

Partner

Membership No.: 098297

ICAI UDIN: 20098297AAAADA7579

Place: New Delhi

Date: 14 September 2020