

Date: October 22, 2019

**National Stock Exchange 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**

**Re: Outcome of the meeting of the Board of Directors (by circulation) of PVR Limited (the "Company") for approving the un-audited condensed interim consolidated financial statements for the quarter and six months ended September 30, 2019**

Dear Sir/Madam,

Further to the Board of Directors of our Company ("**Board**") approving the un-audited consolidated financial results for the quarter and six months ended September 30, 2019 ("**Financial Results**") pursuant to its resolution dated October 17, 2019, our Board has additionally, by way of a circular resolution dated October 22, 2019 approved the:

- (i) condensed interim consolidated financial statements, which comprise of the condensed interim consolidated balance sheet as at September 30, 2019, the condensed interim consolidated statement of profit and loss (including other comprehensive income), the condensed interim consolidated statement of cash flows and the condensed interim consolidated statement of changes in equity for the six months ended September 30, 2019 (including the comparative financial information with respect to the six months ended September 30, 2018), read along with the notes issued thereto, the aforesaid comprise of certain additional notes and schedules in addition to the un-audited balance sheet, un-audited statement of profit and loss and un-audited statement of cash flow that were approved by our Board on October 17, 2019 and declared as the Financial Results (collectively, the "**Condensed Financial Information**"); and
- (ii) the Limited Review Report on such Condensed Financial Information.

The Condensed Financial Information along with the Limited Review Report is annexed herewith and has been made available on the website of the Company.

We request you to take the above on record.

Yours truly,  
For **PVR Limited**

  
**Pankaj Dhawan**  
Company Secretary cum Compliance Officer



# B S R & Co. LLP

Chartered Accountants

Building No.10, 8th Floor, Tower-B  
DLF Cyber City, Phase - II  
Gurugram - 122 002, India

Telephone: + 91 124 719 1000  
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## Report on Review of Interim Condensed Consolidated Financial Statements

To  
Board of Directors of **PVR Limited**

### Introduction

We have reviewed the accompanying Interim Condensed Consolidated Financial Statements of PVR Limited ("the Company") and its subsidiaries (the Company and its subsidiaries together referred to as the "the Group"), its joint ventures, which comprise the Interim Condensed Consolidated Balance Sheet as at 30 September 2019, and the Interim Condensed Consolidated Statement of Profit and Loss (including Other Comprehensive Income) for the six months period then ended, the Interim Condensed Consolidated Statement of Changes in Equity and the Interim Condensed Consolidated Statement of Cash Flows for the period then ended, and notes to the Interim Condensed Consolidated Financial Statements, including a summary of significant accounting policies (hereinafter referred to as "Interim Condensed Consolidated Financial Statements") and other explanatory information as required by Indian Accounting Standard (Ind AS) 34 "*Interim Financial Reporting*".

The Interim Condensed Consolidated Financial Statements is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to express a conclusion on the Interim Condensed Consolidated Financial Statements based on our review.

### Scope of Review

We conducted our review 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.

### **Other Matter**

The Interim Condensed Consolidated Financial Statements includes the financial information of three subsidiaries which have not been reviewed, whose financial information reflect total assets of Rs. 3,447 lakhs as at 30 September 2019 and total revenue of Rs. Nil, total net loss after tax of Rs. 35 lakhs, total comprehensive loss of Rs. 60 lakhs and net cash outflows of Rs. 111 lakhs for the six months period ended 30 September 2019, as considered in the Interim Condensed Consolidated Financial Statements. Further, the Interim Condensed Consolidated Financial Statements also includes the Group's share of net loss after tax of Rs. 26 lakhs and total comprehensive loss of Rs. 26 lakhs for the six months period ended 30 September 2019, as considered in the Interim Condensed Consolidated Financial Statements, in respect of two joint ventures, based on their financial information which have not been reviewed. The unaudited financial information of these subsidiaries and joint ventures have been furnished to us by the Management of the Company and our conclusion on the Interim Condensed Consolidated Financial Statements, to the extent they have been derived from such unaudited financial information of these subsidiaries and joint ventures, is based solely on such unaudited financial information. 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 Interim Condensed Consolidated Financial Statements is not modified in respect of the above matter.

### **Conclusion**

Based on our review, nothing has come to our attention that causes us to believe that the accompanying Interim Condensed Consolidated Financial Statements as at and for the six months period ended 30 September 2019 are not prepared, in all material respects, in accordance with requirements of Ind AS 34 "*Interim Financial Reporting*".

*For B S R & Co. LLP*  
*Chartered Accountants*  
ICAI Firm Registration No.: 101248W/W-100022

Sd/-  
**Jiten Chopra**  
*Partner*  
ICAI Membership No.: 092894  
ICAI UDIN: 19092894AAAACS6480

Place: Gurugram  
Date: 22 October 2019

**PVR Limited**  
**Interim Condensed Consolidated Balance Sheet as at September 30, 2019**  
**(Rupees in lakhs, except for per share data and if otherwise stated)**

Particulars	Note	September 30, 2019	March 31, 2019*
<b>Assets</b>			
<b>Non-current assets</b>			
Property, plant and equipment	3	1,59,017	1,48,997
Capital work-in-progress	3	16,082	22,080
Right-of-use assets	4	2,74,161	-
Goodwill	4	1,05,204	1,05,330
Other intangible assets	4	19,819	19,921
<b>Financial assets</b>			
Equity accounted investees		86	112
Investments		50	885
Loans		24,713	23,005
Other financial assets		2,138	2,242
Deferred tax assets (net)		22,989	1,068
Income tax assets (net)		3,752	3,650
Other non current assets		10,215	18,460
<b>Total non-current assets (A)</b>		<b>6,38,226</b>	<b>3,45,750</b>
<b>Current assets</b>			
Inventories		3,560	3,034
<b>Financial assets</b>			
Investments		123	108
Trade receivables		15,902	18,386
Cash and cash equivalents		7,582	2,817
Bank balances other than cash and cash equivalents, above		1,446	597
Loans		1,178	1,183
Other financial assets		5,701	2,145
Other current assets		15,222	11,066
<b>Total current assets (B)</b>		<b>50,714</b>	<b>39,336</b>
<b>Total assets (A+B)</b>		<b>6,88,940</b>	<b>3,85,086</b>
<b>Equity and liabilities</b>			
<b>Equity</b>			
Equity share capital		4,838	4,674
Other equity		99,129	1,44,895
<b>Equity attributable to equity holders of the Parent Company</b>		<b>1,03,967</b>	<b>1,49,569</b>
Non-controlling interests		20	46
<b>Total equity (A)</b>		<b>1,03,987</b>	<b>1,49,615</b>
<b>Liabilities</b>			
<b>Non-current liabilities</b>			
<b>Financial liabilities</b>			
Borrowings	5	1,08,079	1,01,876
Lease liabilities	7	3,30,476	-
Other financial liabilities	8	10,900	4,217
Provisions		1,906	1,825
Deferred tax liabilities (net)		145	3,731
Other non-current liabilities	9	14,098	18,499
<b>Total non-current liabilities (B)</b>		<b>4,65,604</b>	<b>1,30,148</b>
<b>Current liabilities</b>			
<b>Financial liabilities</b>			
Borrowings	6	14,474	8,515
Lease liabilities	7	17,673	-
Trade payables			
Total outstanding dues of micro enterprises and small enterprises		-	-
Total outstanding dues of creditors other than micro enterprises and small enterprises		34,637	36,771
Other financial liabilities	8	22,885	36,100
Provisions		432	321
Other current liabilities	9	29,248	23,616
<b>Total current liabilities (C)</b>		<b>1,19,349</b>	<b>1,05,323</b>
<b>Total equity and liabilities (A+B+C)</b>		<b>6,88,940</b>	<b>3,85,086</b>

\* Refer note 20

**Summary of significant accounting policies**

2.3

The accompanying notes are an integral part of the Interim Condensed Consolidated Financial Statements

As per report of even date

**For B S R & Co. LLP**

Chartered Accountants

ICAI Firm Registration Number: 101248W / W-100022

Sd/-

**Jiten Chopra**

Partner

Membership Number: 092894

**For and on behalf of the board of Directors of PVR Limited**

Sd/-

**Ajay Bijli**

Chairman cum Managing Director

DIN: 00531142

Sd/-

**Sanjeev Kumar**

Joint Managing Director

DIN: 00208173

Sd/-

**Pankaj Dhawan**

Company Secretary

ICSI M.No: F3170

Sd/-

**Nitin Sood**

Chief Financial Officer

Place: Gurugram

Date: October 22, 2019

Place: Gurugram

Date: October 22, 2019

**PVR Limited**  
**Interim Condensed Consolidated Statement of Profit and Loss for the six months period ended September 30, 2019**  
**(Rupees in lakhs, except for per share data and if otherwise stated)**

Particulars	Notes	September 30, 2019	September 30, 2018*
<b>Income</b>			
Revenue from operations	10	1,85,357	1,40,482
Other income	11	1,299	1,036
<b>Total Income</b>		<b>1,86,656</b>	<b>1,41,518</b>
<b>Expenses</b>			
Movie exhibition cost		39,713	33,134
Consumption of food and beverages		14,436	10,510
Employee benefits expense		21,059	15,116
Finance costs	12	24,256	5,063
Depreciation and amortisation expense	13	26,538	8,491
Other operating expenses	14	50,483	55,600
<b>Total expenses</b>		<b>1,76,485</b>	<b>1,27,914</b>
<b>Profit before share of profit/(loss) of equity accounted investees, exceptional item and tax</b>		<b>10,171</b>	<b>13,604</b>
Share of profit/(loss) of equity accounted investees (net of tax)		(26)	(33)
<b>Profit before tax</b>		<b>10,145</b>	<b>13,571</b>
<b>Tax expense</b>			
Current tax		4,577	3,067
Deferred tax (including MAT credit entitlement)		(952)	1,761
<b>Total tax expenses</b>		<b>3,625</b>	<b>4,828</b>
<b>Net profit after tax</b>		<b>6,520</b>	<b>8,743</b>
Non-controlling interests		25	19
<b>Net profit after tax and after adjustment of non controlling interests</b>		<b>6,545</b>	<b>8,762</b>
<b>Other Comprehensive Income</b>			
Items that will not be reclassified to profit or loss in subsequent period		(820)	(856)
Items that will be reclassified to profit or loss in subsequent period		(25)	2
<b>Other Comprehensive Income for the period (net of tax)</b>		<b>(845)</b>	<b>(854)</b>
<b>Total comprehensive income for the period (comprising profit and Other Comprehensive Income )</b>		<b>5,700</b>	<b>7,908</b>
<b>Net Profit attributable to:</b>			
Owners of the Company		6,545	8,762
Non-controlling interests		(25)	(19)
<b>Other Comprehensive Income attributable to:</b>			
Owners of the Company		(845)	(854)
Non-controlling interests		-	-
<b>Total Comprehensive Income attributable to:</b>			
Owners of the Company		5,700	7,908
Non-controlling interests		(25)	(19)
<b>Earnings per equity share on net profit after tax</b>	15		
[Nominal Value of share Rs. 10 each (September 30, 2018: Rs.10 each)]			
Basic		13.93	18.75
Diluted		13.45	18.47
* Refer note 20			
Summary of significant accounting policies	2.3		

The accompanying notes are an integral part of the Interim Condensed Consolidated Financial Statements

As per report of even date

**For BSR & Co. LLP**

Chartered Accountants

ICAI Firm Registration Number: 101248W / W-100022

Sd/-

**Jiten Chopra**

Partner

Membership Number: 092894

Sd/-

**Ajay Bijli**

Chairman cum Managing Director

DIN: 00531142

Sd/-

**Pankaj Dhawan**

Company Secretary

ICSI M. No.: F3170

Sd/-

**Sanjeev Kumar**

Joint Managing Director

DIN: 00208173

Sd/-

**Nitin Sood**

Chief Financial Officer

Place: Gurugram

Date: October 22, 2019

Place: Gurugram

Date: October 22, 2019

September 30, 2019	September 30, 2018
4,674	4,674
164	-
<b>4,838</b>	<b>4,674</b>

#### A. Equity Share Capital

Balance at the beginning of the period

Changes in equity share capital during the period

Balance at the end of the period

#### B. Other Equity

Particulars	Reserves and Surplus						Share pending issuance	Share application money pending allotment	Other comprehensive income			Total
	Capital Reserve	Securities Premium	Debt Redemption Reserve (DRR)	General reserve	Share options outstanding account	Retained Earnings			Re-measurement gains/(loss) on defined benefit plans	Exchange difference in translating foreign subsidiary	Gain/(loss) on equity instruments designated at FVTOCI	
<b>At March 31, 2018</b>	<b>602</b>	<b>47,124</b>	<b>7,285</b>	<b>4,563</b>	<b>305</b>	<b>44,098</b>	-	-	(227)	-	(888)	<b>1,02,862</b>
Profit for the period	-	-	-	-	-	8,764	-	-	-	-	-	8,764
Other comprehensive income (net of taxes)	-	-	-	-	-	-	-	-	(856)	-	-	(856)
<b>Total Comprehensive Income</b>	<b>602</b>	<b>47,124</b>	<b>7,285</b>	<b>4,563</b>	<b>305</b>	<b>52,862</b>	-	-	<b>(1,083)</b>	-	<b>(888)</b>	<b>1,10,770</b>
Adjustment on adoption of IND AS 115	-	-	-	-	-	(21)	-	-	-	-	-	(21)
Employee stock compensation for options granted	-	-	-	-	189	-	-	-	-	-	-	189
Transfer to Debt redemption reserve	-	-	1,169	-	-	(1,169)	-	-	-	-	-	-
Dividends (including CDT)	-	-	-	-	-	(1,127)	-	-	-	-	-	(1,127)
Goodwill created on account of additional investment in Zea Maize Private Limited	-	-	-	110	-	-	-	-	-	-	-	110
<b>At September 30, 2018</b>	<b>602</b>	<b>47,124</b>	<b>8,454</b>	<b>4,673</b>	<b>494</b>	<b>50,545</b>	-	-	<b>(1,083)</b>	-	<b>(888)</b>	<b>1,09,921</b>
<b>At March 31, 2019</b>	<b>602</b>	<b>47,124</b>	<b>7,930</b>	<b>4,716</b>	<b>611</b>	<b>61,327</b>	<b>24,999</b>	-	<b>(630)</b>	<b>(22)</b>	<b>(1,762)</b>	<b>1,44,895</b>
Adjustment on adoption of IND AS 116 (refer note 21)	-	-	-	-	-	(50,871)	-	-	-	-	-	(50,871)
<b>Adjusted balance as at March 31, 2019</b>	<b>602</b>	<b>47,124</b>	<b>7,930</b>	<b>4,716</b>	<b>611</b>	<b>10,456</b>	<b>24,999</b>	-	<b>(630)</b>	<b>(22)</b>	<b>(1,762)</b>	<b>94,024</b>
Profit for the period	-	-	-	-	-	6,545	-	-	-	-	-	6,545
Other comprehensive income (net of taxes)	-	-	-	-	-	-	-	-	-	(25)	(820)	(845)
<b>Total Comprehensive Income</b>	<b>602</b>	<b>47,124</b>	<b>7,930</b>	<b>4,716</b>	<b>611</b>	<b>17,001</b>	<b>24,999</b>	-	<b>(630)</b>	<b>(47)</b>	<b>(2,582)</b>	<b>99,724</b>
Employee stock compensation for options granted	-	535	-	-	89	-	-	-	-	-	-	624
Transfer from Debt redemption reserve *	-	-	(7,930)	-	-	7,930	-	-	-	-	-	-
Dividends (including CDT)	-	-	-	-	-	(1,134)	-	-	-	-	-	(1,134)
Securities premium on account of Business combination (refer note 20)	-	24,839	-	-	-	-	(24,999)	-	-	-	-	(160)
Receipt of share application money	-	-	-	-	-	-	-	75	-	-	-	75
<b>At September 30, 2019</b>	<b>602</b>	<b>72,498</b>	<b>-</b>	<b>4,716</b>	<b>700</b>	<b>23,797</b>	<b>-</b>	<b>75</b>	<b>(630)</b>	<b>(47)</b>	<b>(2,582)</b>	<b>99,129</b>

\* Pursuant to the Companies (Share Capital and Debentures) Amendment Rules, 2019, the requirement with respect to creation of DRR has been done away with accordingly the outstanding balance of DRR is transferred to retained earnings.

#### Summary of significant accounting policies

2.3

The accompanying notes are an integral part of the Interim Condensed consolidated financial statements

As per report of even date

**For B S R & Co. LLP**

Chartered Accountants

ICAI Firm Registration Number: 101248W / W-100022

Sd/-

**Jiten Chopra**

Partner

Membership Number: 092894

Place: Gurugram

Date: October 22, 2019

**For and on behalf of the board of Directors of PVR Limited**

Sd/-

**Ajay Bijli**

Chairman cum managing director

DIN: 00531142

Sd/-

**Pankaj Dhawan**

Company secretary

ICSI M.No: F3170

Place: Gurugram

Date: October 22, 2019

Sd/-

**Sanjeev Kumar**

Joint managing director

DIN: 00208173

Sd/-

**Nitin Sood**

Chief financial officer

**PVR Limited**

**Interim Condensed Consolidated Statement of Cash Flows for the six months period ended September 30, 2019**

(Rupees in lakhs, except for per share data and if otherwise stated)

<b>Particulars</b>	<b>September 30, 2019</b>	<b>September 30, 2018</b>
<b>Cash flows from operating activities:</b>		
<b>Profit before tax</b>	<b>10,145</b>	<b>13,571</b>
Adjustments to reconcile profit before tax to net cash flows:		
Depreciation of property, plant and equipment	10,186	7,642
Amortisation of intangible assets	1,288	849
Amortization of Right of use assets	15,064	-
Net loss on disposal of property, plant and equipment	(69)	46
Interest income	(834)	(461)
Allowance for doubtful debts and advances	332	444
Bad debts/advances written off	56	-
Finance costs	23,669	4,624
Equity-settled share-based payments	86	183
Liabilities written back	(3)	(2)
Rent expenses (pertaining to deferred rent)	-	526
Share of loss of equity accounted investees	26	33
Convenience fees (time value of money adjustment)	(1,141)	(305)
	<b>58,804</b>	<b>27,150</b>
Working capital adjustments:		
Increase/(Decrease) in provisions	189	163
Increase/(Decrease) in trade & other payables	(2,662)	32,747
Decrease/(Increase) in trade receivables	2,157	1,173
Decrease/(Increase) in inventories	(526)	(544)
Decrease/(Increase) in loans and advances and other assets	(9,308)	(1,874)
<b>Cash generated from operations</b>	<b>48,654</b>	<b>58,815</b>
Direct taxes paid (net of refunds)	(1,913)	(3,504)
<b>Net cash flows from/(used in) operating activities (A)</b>	<b>46,741</b>	<b>55,312</b>
<b>Cash flows investing activities</b>		
Purchase of PPE, Intangible assets, CWIP and Capital advance	(21,672)	(21,278)
Payment for acquisition of SPI Cinemas Private Limited (refer note 20)	-	(53,560)
Security deposits given to Mall Developers	(852)	(2,252)
Proceeds from sale of PPE	80	-
Loan repaid by body corporate	-	208
Interest received	150	30
Fixed deposits with banks	(750)	(550)
<b>Net cash flows from investing activities (B)</b>	<b>(23,044)</b>	<b>(77,402)</b>
<b>Cash flows from financing activities</b>		
Proceeds from issue of shares	612	-
Proceeds from long term borrowings	16,419	35,000
Repayment of long-term borrowings	(10,973)	(5,876)
Proceeds from short-term borrowings	30,000	15,000
Repayment of short-term borrowings	(25,000)	(10,400)
Repayment of lease liabilities	(23,633)	-
Payment of dividend	(935)	-
Interest paid on borrowings	(6,358)	(4,895)
<b>Net cash flows from financing activities (C)</b>	<b>(19,868)</b>	<b>28,829</b>
<b>Net (decrease)/increase in cash and cash equivalents (A+B+C)</b>	<b>3,829</b>	<b>6,739</b>
Cash and cash equivalents at the beginning of the year	(743)	2,676
Add : Cash acquired on acquisition of SPI Cinemas Private Limited (refer note 20)	-	918
<b>Cash and cash equivalents at the end of the year</b>	<b>3,086</b>	<b>10,332</b>

**PVR Limited****Interim Condensed Consolidated Statement of Cash Flows for the six months period ended September 30, 2019****(Rupees in lakhs, except for per share data and if otherwise stated)**

Components of cash and cash equivalents at the end of the period

<b>Particulars</b>	<b>September 30, 2019</b>	<b>September 30, 2018</b>
Cash on hand	356	1,044
Balance with banks:		
on deposit with original maturity of less than three months	-	773
on current accounts	4,726	8,782
Investment in Mutual fund	2,500	-
<b>Sub-total</b>	<b>7,582</b>	<b>10,599</b>
Less: secured bank overdraft	(4,496)	(267)
<b>Total cash and cash equivalents</b>	<b>3,086</b>	<b>10,332</b>

**Note:**

1. Interim Condensed Consolidated Statement of Cash Flows has been prepared in accordance with the indirect method as set out in the Ind AS 7 "Statement of Cash Flows".

2. Changes in liabilities arising from financing activities :

<b>Particulars</b>	<b>Non - current borrowings<sup>1</sup></b>	<b>Current borrowings</b>
<b>Opening balance as at April 01, 2019<sup>2</sup></b>	<b>1,17,593</b>	<b>5,000</b>
Cash flows during the year:		
- Proceeds	16,419	30,000
- Repayment	(10,973)	(25,000)
<b>Closing balance as at Septemebr 30, 2019<sup>2</sup></b>	<b>1,23,039</b>	<b>10,000</b>

<sup>1</sup>Includes current maturities of non-current borrowings.

<sup>2</sup>Opening and closing balance excludes transaction cost.

Summary of significant accounting policies

2.3

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

As per report of even date

**For B S R & Co. LLP**

Chartered Accountants

ICAI Firm Registration Number: 101248W / W-100022

Sd/-

**Jiten Chopra**

Partner

Membership Number: 092894

**For and on behalf of the board of Directors of PVR Limited**

Sd/-

**Ajay Bijli**

Chairman cum Managing Director

DIN: 00531142

Sd/-

**Pankaj Dhawan**

Company Secretary

ICSI M. No.: F3170

Sd/-

**Sanjeev Kumar**

Joint Managing Director

DIN: 00208173

Sd/-

**Nitin Sood**

Chief Financial Officer

Place: Gurugram

Date: October 22, 2019

Place: Gurugram

Date: October 22, 2019



**1 Reporting entity**

PVR Limited ("the Company" or the "Parent Company") is a public limited Company domiciled in India and incorporated under the provisions of the Indian Companies Act and its equity shares are listed on the BSE Limited and National Stock Exchange of India Limited. The Interim Condensed Consolidated Financial Statements of the Company as at and for the six months period ended on September 30, 2019 comprise the Company and its subsidiaries (collectively referred to as "the Group") and the Group's interest in joint ventures. The Group is engaged in the business of movie exhibition, distribution & production and also earns revenue from in-house advertisement, sale of food & beverages, gaming and restaurant business.

(i) The Subsidiaries which are considered in the consolidation and the Company's holdings therein is as under:

S.No.	Subsidiary Company	Country of Incorporation	Parent Company	Percentage of ownership as on September 30, 2019
1	PVR Pictures Limited	India	PVR Limited	100%
2	Zea Maize Private Limited	India	PVR Limited	70% (85.4% through convertible preference shares)
3	SPI Entertainment Projects (Tirupati) Private Limited (w.e.f. August 17, 2018)	India	PVR Limited	100%
4	P V R Lanka Limited	Sri Lanka	PVR Limited	100%
5	PVR Middle East FZ-LLC (w.e.f November 15, 2018)	UAE	PVR Limited	100%

(ii) The joint venture which are considered in the consolidation and the Group's holdings therein is as under:

S.No.	Joint Venture	Country of Incorporation	Shareholder	Percentage of ownership as on September 30, 2019
1	Vkao Entertainment Private Limited	India	PVR Pictures Limited	50%
2	PVR Pictures International Pte. Limited (till September 17, 2019)	Singapore	PVR Pictures Limited	0%

The management accounts of above subsidiary companies and joint venture which are included in the consolidation are drawn upto the same reporting date as that of the Company i.e. September 30, 2019.

**2.1 Basis of preparation****(a) Statement of compliance**

These Interim Condensed Consolidated Financial statements of the Group have been prepared in accordance with the Indian Accounting Standards (Ind AS) 34, "Interim Financial Reporting" notified under section 133 of Companies Act, 2013 (the 'Act') and rules thereunder.

These Interim Condensed Consolidated Financial Statements for the period ended September 30, 2019 are approved by the Board of Directors on October 22, 2019.

**(b) Functional and presentation currency**

These Interim Condensed Consolidated Financial statements are presented in Indian Rupees (INR), which is also the Group's functional currency. All amounts have been rounded-off to the nearest lakhs, unless otherwise indicated.

**(c) Basis of Measurement**

These Interim Condensed Consolidated Financial statements have been prepared on an accrual basis and under the historical cost convention, except for the following assets and liabilities which have been measured at fair value:

- ▶ Certain financial assets and liabilities measured at fair value

**2.2 Basis of consolidation****(i) Subsidiaries**

Subsidiaries are entities controlled by the Group. The Group controls an entity when it is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity. The unaudited financial information of subsidiaries are included in the condensed interim consolidated financial statements from the date on which control commences until the date on which control ceases.

**(ii) Non-controlling interests (NCI)**

NCI are measured at their proportionate share of the acquiree's net identifiable assets at the date of acquisition.

**(iii) Loss of control**

When the Group loses control over subsidiary, it derecognises the assets and liabilities of the subsidiary, and any related NCI and other components of equity. Any interest retained in the former subsidiary is measured at fair value at the date of control is lost. Any resulting gain or loss is recognised in the Interim Condensed Consolidated Statement of Profit & Loss.

**(iv) Equity accounted investees**

The Group's interest in equity accounted investees comprise interests in joint ventures. A Joint venture is an arrangement in which the Group has joint control and has rights to the net assets of the arrangements, rather than rights to its assets and obligations for its liabilities.

Interest in joint venture is accounted for using the equity method. They are initially recognised at cost which includes transaction costs. Subsequent to initial recognition, the Interim Condensed Consolidated Financial Statements include the Group's share of profit or loss and OCI of equity-accounted investees until the date on which significant influence or joint control ceases.

**(v) Transactions eliminated on consolidation**

Intra-group balances and transactions, and any unrealised income and expenses arising from intra-group transactions, are eliminated. Unrealised gains arising from transactions with equity accounted investees are eliminated against the investment to the extent of the Group's interest in the investees. unrealised losses are eliminated in the same way as unrealised gains, but only to the extent that there is no evidence of impairment.

2.3 Summary of Significant accounting policies

The Company has followed the same accounting policies in preparation of Interim Condensed Consolidated financial statement as those followed in preparation of annual consolidated financial statements as at and for the year ended March 31, 2019 except in case of adoption of Ind AS 116 "Leases" as detailed below. These Interim Condensed Consolidated financial statements should be read in conjunction with the audited consolidated financial statements and the related notes for the year ended March 31, 2019.

(i) Leases

**Transition**

With effect from April 1, 2019, the Group has adopted Ind AS 116, 'Leases' retrospectively with the cumulative effect of initially applying the standard, recognised as an adjustment to the opening balance of retained earnings as on the date of initial application (April 1, 2019). Accordingly, the Group is not required to restate the comparative information for the six months ended September 30, 2018.

On transition, the Group recognized right of use assets and lease liabilities for those leases previously classified as operating leases, except for short-term leases. The Group recognized a lease liability measured at present value of the remaining lease payments. The right of use asset is recognized at its carrying amount as if the standard had been applied since the commencement of the lease, but discounted using the lessee's incremental borrowing rate i.e. 9.50% as at April 01, 2019. Lease liabilities were recognized based on the present value of the remaining lease payments, discounted using the incremental borrowing rate of initial application.

**The Group as a lessee**

The Group assesses whether an arrangement is (or contains) a lease is based on the substance of the arrangement at the inception of the lease. The arrangement is, or contains, a lease if fulfilment of the arrangement is dependent on the use of a specific asset or assets and the arrangement conveys a right to use the asset or assets, even if that right is not explicitly specified in an arrangement.

As at the date of commencement of the lease, the Group recognises a right of use asset and a corresponding lease liability for all lease arrangements in which it is a lessee, except for the leases with a term of twelve month or less (short term leases). For these short term leases, the Group recognises the lease payments as an operating expense on a straight line basis over the period of lease.

Certain lease arrangements includes the options to extend or terminate the lease before the end of the lease term. ROU assets and lease liabilities includes these options when it is reasonably certain that they will be exercised. The right of use assets are initially recognized at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or prior to the commencement date of the lease plus any initial direct costs less any lease incentives. They are subsequently measured at cost less accumulated depreciation and impairment losses. Right of use assets are depreciated from the commencement date on a straight line basis over the lease term. The lease liability is initially measured at amortised cost at the present value of the future lease payments. The lease payments are discounted using the interest rate implicit in the lease or, if not readily determinable, using the incremental borrowing rates. Lease liabilities are re-measured with a corresponding adjustment to the related right of use asset if the Group changes its assessment if whether it will exercise an extension or a termination option.

Lease liability and ROU asset have been separately presented in the Interim Condensed Consolidated Balance Sheet and lease payments have been classified as financing cash flows in Interim Condensed Consolidated Statement of Cash Flows

**PVR Limited**

Notes to the Interim Condensed Consolidated Financial Statements for the six months period ended September 30, 2019

(Rupees in lakhs, except for per share data and if otherwise stated)

**3 Property, plant and equipment**

Particulars	Freehold Land	Leasehold Land	Building	Plant and Machinery	Furniture and Fittings	Office Equipment's	Vehicles	Leasehold Improvements	Total	Capital work in progress
<b>At March 31, 2018</b>	2	-	10	66,336	17,896	4,054	553	57,817	<b>1,46,668</b>	
Additions	-	-	-	15,503	3,822	797	41	12,175	32,338	
Adjustment on account of Business combination (refer note 20)	-	797	-	9,966	1,691	302	37	8,208	21,001	
Disposals and discard	-	-	-	(912)	(1,294)	(116)	-	(447)	(2,769)	
<b>At March 31, 2019</b>	<b>2</b>	<b>797</b>	<b>10</b>	<b>90,893</b>	<b>22,115</b>	<b>5,037</b>	<b>631</b>	<b>77,753</b>	<b>1,97,238</b>	
<b>Additions</b>										
Additions during the period	-	-	70	8,357	2,299	661	153	8,695	20,235	
Disposals and discard	-	-	-	(272)	(318)	(69)	(242)	(398)	(1,299)	
<b>At September 30, 2019</b>	<b>2</b>	<b>797</b>	<b>80</b>	<b>98,978</b>	<b>24,096</b>	<b>5,629</b>	<b>542</b>	<b>86,050</b>	<b>2,16,174</b>	
<b>Depreciation</b>										
<b>At March 31, 2018</b>	-	-	-	14,816	5,485	1,826	290	11,556	33,973	
Charge for the year	-	11	-	7,683	2,677	857	115	5,500	16,843	
Disposals and discard	-	-	-	(892)	(1,122)	(115)	-	(446)	(2,575)	
<b>At March 31, 2019</b>	-	<b>11</b>	-	<b>21,607</b>	<b>7,040</b>	<b>2,568</b>	<b>405</b>	<b>16,610</b>	<b>48,241</b>	
Charge for the period	-	7	1	4,417	1,520	517	49	3,675	10,186	
Disposals and discard	-	-	-	(261)	(305)	(69)	(238)	(397)	(1,270)	
<b>At September 30, 2019</b>	-	<b>18</b>	<b>1</b>	<b>25,763</b>	<b>8,255</b>	<b>3,016</b>	<b>216</b>	<b>19,888</b>	<b>57,157</b>	
<b>Net Block</b>										
<b>At March 31, 2019</b>	<b>2</b>	<b>786</b>	<b>10</b>	<b>69,286</b>	<b>15,075</b>	<b>2,469</b>	<b>226</b>	<b>61,143</b>	<b>1,48,997</b>	<b>22,080</b>
<b>At September 30, 2019</b>	<b>2</b>	<b>779</b>	<b>79</b>	<b>73,215</b>	<b>15,841</b>	<b>2,613</b>	<b>326</b>	<b>66,162</b>	<b>1,59,017</b>	<b>16,082</b>

**Note:**

**i. Capital work in progress**

Capital work in progress represents leasehold improvements, plant and machinery and other assets under installation and cost relating thereto.

**ii. Capitalised borrowing cost**

The amount of borrowing costs capitalised was Rs. 369 lakhs (six month ended September 30, 2018: 620 lakhs) during the six months period ended September 30, 2019.

**PVR Limited**

**Notes to the Interim Condensed Consolidated Financial Statements for the six months period ended September 30, 2019**

**(Rupees in lakhs, except for per share data and if otherwise stated)**

**4 Intangible assets**

Particulars	Goodwill (Including Goodwill on consolidation)		Right of use assets	Other Intangible assets				Total
	A	B		Software Development	Brand	Beneficial Leases Right	Film Rights	
				C	D	E	F	
<b>At March 31, 2018</b>	43,447	-	-	2,566	-	-	3,907	<b>6,473</b>
Additions	160	-	-	763	-	-	1,600	<b>2,363</b>
Adjustment on account of Business combination (refer note 20)	61,723	-	-	315	7,263	9,422	-	<b>17,000</b>
Disposals and discard	-	-	-	(12)	-	-	(183)	<b>(195)</b>
<b>At March 31, 2019</b>	<b>1,05,330</b>	<b>-</b>	<b>-</b>	<b>3,632</b>	<b>7,263</b>	<b>9,422</b>	<b>5,324</b>	<b>25,641</b>
<b>Additions</b>								
Adjustment on account adoption of Ind As 116 (refer note 21)	-	2,61,346	-	-	-	-	-	<b>-</b>
Additions during the year	-	27,878	-	291	-	-	895	<b>1,186</b>
Adjustment on account of Business Combination (refer note 20)	(126)	-	-	-	-	-	-	<b>-</b>
Disposals and discard	-	-	-	-	-	-	-	<b>-</b>
<b>At September 30, 2019</b>	<b>1,05,204</b>	<b>2,89,224</b>	<b>-</b>	<b>3,923</b>	<b>7,263</b>	<b>9,422</b>	<b>6,219</b>	<b>26,827</b>
<b>Amortisation</b>								
At March 31, 2018	-	-	-	1,064	-	-	2,566	<b>3,630</b>
For the year	-	-	-	537	298	445	1,005	<b>2,285</b>
Deductions/ Adjustments	-	-	-	(12)	-	-	(183)	<b>(195)</b>
<b>At March 31, 2019</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,589</b>	<b>298</b>	<b>445</b>	<b>3,388</b>	<b>5,720</b>
For the period	-	15,063	-	294	242	361	391	<b>1,288</b>
Deductions/ Adjustments	-	-	-	-	-	-	-	<b>-</b>
<b>At September 30, 2019</b>	<b>-</b>	<b>15,063</b>	<b>-</b>	<b>1,883</b>	<b>540</b>	<b>806</b>	<b>3,779</b>	<b>7,008</b>
<b>Net Block</b>								
<b>At March 31, 2019</b>	<b>1,05,330</b>	<b>-</b>	<b>-</b>	<b>2,043</b>	<b>6,965</b>	<b>8,977</b>	<b>1,936</b>	<b>19,921</b>
<b>At September 30, 2019</b>	<b>1,05,204</b>	<b>2,74,161</b>	<b>-</b>	<b>2,040</b>	<b>6,723</b>	<b>8,616</b>	<b>2,440</b>	<b>19,819</b>

**Note:**

**Impairment testing of Goodwill:**

Goodwill represents excess of consideration paid over the net assets acquired. This is monitored by the management at the level of cash generating unit (CGU) and is tested annually at year end for impairment.

**PVR Limited**

**Notes to the Interim Condensed Consolidated Financial Statements for the six months period ended September 30, 2019**

**(Rupees in lakhs, except for per share data and if otherwise stated)**

**5 Long term borrowings (at amortised cost)**

	Non-current portion		Current maturities	
	September 30, 2019	March 31, 2019	September 30, 2019	March 31, 2019
<b>Debentures</b>				
Secured Rated Listed Non-Convertible Debentures (net of transaction cost)	35,935	40,957	9,300	10,950
<b>Term loans</b>				
Secured term loans from banks	72,144	59,318	5,549	6,225
<b>Other loans</b>				
Secured finance lease obligation from body corporate	-	1,601	-	673
	<b>1,08,079</b>	<b>1,01,876</b>	<b>14,849</b>	<b>17,848</b>
Amount disclosed under the head "other financial liabilities" (refer note 8)	-	-	(14,849)	(17,848)
	<b>1,08,079</b>	<b>1,01,876</b>	<b>-</b>	<b>-</b>

**Notes:**

- a. Secured Rated Listed Non-Convertible Debentures (NCD):

Particulars	Effective Interest Rate	Date of Allotment	Repayment Period	Repayment Ratio	Amount
30 (March 31, 2019: 30) of Rs. 1,000,000 each	11.40%	01-Jan-10	7th to 10th year	20:20:30:30	300
750 (March 31, 2019: 750) of Rs. 1,000,000 each	11.00%	16-Oct-14	4th to 7th year	25:25:25:25	7,500
500 (March 31, 2019: 500) of Rs. 1,000,000 each	11.00%	24-Nov-14	5th to 7th year	30:30:40	5,000
1,000 (March 31, 2019: 1,000) of Rs. 1,000,000 each	10.75%	09-Jan-15	6th and 7th year	50:50	10,000
500 (March 31, 2019: 500) of Rs. 1,000,000 each	7.84%	12-Jan-17	3 Years and 6 months	100	5,000
250 (March 31, 2019: 250) of Rs. 1,000,000 each	8.05%	03-Apr-17	4th year	100	2,500
500 (March 31, 2019: 500) of Rs. 1,000,000 each	8.15%	03-Apr-17	5th year	100	5,000
500 (March 31, 2019: 500) of Rs. 1,000,000 each	7.85%	18-Aug-17	5th year	100	5,000
500 (March 31, 2019: 500) of Rs. 1,000,000 each	8.72%	16-Apr-18	3rd,4th and 5th year	20:40:40	5,000
					<b>45,300</b>

- a. All Debentures are secured by mortgage on immovable properties (excluding immovable properties at Gujarat, a flat at Bengaluru and assets taken on finance lease) ranking pari passu and secured by first pari passu charge on movable assets of the Company (excluding vehicles hypothecated to banks and assets taken on finance lease) and all receivables of the Company both present and future.
- b. (i) Term loan from banks are secured by first pari passu charge over all movable and immovable Property, plant and equipment of the Company (excluding immovable properties at Gujarat, a flat at Bengaluru, vehicles hypothecated to banks and assets taken on finance lease) and receivables of the Company both present and future.
- (ii) Term Loan from banks carries variable interest rate based on respective bank/ body corporate benchmark rate, effective rate of interest varying in between 8.50% p.a to 9.95% p.a.
- (iii) The Parent Company has satisfied all material debt covenants.

- c. Above loans are repayable in equal/ unequal monthly/ quarterly instalments as follows:

Particulars	September 30, 2019	March 31, 2019
<b>Secured Rated Listed Non-Convertible Debentures:</b>		
Repayable within 1 year	9,350	11,000
Repayable within 1 - 3 year	33,950	27,000
Repayable after 3 years	2,000	14,000
<b>Term Loans:</b>		
Repayable within 1 year	5,549	6,225
Repayable within 1 - 3 year	22,803	17,330
Repayable after 3 years	49,341	41,988

**PVR Limited**

**Notes to the Interim Condensed Consolidated Financial Statements for the six months period ended September 30, 2019**

**(Rupees in lakhs, except for per share data and if otherwise stated)**

6 Short-term borrowings (at amortised cost)	September 30, 2019	March 31, 2019
Unsecured commercial papers (net of transaction cost)	9,978	4,955
Secured bank overdraft	4,496	3,560
	<b>14,474</b>	<b>8,515</b>

**Notes:**

- i. Bank overdraft is secured by first pari passu charge on all current assets of the Company including inventories and receivables both present and future. It carries variable interest rate based on respective banks/ body corporate benchmark rate, effective rate of interest varying in between 8.85% p.a. to 11.00% p.a.
- ii. In respect of Commercial Paper maximum amount outstanding during the period was Rs.20,000 lakhs (March 31, 2019 : Rs. 15,000 lakhs) with a maturity period of 3 months, effective rate of interest varying from 6.60% p.a. to 7.55% p.a.
- iii. At September 30, 2019, the Group had Rs. 10,597 lakhs (March 31, 2019: Rs. 13,140 lakhs) of undrawn committed borrowing facilities.

7 Lease liabilities	Non-current		Current	
	September 30, 2019	March 31, 2019	September 30, 2019	March 31, 2019
Lease liabilities (refer note 21)	3,30,476	-	17,673	-
	<b>3,30,476</b>	<b>-</b>	<b>17,673</b>	<b>-</b>

8 Other financial liabilities	Non-current		Current	
	September 30, 2019	March 31, 2019	September 30, 2019	March 31, 2019
Payables on purchase of Property, plant and equipment	-	-	4,854	6,844
Deferred consideration on acquisition of SPI Cinemas Private Limited (refer note 20)	6,667	-	1,675	10,000
Security deposits	4,233	4,217	912	632
Current maturities of long-term borrowings (refer note 5)	-	-	14,849	17,848
Interest accrued but not due on borrowings				
- Debentures	-	-	588	769
Unpaid dividends <sup>1</sup>	-	-	7	7
	<b>10,900</b>	<b>4,217</b>	<b>22,885</b>	<b>36,100</b>

<sup>1</sup>Unclaimed amounts are transferred to Investor Education and Protection Fund after seven years from the due date.

9 Other liabilities	Non-current		Current	
	September 30, 2019	March 31, 2019	September 30, 2019	March 31, 2019
Advances from customers	14,098	18,499	21,208	17,620
Employee benefits payables	-	-	2,653	3,642
Statutory dues payable	-	-	5,387	2,354
	<b>14,098</b>	<b>18,499</b>	<b>29,248</b>	<b>23,616</b>

**PVR Limited**

Notes to the Interim Condensed Consolidated Financial Statements for the six months period ended September 30, 2019

(Rupees in lakhs, except for per share data and if otherwise stated)

**10 Revenue from operations**

	<b>September 30, 2019</b>	<b>September 30, 2018</b>
Sale of services [refer (a) below]	1,30,830	99,282
Sale of food and beverages [refer (b) below]	53,615	40,324
Other operating revenue [refer (c) below]	912	876
	<b>1,85,357</b>	<b>1,40,482</b>

**(a) Details of services rendered**

	<b>September 30, 2019</b>	<b>September 30, 2018</b>
Income from sale of movie tickets	94,843	75,873
Advertisement income	18,539	15,291
Income from movie production and distribution	7,349	2,482
Convenience fees	8,627	4,401
Virtual print fees	1,472	1,235
	<b>1,30,830</b>	<b>99,282</b>

**(b) Details of products sold**

	<b>September 30, 2019</b>	<b>September 30, 2018</b>
Sale of food and beverages	53,615	40,324
	<b>53,615</b>	<b>40,324</b>

**(c) Details of other operating revenue**

	<b>September 30, 2019</b>	<b>September 30, 2018</b>
Food court income	572	587
Gaming income	311	253
Management fees	29	36
	<b>912</b>	<b>876</b>

**11 Other income**

	<b>September 30, 2019</b>	<b>September 30, 2018</b>
Government grant	148	48
Net gain on redemption of mutual fund investments	6	217
<b>Interest earned on</b>		
Bank deposits	66	68
NSC's investments	5	6
Interest income from financial assets at amortised cost	654	375
Others	111	14
Exchange differences (net)	4	83
Other non-operating income (net) (includes excess liability written back Rs. 3 lakhs (September 30, 2018: Rs.2 lakhs))	305	225
	<b>1,299</b>	<b>1,036</b>

**12 Finance costs**

	<b>September 30, 2019</b>	<b>September 30, 2018</b>
Interest on		
Debentures	2,219	2,743
Term loans	2,946	774
Banks and others	520	943
Interest on lease liability (refer note 21)*	16,329	163
Other financial charges	2,242	440
	<b>24,256</b>	<b>5,063</b>

\* Includes Interest on finance lease obligation of Rs. 125 lakhs (September 30, 2018: Rs. 163 lakhs)

**13 Depreciation and amortisation expense**

	<b>September 30, 2019</b>	<b>September 30, 2018</b>
Depreciation on tangible assets	10,186	7,642
Amortisation on Right-of-use assets	15,064	-
Amortisation on intangible assets	1,288	849
	<b>26,538</b>	<b>8,491</b>

**PVR Limited**

Notes to the Interim Condensed Consolidated Financial Statements for the six months period ended September 30, 2019

(Rupees in lakhs, except for per share data and if otherwise stated)

**14 Other operating expenses**

	<b>September 30, 2019</b>	<b>September 30, 2018</b>
Rent	4,847	23,766
Less: Rental income from sub-lessees	(63)	(77)
<b>Net rent expenses</b>	<b>4,784</b>	<b>23,689</b>
Electricity and water charges (net of recovery)	11,590	9,159
Common area maintenance (net of recovery)	7,615	6,115
Repairs and maintenance	6,538	4,910
Movie production, distribution and print charges	7,713	1,128
Marketing expenses	2,910	2,042
Rates and taxes	901	826
Security service charges	1,575	1,294
Travelling and conveyance	1,581	1,427
Legal and professional fees	1,397	2,888
Communication costs	964	529
Loss/(gain) on disposal of PPE and intangible assets (net)	(69)	46
Printing and stationery	281	224
Insurance	289	162
Corporate Social Responsibility (CSR) expenditure	255	191
Allowance for doubtful debts and advances	332	450
Bad Debts/advances written off	-	-
Less: Utilised from provisions	-	-
Exchange differences (net)	56	-
Directors' sitting fees	5	4
Exchange differences (net)	2	-
Contribution to political parties	1,200	-
Miscellaneous expenses	564	516
	<b>50,483</b>	<b>55,600</b>

**15 Earnings per share (EPS)**

The following reflects the profit and shares data used in the basic and diluted EPS computations:

	<b>September 30, 2019</b>	<b>September 30, 2018</b>
<b>Profit after tax</b>	<b>6,545</b>	<b>8,762</b>
<b>Weighted number of equity shares of Rs. 10 each outstanding during the period (for basic EPS)</b>	<b>4,70,06,054</b>	<b>4,67,38,588</b>
<b>Weighted number of equity shares of Rs. 10 each outstanding during the period (as above)</b>	<b>4,70,06,054</b>	<b>4,67,38,588</b>
Add: Effect of stock options	2,77,339	3,00,000
Add: Effect of share issued on amalgamation (refer note 20)	13,55,169	3,93,436
<b>Weighted number of equity shares of Rs. 10 each outstanding during the period</b>	<b>4,86,38,562</b>	<b>4,74,32,024</b>
Basic earnings per equity share (in Rs.)	13.93	18.75
Diluted earnings per equity share (in Rs.)	13.45	18.47



## 18 Segment Information

## Operating Segments:

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker. The Chairman of the Company has been identified as being the chief operating decision maker to assess the financial performance and position of the Group and make strategic decisions. The Group is engaged primarily in the business Movie exhibition and Others allied activities (includes Movie production, distribution & gaming etc.).

Chief operating decision maker does not review assets and liabilities at reportable segments level, hence segment disclosure relating to total assets and liabilities have not been provided.

The Company prepares its segment information in conformity with the accounting policies adopted for preparing and presenting the financial statements of the Company as a whole.

Movie exhibition is primarily the main segment and movie production, distribution & gaming etc. are less than 10% and hence aggregated under "Others".

Common allocable costs are allocated to each segment according to the relative contribution of each segment to the total common costs.

Revenue, expenses, assets and liabilities which relate to the Company as a whole and not allocable to segments on reasonable basis have been included under 'unallocated revenue / expenses / assets / liabilities'.

Finance costs and fair value gains and losses on financial assets are not allocated to individual segments as the underlying instruments are managed on a Company basis.

Particulars	Movie exhibition *		Others (includes Movie production, distribution & gaming etc.) **		Elimination		Total	
	September 30,2019	September 30,2018	September 30,2019	September 30,2018	September 30,2019	September 30,2018	September 30,2019	September 30,2018
<b>Revenue</b>								
Revenue from operations	1,76,198	1,36,639	9,159	3,843	-	-	1,85,357	1,40,482
Inter segment sales	135	50	2,538	920	(2,673)	(970)	-	-
Other income	1,420	950	95	95	(216)	(9)	1,299	1,036
<b>Total Revenue</b>	<b>1,77,753</b>	<b>1,37,639</b>	<b>11,792</b>	<b>4,858</b>	<b>(2,889)</b>	<b>(979)</b>	<b>1,86,656</b>	<b>1,41,518</b>
<b>Segment Results</b>								
Operating profit	10,001	12,747	208	824	(64)	-	10,145	13,571
Total tax expenses							(3,625)	(4,828)
<b>Net profit after tax</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>6,520</b>	<b>8,743</b>
<b>Other information</b>								
Total assets	6,74,156	3,61,158	14,784	8,132	-	-	6,88,940	3,69,290
Unallocated assets	35,269	16,294	1,990	1,493	-	-	37,259	17,787
<b>Total Allocated Assets</b>	<b>6,38,887</b>	<b>3,44,864</b>	<b>12,794</b>	<b>6,639</b>	<b>-</b>	<b>-</b>	<b>6,51,681</b>	<b>3,51,503</b>
Total liabilities	5,81,721	2,27,458	3,232	2,156	-	-	5,84,953	2,29,614
Unallocated liabilities	1,37,815	1,34,506	321	218	-	-	1,38,136	1,34,724
<b>Total allocated liabilities</b>	<b>4,43,906</b>	<b>92,952</b>	<b>2,911</b>	<b>1,938</b>	<b>-</b>	<b>-</b>	<b>4,46,817</b>	<b>94,890</b>
Capital Employed (allocable)	1,94,980	2,51,912	9,883	4,701	-	-	2,04,863	2,56,613
Capital Employed (unallocable)							(1,00,876)	(1,16,937)
Capital expenditure	20,112	20,406	1,564	875	-	-	21,676	21,281
Depreciation/amortisation	26,091	7,615	447	876	-	-	26,538	8,491
Depreciation								
Provision for doubtful debts and advances	317	426	15	24	-	-	332	450

\* Revenue from operations include Income from sale of movie tickets - Rs 94,843 lakhs (September 30, 2018: Rs 75,873 lakhs), Advertisement income - Rs 18,539 lakhs (September 30, 2018: Rs 15,291 lakhs), Convenience fees - Rs 8,627 lakhs (September 30, 2018: Rs 4,401 lakhs), Virtual print fees - Rs 1,472 lakhs (September 30, 2018: Rs 1,235 lakhs), Movie exhibition portion of Sale of food and beverages - Rs 52,688 lakhs (September 30, 2018: Rs 39,803 lakhs), Sale of traded goods - Rs Nil (September 30, 2018: Rs Nil) and Management fees - Rs 29 lakhs (September 30, 2018 - Rs 36 lakhs).

\*\* Revenue from operations include Income from movie production and distribution - Rs 7,349 lakhs (September 30, 2018: Rs 2,482 lakhs), Gaming Income - Rs 311 lakhs (September 30, 2018: Rs 253 lakhs), Food court Income - Rs 572 lakhs (September 30, 2018: Rs 587 lakhs), Restaurant Income - Rs. 275 lakhs (September 30, 2018: Rs Nil) and remaining portion of Sale of food and beverages - Rs 652 lakhs (September 30, 2018: Rs 521 lakhs)

- **Secondary Segment - Geographical Segment:** Group mainly caters to the needs of the domestic market and the export turnover is less than 10% of the total revenue. Hence no Geographical segment is disclosed.

- The Company does not have revenue more than 10% of total revenue from a single customer.

- "Other segment" and "Movie exhibition segment" financial figures reported above are not strictly comparable from previous year on account of acquisition of SPI Cinemas Private Limited (refer note 20).

16 Capital & Other Commitments

(a) Capital Commitments

Particulars	September 30, 2019	March 31, 2019
Estimated amount of contracts remaining to be executed on capital account and not provided for (net of capital advance)	9,330	15,440

(b) Other Commitments

The Parent Company was availing Entertainment tax exemptions, in respect of certain Multiplexes as per the erstwhile State Government schemes & is under obligation to operate respective Multiplexes for a certain number of years.

17 Contingent Liabilities

S.No.	Particulars	September 30, 2019	March 31, 2019
a)	Possible exposure against various appeals filed by the Group against the demand with Commissioner of Income Tax (Appeals) and Income Tax Appellate Tribunal with regard to certain expenses disallowed by the assessing officer in respect of financial year ended March 31, 2015, 2014, 2013, 2012, 2011, 2010, 2009, 2008, 2007, 2006 respectively. (the Group has paid an amount of Rs. 938 lakhs (March 31, 2019 : Rs. 938 Lakhs) which is appearing under note "Other assets")	3,049	3,111
b)	Demand of entertainment tax under Assam Amusement and Betting Tax Act, 1939 where appeal is pending before Supreme Court.	334	334
c)	Notice from Entertainment Tax Department Tamil Nadu against short deposit of Entertainment Tax on regional movies.	43	43
d)	Notice from Commercial Tax Department, Indore against alleged collection of Entertainment tax during exemption period.	823	823
e)	Notice from Entertainment Tax Department Maharashtra in respect of levy of Entertainment tax on Convenience fees.	161	161
f)	Show cause notices raised by Service tax commissionerate, New Delhi and Levy of service tax on 3D glass charges and TM charges for the financial year 2012-13 to 2017-18 and activity of movie distribution for the financial year 2011-12. (the Parent Company has already deposited under protest an amount of Rs. 267 lakhs (March 31, 2019 : 267 lakhs))	5,055	5,055
g)	Demand raised with regard to Service tax on food and beverages (the Parent Company has already deposited under protest an amount of Rs.185 lakhs (March 31,2019 : Rs. 185 lakhs))	3,666	3,666
h)	Possible tax exposure of Service tax on sale of food and beverages.	6,032	6,032
i)	Demand of Sales tax under various states VAT Acts where appeal is pending before competent authority (the Parent Company has already deposited under protest an amount of Rs. 32 lakhs (March 31, 2019 : Rs. 27 lakhs))	720	1,367
j)	Demand of Entertainment tax under Rule 22 of Punjab Entertainment Tax (Cinematographs shows) Rules, 1954 (The Parent Company has already deposited under protest an amount of Rs. 40 lakhs (March 31, 2019 : Rs. 40 lakhs))	144	144
k)	Demand of Entertainment Tax in Tamil Nadu on one of the subsidiary in respect of levy of Entertainment Tax on convenience fees	2,314	2,314
l)	Demand of entry tax in the state of Telangana for various material imported into the State (the Parent Company has already deposited under protest an amount of Rs. 25 lakhs (March 31, 2019 : Rs. 25 lakhs))	101	101
m)	Notice from Entertainment Tax Department Andhra Pradesh against short deposit of Entertainment Tax on regional movies.	99	99
n)	Demand under Employees Provident Fund Act, 1952 (The Parent Company has already deposited under protest an amount of Rs. 38 lakhs (March 31, 2019 : Rs. 38 lakhs))	106	106
o)	Labour cases pending *	Amount not ascertainable	Amount not ascertainable

\*In view of the several number of cases, pending at various forums/courts, it is not practicable to furnish the details of each case, however, as per estimate of management, the amount in aggregate is not material. Based on the discussions with the solicitors, the management believes that the Company has strong chances of success in the cases and hence no provision is considered necessary.

**19 Fair Value**

Set out below, is a comparison by class of the carrying amounts and fair value of the Group's financial instruments, other than those with carrying amounts that are reasonable approximations of fair value.

The carrying value & fair value of financial instruments by categories as of September 30, 2019 were as follows:

Particulars	Carrying Amount			
	Level of hierarchy	Amortised Cost	Financial Assets/liabilities at fair value through profit or loss	Financial Assets/liabilities at fair value through OCI
<b>Financial Assets:</b>				
Investments - FVTOCI	1	-	-	-
Investments - Amortised cost	2	173	-	-
Loans	-	25,891	-	-
Trade receivables	-	15,902	-	-
Cash and cash equivalent's	-	7,582	-	-
Other bank balances	-	1,446	-	-
Other financial assets	-	7,839	-	-
<b>Total</b>		<b>58,833</b>	-	-
<b>Financial Liabilities:</b>				
Borrowings (including current maturities)				
- Secured Rated Listed Non -Convertible Debentures	1	45,235	-	-
- Other borrowings	3	92,167	-	-
-Lease liabilities	3	3,48,149	-	-
Trade payables	-	34,637	-	-
Other financial liabilities - Deferred consideration (Refer note 20) *	3	8,342	-	-
Other financial liabilities	-	17,260	-	-
<b>Total</b>		<b>5,45,790</b>	-	-

The carrying value & fair value of financial instruments by categories as of March 31, 2019 were as follows:

Particulars	Carrying Amount			
	Level of hierarchy	Amortised Cost	Financial Assets/liabilities at fair value through profit or loss	Financial Assets/liabilities at fair value through OCI
<b>Financial Assets:</b>				
Investments - FVTOCI	1	-	-	820
Investments - Amortised cost	2	173	-	-
Loans	-	24,188	-	-
Trade receivables	-	18,386	-	-
Cash and cash equivalents	-	2,817	-	-
Other bank balances	-	597	-	-
Other financial assets	-	4,387	-	-
<b>Total</b>		<b>50,548</b>	-	<b>820</b>
<b>Financial Liabilities:</b>				
Borrowings (including current maturities)				
- Secured Rated Listed Non -Convertible Debentures	1	51,907	-	-
- Other borrowings	3	76,332	-	-
Trade payables	-	36,771	-	-
Other financial liabilities - Deferred consideration (refer note 20)	3	10,000	-	-
Other financial liabilities	-	12,469	-	-
<b>Total</b>		<b>1,87,479</b>	-	-

The management assessed that cash and cash equivalents, trade receivables, trade payables, bank overdrafts and other current liabilities approximate their carrying amounts largely due to the short-term maturities of these instruments.

The fair value of the financial assets and liabilities is included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.

- Long-term fixed-rate and variable-rate receivables/deposit are evaluated by the Group based on parameters such as interest rates, specific country risk factors, individual creditworthiness of the customer and the risk characteristics of the financed project. Based on this evaluation, allowances are taken into account for the expected credit losses of these receivables/deposits.
- The fair values of the quoted notes and bonds are based on price quotations at the reporting date. The fair value of unquoted instruments, loans from banks and other financial liabilities, obligations under finance leases, as well as other non-current financial liabilities is estimated by discounting future cash flows using rates currently available for debt on similar terms, credit risk and remaining maturities.
- There is no significant estimate involved in level 3. Further, the deferred consideration is based on the present value of the expected cash outflows discounted using risk adjusted discount rate i.e 9.50% p.a. The estimated fair value of deferred consideration would increase/decrease if the expected cash outflows were higher/lower or the risk adjusted discount rate was higher/lower.

**20 Business Combination****Amalgamation of SPI Cinemas Private Limited with PVR Limited :**

During the previous year, the Board of Directors in its meeting held on August 12, 2018, approved the acquisition of SPI Cinemas Private Limited ("SPI") via Share Purchase Agreement (SPA) signed on August 12, 2018 by way of acquisition of 71.69% equity shares in SPI for a cash consideration (including deferred consideration) of Rs. 63,560 lakhs and for the balance 28.31% stake, through issue of 1,599,974 equity shares of the Company to SPI shareholders in the ratio of 1: 18.19 equity shares in the Company, pursuant to the proposed scheme of amalgamation. Consequent to above, on fulfilment of condition precedent in the said SPA, on August 17, 2018, the Company completed the acquisition of 71.69% shareholding in SPI. The scheme of amalgamation got approved by National Stock Exchange of India Limited, BSE Limited, by the members, secured and unsecured creditors of the Company and unsecured creditors of SPI in the NCLT convened meetings on April 24, 2019.

Pursuant to an application filed with National Company Law Tribunal for final order on aforesaid matter, the Hon'ble Principal Bench of The National Company Law Tribunal at New Delhi vide its Order dated August 23, 2019 has approved the Scheme of Amalgamation ("Scheme") between the Company, SPI Cinemas Private Limited ("SPI") and their respective shareholders and creditors, under Sections 230 to 232 and other applicable provisions, if any, of the Companies Act, 2013 and the rules and regulations framed thereunder, effective from the appointed date of August 17, 2018. With effect from the appointed date and upon the Scheme becoming effective, entire business of SPI including its assets, properties, rights, benefits, interests and liabilities has been transferred to and vested in the Company, as a going concern.

The Company has given effect to the accounting treatment in the books of accounts as per acquisition method per Indian Accounting Standard (Ind AS) 103 "Business Combinations", as prescribed by Section 133 of the Companies Act, 2013. Consequently, the consolidated financial figures for the year ended March 31, 2019 and six months ended September 30, 2018, which were earlier approved by the Board of Directors at their meetings held on May 10, 2019 and October 25, 2018 respectively have been represented only to give effect to the Scheme.

The Company during the previous year ended March 31, 2019 had accounted for 71.69% acquisition of equity stake in SPI. Further, during the current period, the Company in lieu of 28.31% stake has issued and allotted 15,99,974 equity shares to S S Theatres LLP (i.e. the shareholder of SPI) in accordance with the Scheme, as explained above.

The acquisition of SPI is of significant strategic value for the Company and will further cement the Company's market leadership position in India. The acquisition will make the Company leader in the South Indian market and provide an attractive platform for us to expand in that geography, which currently is highly underpenetrated in terms of multiplexes. The Company expects to realise synergies and cost savings related to this acquisition as a result of purchasing and procurement economies of scale and general and administrative expense savings, particularly with respect to the consolidation of corporate related functions and elimination of redundancies.

**A Fair value of consideration transferred:-**

Particulars	Amount
Cash consideration	53,560
Deferred consideration*	10,000
Value of Equity shares issued**	25,000
Less : Adjustment pursuant to SPA	(310)
<b>Total consideration for business combination</b>	<b>88,250</b>

\* Deferred Consideration is outstanding and payable to SPI Cinemas shareholders on achievement of certain milestones (opening of cinema hall and getting certain regulatory approvals), where achievement of certain milestones, with regard to opening of new cinema hall and obtaining regulatory approval is more probable. As at September 30, 2019, since the regulatory approvals were still under process, the management has reassessed the same and accordingly, accounted for the fair value adjustment of Rs. 1,348 lakhs in the deferred consideration amount (refer note 19).

\*\* The valuation equity share has been done at the rate of Rs 1,562.5 per share for 1,599,974 equity shares. To arrive at the relative value of SPI and PVR, appropriate weights were given to the value per share determined as per the Income Approach and Market Approach. These equity shares have been issued and allotted on September 3, 2019.

**B Fair value of identifiable assets acquired and liabilities assumed (as adjusted for measurement period adjustments) as on the date of acquisition is as below:**

Particulars	Amount
Property, plant and equipment	20,204
Land	797
Capital work-in-progress	3,388
Intangible assets	17,000
Other non-current assets	8,248
Inventories	277
Trade receivables	1,844
Other financial assets	435
Other current assets	1,943
<b>Total assets</b>	<b>54,136</b>
Non-current Borrowings	12,993
Current Borrowings	550
Other non-current liabilities #	4,954
Trade payables	2,361
Other financial liabilities	3,629
Other current liabilities	2,995
<b>Total Liabilities</b>	<b>27,482</b>
<b>Total Fair Value of the Net Assets **</b>	<b>26,654</b>

# Includes deferred tax liabilities of Rs 1,432 lakhs.

Note: That the adjustments between the measurement period and final valuation was not significant.

**C Amount recognised as goodwill**

Particulars	Amount
Total consideration for business combination (Refer A above)	88,250
Less : Fair value of net assets acquired (Refer B above)	26,654
<b>Goodwill **</b>	<b>61,596</b>

\*\* Basis purchase price allocation to various identifiable acquired assets and assumed liabilities, Goodwill has been recognised. Goodwill amounting to Rs 60,164 lakhs is deductible for tax purposes.

**D Details of Revenue and financial results generated by SPI post acquisition from August 18, 2018 to March 31, 2019:**

Particulars	August 18, 2018 to March 31, 2019
Income from Sale of movie tickets	12,684
Sale of food and beverages	8,966
Advertisement income	2,450
Convenience fees	2,432
Other Operating Revenue	3,178
<b>Revenue from operations</b>	<b>29,710</b>
Other Income	174
<b>Total Income</b>	<b>29,884</b>
<b>Net profit after tax</b>	<b>2,301</b>

If the acquisition had occurred on April 1, 2018, management estimates that the consolidated revenue from operations would have been Rs 157,170 lakhs, and consolidated Net profit after tax would have been Rs 9,141 lakhs for the period ending September 30, 2018. In determining these amounts, management has assumed that the fair value adjustments, that arose on the date of acquisition would have been the same if the acquisition had occurred on April 1, 2018.

**F** As on date of acquisition, gross contractual amount of the acquired Trade Receivables and Other Financial Assets was Rs. 2,279 Lakhs against which no provision has been considered, since fair value of acquired receivables and other financial assets are equal to carrying value as on date of acquisition.

**G** In respect of this business combination, the acquisition related costs amounting to Rs. 133 lakhs has been charged to consolidated profit or loss (under the head "Other expenses") of the Group for the year ended 31 March 2019. Further, additional acquisition related costs amounting to Rs. 20 lakhs has been charged to consolidated profit or loss (under the head "Other expenses") of the Group for the six months period ended 30 September 2019.

**21 Adoption of Ind As 116 - 'Leases':**

The Group has taken various premises on operating lease for running its movie exhibition business. The leases are typically with a non-cancellable lease term of 5-7 years, with an option to Group to extend the lease term till 15-20 years. The Group exercise right of extension/termination basis economic viability of the property. After non-cancellable period, the Group can exit from the property after lock-in-period without any material financial obligations towards the Developer.

With effect from April 1, 2019, the Group has adopted Ind AS 116, 'Leases' retrospectively with the cumulative effect of initially applying the standard, recognised as an adjustment to the opening balance of retained earnings as on the date of initial application (April 1, 2019). Accordingly, the Group is not required to restate the comparative information for the year ended March 31, 2019, six months ended September 30, 2018.

As a result of initially applying Ind AS 116, in relation to the leases that were previously classified as operating leases, On April 01, 2019, the Group has recognised, a lease liability amounting to Rs 327,453 lakhs measured at the present value of the remaining lease payments and Right-of-Use (ROU) asset amounting to Rs 249,262 lakhs at its carrying amount as if the standard had been applied since the lease commencement date, but discounted using the lessee's incremental borrowing rate as at April 1, 2019. This has resulted in an adjustment to the opening balance of retained earnings amounting to Rs 50,868 Lakhs (net of deferred taxes amounting to Rs 27,323 Lakhs). Also, in relation to those leases under Ind AS 116, the Group has recognised depreciation and finance cost, instead of operating lease expense. During the six months ended September 30, 2019, the Group recognised Rs. 15,064 lakhs of depreciation charges and Rs. 16,208 of finance costs from these leases.

**A Reconciliation of Lease liability :**

Lease liability as on April 1, 2019	3,29,731
Add : Lease liability addition for new leases entered during the period	26,169
Add : Finance cost charged on lease liability during the period	16,208
Less : Actual rent paid during the period	(23,959)
<b>Lease liability as on September 30, 2019</b>	<b>3,48,149</b>

**B** Expenses relating to variable lease payments amounting to Rs 2,698 Lakhs for the period ended September 30, 2019 has been included under the head other expenses (Rent).

**C** Expenses relating to short term lease amounting to Rs 158 Lakhs for the period ended September 30, 2019 has been included under the head other expenses (Rent).

**D** Income relating to subleasing of Right to use assets amounting to Rs. 635 lakhs is clubbed in food court Income and Rental income from sub-lessees for the period ended September 30, 2019.

**E** Maturity analysis of lease liabilities

Particulars	September 30, 2019	March 31, 2019
<b>Lease Liability</b>		
Repayable within 1 year	18,340	-
Repayable within 1 - 3 year	70,380	-
Repayable after 3 years	2,59,429	-

- 22 Interim Condensed Consolidated Statement of Profit and Loss for the six months period ended September 30, 2019 are not strictly comparable with the Interim Condensed Consolidated Statement of Profit and Loss for the six months period ended September 30, 2018 on account of adoption of Ind AS 116 'Leases' and acquisition of SPI Cinemas Private Limited.
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As per report of even date

**For B S R & Co. LLP**

Chartered Accountants

ICAI Firm Registration Number: 101248W / W-100022

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

Sd/-

**Jiten Chopra**

Partner

Membership Number: 092894

Sd/-

**Ajay Bijli**

Chairman cum Managing Director

DIN: 00531142

Sd/-

**Sanjeev Kumar**

Joint Managing Director

DIN: 00208173

Sd/-

**Pankaj Dhawan**

Company Secretary

ICSI- M.No. F3170

Sd/-

**Nitin Sood**

Chief Financial Officer

Place: Gurugram

Date: October 22, 2019

Place: Gurugram

Date: October 22, 2019