

July 31, 2020

<p>To The BSE Limited Phiroze Jeejeebhoy Towers, Dalal Street, Fort, Mumbai – 400 001</p>	<p>National Stock Exchange Limited “Exchange Plaza, Bandra Kurla Complex, Bandra (E) Mumbai – 400051</p>
<p>Equity - Scrip Code: 517556</p>	<p>Equity - Symbol: PVP</p>

Dear Sir / Madam,

Sub: Outcome of the Board Meeting and Submission of financials results

Pursuant to Regulation of 30, 33, and other applicable provisions of SEBI (Listing Obligations and Disclosures Requirements) Regulation, 2015, we wish to inform you that, the Board of Directors of the Company at their meeting held on July 31, 2020 have *inter-alia*:

- 1) Approved the audited financial results (Standalone & Consolidated) for the fourth (4) quarter and Financial year ended March 31, 2020 along with statement of assets and liability and auditors report for the year ended March ended March 31, 2020.

In this regard, please find attached the copies of the following:

- I. Audited Financial Results (Standalone & Consolidated) for the fourth (4) quarter and year ended March 31, 2020
 - II. Statement of Assets and Liabilities (Standalone & Consolidated) for the quarter ended March 31, 2020
 - III. Independent Auditor’s Report (Standalone & Consolidated) for the period ended March 31, 2020.
 - IV. Statement on Impact of Audit Qualifications on Standalone & Consolidated Financial results for the financial year ended March 2020.
- 2) Resignation of Mrs. Sai Padma Potluri as Executive Director of the Company with effect from June 01, 2020.



- 3) Appointment of Mrs. P J Bhavani [DIN: 08294839] as Additional Director under the category of Non-Executive Director Non-Independent Director with effect from July 31, 2020.
- 4) Appointment of Mrs. Ramyanka Yadav K as Company Secretary and Compliance Officer of the Company with effect from July 31, 2020.

The details required under Regulation 30 of the Listing Regulation read with SEBI Circular No.CIR/CFD/CMD/4/2015 date September 09, 2015 for the said Resignation and Appointments are given as **Annexure I**.

Kindly note the Board Meeting Commenced at 3.30 P.M and ended at 7.00 P.M.

**Yours Faithfully,
For PVP Ventures Limited**

**Sd/-
Prasad V. Potluri
Chairman & Managing Director**

Encl : As above



Annexure I

Resignation of Mrs. Sai Padma Potluri as Executive Director of the Company

S.No	Details of Event that need to provided	Information of Such event(s)
1	Reason of Change viz., appointment, resignation, removal, death or otherwise	Resignation: resignation due to personal pre occupations, reasons as mentioned as per the resignation letter dated June 01, 2020
2	Date of Appointment / Cessation	June 01, 2020
3	Brief Profile (In case of Appointment)	Not Applicable
4	Disclosure of relationship between directors (in case of appointment of a director)	Not Applicable

Appointment of Mrs. P J Bhavani Non-Executive and Non-Independent Director

S.No	Details of Event that need to provided	Information of Such event(s)
1	Reason of Change viz., appointment, resignation, removal, death or otherwise	Appointment Due to casual vacancy raised for Resignation of Mrs. Sai Padma Potluri as Executive Director, Mrs. P J Bhavani has appointed as Additional Director under the category of Non-Executive Non-Independent Director.
2	Date of Appointment / Cessation	July 31, 2020
3	Brief Profile (In case of Appointment)	Mrs. P J Bhavani is Bachelor in Commerce also semi-qualified Chartered Accountant and Company Secretary and has six (8) years of experience in Auditing, Project/Revenue Management and Finance in Real Estate Sector. She associates with leading Audit firms in Chennai.
4	Disclosure of relationship between directors (in case of appointment of a director)	Not Applicable



Appointment of Mrs. Ramyanka Yadav K as Company Secretary and Compliance Officer of the Company

S.No	Details of Event that need to provided	Information of Such event(s)
1	Reason of Change viz., appointment, resignation, removal, death or otherwise	Appointment
2	Date of Appointment / Cessation	July 31,2020
3	Brief Profile (In case of Appointment)	Mrs. Ramyanka Yadav K is a qualified Company Secretary and an Associate Member of Institute of Company Secretaries of India [membership No. A45483]. She is having more than 7 years' experience in Core areas of Legal, Secretarial and Regulatory Affairs (Secretarial & Legal matters).
4	Disclosure of relationship between directors (in case of appointment of a director)	Not Applicable

**Yours Faithfully,
For PVP Ventures Limited**

**Sd/-
Prasad V. Potluri
Chairman & Managing Director**



PVP Ventures Limited
Registered Office: Door No. 2, 9th Floor, KRM Centre, Harrington Road, Chetpet, Chennai-600031
Web: www.pvpglobal.com

Audited Financial Results for the Quarter and Year ended March 31, 2020
CIN:L72300TN199PLC020122

Statement of Standalone Audited Financial Results for the Quarter and Year ended March 31, 2020					Rs. in lakhs	
	PARTICULARS	Standalone				
		Quarter ended			Year ended	
		31.03.2020 Unaudited	31.12.2019 Unaudited	31.03.2019 Unaudited	31.03.2020 Audited	31.03.2019 Audited
1	Income					
	Revenue from operations	601.33	612.55	847.13	2,900.45	3,045.29
	Other Income	10.25	5.96	31.62	28.05	35.20
	Total Income (1)	611.58	618.51	878.75	2,928.50	3,080.49
2	Expenses					
	(a) Cost of film production expenses	-	-	-	-	-
	(b) Purchases of Stock-in-Trade	-	-	-	-	-
	(c) Changes in inventories of finished goods work-in-progress	30.22	31.68	21.54	149.93	144.18
	(d) Employee benefit expenses	44.11	35.55	50.06	156.26	175.72
	(e) Finance Cost	734.05	732.75	793.84	2,918.04	2,486.11
	(f) Depreciation and amortization expenses	21.45	21.59	11.73	86.83	55.37
	(g) Others expenses	62.28	135.79	412.35	528.75	790.73
	Total Expenses (2)	892.11	957.36	1,289.52	3,839.81	3,652.11
3	Profit/(Loss) before exceptional items and tax (1-2)	(280.53)	(338.85)	(410.77)	(911.31)	(571.62)
4	Exceptional items	-	-	-	-	(725.00)
5	Profit before tax (3-4)	(280.53)	(338.85)	(410.77)	(911.31)	153.38
6	Tax expense					
	a) Current Tax	269.88	-	-	269.88	-
	b) Deferred Tax	-	-	-	-	-
	c) Income tax for earlier years	0.17	-	-	0.17	-
7	Net Profit for the period/year (5-6)	(550.58)	(338.85)	(410.77)	(1,181.36)	153.38
8	Other Comprehensive Income					
	a) (i) Items that will not be reclassified subsequently to profit and loss					
	Remeasurement of defined benefit obligation	2.24	-	5.84	2.24	5.84
	Less : Income tax expense	-	-	-	-	-
	Total Other Comprehensive Income (8)	2.24	-	5.84	2.24	5.84
9	Total Comprehensive Income (7+8)	(548.34)	(338.85)	(404.93)	(1,179.12)	159.22
10	Paid-up equity share capital (Face Value of Re. 10/- each)	24,505.27	24,505.27	24,505.27	24,505.27	24,505.27
11	Other Equity				35,289.58	36,497.56
12	Earnings per share					
	(a) Basic (in Rs.)	(0.22)	(0.14)	(0.17)	(0.48)	0.06
	(b) Diluted (in Rs.)	(0.22)	(0.14)	(0.17)	(0.48)	0.06

Notes to the Standalone Financial Results of PVP Ventures Limited

1. a) The Company has authorised to issue 1950 listed, (rated, secured), redeemable Non Convertible Debentures (the NCDs) of Rs. 10 Lakhs each for an aggregate amount of Rs.19,500 lakhs, out of which the company has issued Tranche A 386 Debentures aggregating to Rs.3,860 lakhs and Tranche B of 829 Debentures aggregating to Rs.8,290 lakhs which were, subscribed and paid up as per the debenture trust deed dated 16th June, 2017, with remaining debentures unissued.

b) Whereas the repayment dues of Tranche A Debentures aggregating to Rs.1,965.30 lakhs (out of which principal amounting to Rs. 1,464.00 lakhs and Interest amounting to Rs.501.30 lakhs) and Tranche B Debenture aggregating to Rs.4,308.96 lakhs (out of which principal amounting to Rs.2,072.51 lakhs and Interest amounting to Rs.2,236.46 lakhs) as on 31st March, 2020 are still unpaid. The company has received extension letter dated 05th February, 2020 from the Debenture holder extending the repayment of principal and interest amount which have fallen due till 31st March, 2019 to be paid on or before 31st May, 2020. The company has unable to pay the outstanding amount within the time limits, therefore, the company has requested and received the further extension from the debenture holder vide letter dated 23rd June, 2020 to be paid on or before 31st August, 2020. The debenture holder have also stipulated that, in the case of default of payment of principal repayment within the extended due date, default additional interest of 5%p.a (over and above the coupon) is to be paid on the defaulted amount from the original due date till the date of payment.

c) Whereas per the repayment dues of Tranche A and Tranche B Debentures after 31st March, 2019 amounting to Rs.5,775.26 lakhs (out of which principal amounting to Rs.3,037.51 lakhs and interest amounting to Rs. 2,737.76 lakhs) as on 31st March, 2020 are unpaid within the due dates as specified in the Debenture Trust Deed, and in the event of such default additional interest of 5% p.a (over and above the coupon) is to be paid on the defaulted amount till the date of payment, which has not been provided in the financial results, in view of the company's request for waiver of default interest is pending with the debenture holder. Auditors have drawn emphasis of matter in this regard.

d) Under the circumstances, the company defaulted the redemption of debentures which has fallen due in 30th September, 2018, 31st December, 2018 and 31st Mach, 2019 beyond the time permitted under section 164(2)(b) of the Companies Act, 2013. However, as per the legal advice, management is of the view that eventhough the repayment has not been made within the period contemplated in the above refer section, the default has been ratified by the debenture holder with retrospective effect by virtue of which the management contents that the disqualification of directors as per the above provisions has not been attracted. Auditors have drawn qualified opinion on this matter.
2. The company allotted 13,289 convertible or redeemable debentures of Rs.1,00,000 each convertible into preference shares and or equity shares as per scheme of amalgamation dated 25th April, 2008, sanctioned by Honourable High Court of Madras between SSI Limited and PVP Ventures Private Limited. The Debenture holder, by letter dated 4th December, 2017, has extended the conversion/redemption option, till 31st March, 2029.

During the previous year, One of the Debenture holder holding 5,000 debentures (Rs.1,00,000 each) amounting to Rs. 5,000 lakhs, has waived interest from 01st April, 2017 to 10th October, 2018 subject to redemption of debentures before 31st October 2018. The company had redeemed the debentures on 10th October, 2018. The Interest waived on this from 01st April, 2017 to 10th October, 2018 is Rs. 1,104.38 Lakhs. Out of this, the Interest relating to the previous financial year (FY 2017-18) is Rs. 725 Lakhs which has been shown under "Exceptional Items" in the previous year.

Further, The company has received the extension letter from the Debenture holder for the repayment of Interest for the period from April 2017 to March 2019 amounting to Rs. 1,449 lakhs till the 15th December, 2019 and further it is extended till 31st May, 2020 vide letter dated 05th February, 2020. The company has unable to pay the outstanding amount within the time limits, therefore, the company has requested and received the further extension from the debenture holder vide letter dated 23rd June, 2020 to be paid on or before 31st August, 2020. Further, the debenture holder has stipulated that, in the case of default of payment of interest amount within the extended due date, default additional interest of 2% (over and above the coupon) is to be paid on the defaulted amount from the original due date to till the date of payment.

During the year, the company has accounted finance cost of Rs.727.98 lakhs and as on reporting period, the outstanding principal amounting to Rs.5,000 lakhs. Total Outstanding as on 31st March, 2020 is Rs.7,176.99 lakhs.

3. COVID -19 Impact on Business Operations

The spread of COVID-19 has impacted global economic activity as has been witnessed in several countries. There have been severe disruptions in businesses in India during the Lockdown period. The company has assessed recoverability and carrying value of assets comprising property, plant and equipment, trade receivables, inventory and investments at balance sheet date. Based on the assessment by the management the net carrying values of the said assets will be recovered at values stated and there is no change in its ability to continue as Going Concern. The company evaluated the internal controls with reference to financial statements which have found to be operating effectively given that there has been no dilution of such controls due to factors caused by COVID-19 situation. The auditors have drawn Emphasis of matter paragraph in this regard.

4. The company has unable to honour its obligations towards repayment of principal and interest dues to its debenture holders, due to this, the current liabilities exceeds the current assets by 9,647.37 lakhs, further the company has obligations pertaining to operations includes unpaid creditors and statutory dues. However, the company has taken various initiatives in relation to saving cost and optimizing revenue management opportunities. Further, the company is planning to launch residential lay out with infrastructure and amenities in 20 acres of land by considering the current situation of real estate sector which resultant into improving operating performance and sustainable cash flows. The company is confident that such cash flows which contemplates realization of assets and settlement of liabilities. Accordingly, notwithstanding the dependence on these material uncertain events, the group continues to prepare the consolidated financial results on a Going Concern basis. The auditors have drawn Emphasis of Matter paragraph in this regard.

5. The value of investments in subsidiaries and loans and advances to these companies net of provisions made are currently standing at Rs.25,008.90 Lakhs and Rs.33,006.61 Lakhs respectively. Considering the intrinsic value of the assets held by these companies and potential cash flows that may accrue on account of their business operations the management is of view that the carrying value of net investments and loans and advances does not warrant any adjustment in the long run. Auditors have drawn qualified opinion on this matter.
6. The Company has given a corporate guarantee to its step-down subsidiary company, PVP Capital Limited ('PVPCL'), has not adhered to repayment schedule of principal and interest due to a bank consequent to which the bank has filed a case for recovery of the dues before the Debt Recovery Tribunal (DRT) amounting to Rs.16,787.91 lakhs (including interest accrued) as per the books of accounts as on 31st March, 2020. The bank has taken symbolic possession of secured, immovable property of the Group Company under Securitisation and Reconstruction of Financial Assets and Enforcement of Security Interest Act, 2002 (SARFAESI) and issued an e-auction sale notice. There were no bidders for the aforesaid sale notice and consequently the e-auction sale proceedings have become infructuous. Further, PVPCL has applied for One Time Settlement to the bank and confident to settle the same. Auditors have drawn qualified opinion on this matter.
7. The Company has given a corporate guarantee and pledged 10,00,000 equity shares of Rs. 10/- each held in Picturehouse Media Limited. With the approval of developer, the company has mortgaged 20 flats of Ekanta Tower-1 of North Town Project, Chennai, for availing term loan from the Bank by its subsidiary company i.e Safe trunk Services Private Limited (SSPL).

SSPL and UCO Bank has agreed for one time settlement (OTS) of Rs.390 lakhs vide letter dated 08th August, 2019. Accordingly, SSPL has paid Rs. 300 lakhs till 31st December, 2019 and for the balance amount of Rs.90 Lakhs, the Company has requested to pay the same in two monthly instalments i.e January, 2020 and February, 2020 vide letter dated 31st December, 2019. The company has paid Rs.53.81 lakhs within the extended time limits and for the balance amount as on 31st March, 2020, the company has requested the bank to extension time period due to COVID-19 circumstances. Further, the company has requested the UCO Bank to release the mortgaged securities and shares pledged as collateral security.

8. Appeals have been filed and are pending adjudication in regard to various income tax disputes, demands aggregating to Rs.1,783.25 Lakhs. The company has been advised that it has a good case to support its stand hence does not warrant any provision in this regard. Auditors have drawn emphasis of matter in this regard.
9. The shares of the company are listed in Bombay Stock Exchange (BSE) and National Stock Exchange (NSE). The Board had a Woman director till March 2017 and subsequent to the resignation, a new Woman Director was appointed on 05th December, 2018. During the previous year, the company received notice for delayed compliance of appointment of Women Director in the Board of Directors as per Regulation 17(1) and Constitution of Nomination and Remuneration

Committee as per Regulation 19 of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015 (“SEBI LODR”) imposing penalty of Rs. 12.97 lakhs by BSE.

Aggrieved by the penalty, the company filed an application under Regulation 102 of SEBI LODR with SEBI, for granting exemption from penalty for delayed compliance of SEBI LODR. However, SEBI dismissed the application vide letter dated 26th April, 2019. Aggrieved by the aforesaid letter from SEBI dismissing the application, the Company filed an appeal with the Securities Appellate Tribunal (SAT) and the management believes that it has a good case and accordingly no provision has been made in the books of accounts. Auditors have drawn emphasis of matter in this regard.

10. PVP Ventures Limited (PVP), Mr. Prasad V Potluri and PVP Global Ventures Private Limited (PVP Global) received Orders from Adjudicating Officer dated 27th March, 2015 for non-compliance of SEBI (Substantial Acquisition of Shares and Takeovers) Regulations, 1997 and SEBI (Prohibition of Insider Trading) Regulations, 1992. PVP Global, Mr. Prasad V Potluri and PVP filed appeals before the Securities Appellate Tribunal (SAT) vide Appeal No. 356 and 357 of 2015 challenging the orders of Adjudicating Officer.

SAT vide order dated 20th June, 2018 reduced the penalty of Rs. 1,530 lakhs on Mr. Prasad V Potluri to Rs. 515 Lakhs, upheld the penalties of Rs. 1,500 lakhs imposed on PVP Global and Rs.15 Lakhs on PVP. Hence, miscellaneous Applications No.180 and 181 dt. 2nd July, 2018 were filed before the Honourable SAT for staying its order for which the SAT granted 6 weeks’ time to appeal with Honourable Supreme Court. Also on 6th July 2018, as Security, the PVP Global, appellant deposited Original Title deeds of Land valuing more than Rs.3000 lakhs, held by its subsidiaries for realization and payment of the aforesaid demand. Civil appeal No.9092 dated 16th August 2018, was filed before the Honourable Supreme Court, which was dismissed on 14th September, 2018, and the SAT Orders were upheld. A demand was raised by the Recovery Officer, SEBI, Vide No.1770, 1771 and 1772 dated 26th October, 2018 with Interest from, 27th March, 2015, the date of order from Adjudicating Officer. The appellants filed review petitions before the Honorable SEBI/SAT, Mumbai on 10th November 2018 and 21st November, 2018, stating technical and legal reasons, that the final SAT order was dated 20th June 2018, whereas the Interest was calculated since 2015 and the orders dated 27th March, 2015 and 28th June, 2018 are silent on levy of interest.

SEBI initiated attachment proceedings on 19th November, 2018 of the Demat Accounts and Bank accounts of the three appellants. The holding company, PVP Ventures Limited paid Rs.15 lakhs towards principal and Rs. 6.79 lakhs towards disputed interest on 07th December, 2018 and the freezing of accounts was lifted for PVP Ventures Limited. SAT, dismissed the company’s appeal on interest in April, 2019. The Company has appealed with the Honourable Supreme Court and received Stay Order dated 12th July, 2019 for payment of Interest. The appellants have written to SEBI, requesting to keep the order on record and to keep the recovery proceedings in abeyance. During the previous year, the company has made the provision for disputed interest amounting to Rs.6.79 lakhs.

11. Effective 01st April 2019, the Company has adopted Ind AS 116, 'Leases' using the modified retrospective approach, as a result of which the comparative information is not required to be

restated. The cumulative effect of initial application of the standard amounting to Rs.28.86 Lakhs has been recognised as an adjustment to opening balance of retained earnings as at April 1, 2019. The company has recognised Rs.68.27 Lakhs as right to use assets and lease liability of Rs.97.12 Lakhs as on the date of transition i.e April 1, 2019. Accordingly, during the year, Rs. 11.84 Lakhs has been accounted as Finance Cost and Rs. 37.76 Lakhs as Depreciation against the payment of Rs. 66.40 Lakhs.

12. The above audited standalone financial results for the quarter ended and for the year ended 31st March, 2020 of PVP Ventures Limited ("the company") have been reviewed by the Audit Committee and approved by the Board of Directors.

The statutory auditors of the company have carried out an audit of the above standalone financial results pursuant to Regulation 33 of the Securities and Exchange Board India (Listing Obligations and Disclosure requirements) Regulation, 2015 as amended and issued modified audit report.

13. The figures for the Quarters ended as on 31st March, 2020 and 31st March, 2019 are the balancing figures between the audited figures in respect of the full financial year and the published year to date figures upto the end of the third quarter. Also, the figures upto the third quarter was subject to limited review.
14. Based on the management approach, as defined in Ind AS108, The business operations of the company is considered as single operating segment by the considering the performance as whole in the Real Estate and Allied Activities. Hence segment reporting is not applicable.
15. Previous period figures have been regrouped wherever necessary to confirm to current period classification.
16. These results are also available at the website of the company www.pvpglobal.com, www.bseindia.com and www.nseindia.com.

For and on behalf of the Board of Directors

PRASAD
VEERA
POTLURI

Digitally signed by
PRASAD VEERA POTLURI
Date: 2020.07.31 05:33:24
+05'00'

Place: Hyderabad
Date: July 31, 2020

Prasad V. Potluri
Chairman & Managing Director

PVP VENTURES LIMITED
STANDALONE STATEMENT OF ASSETS & LIABILITY AS AT 31ST MARCH, 2020

(Rs. in Lakhs)

	Particulars	As at	As at
		March 31, 2020	March 31, 2021
		Audited	Audited
I	ASSETS		
(1)	Non Current Assets		
	(a) Property, Plant and Equipment	228.11	245.82
	(b) Other Intangible Asset	0.07	0.21
	(c) Right to use of Asset	-	-
	(d) Financial Assets		
	(i) Investments	82,412.18	82,079.48
	(iii) Other financial assets	27.86	21.36
	Total Financial Asset	82,440.04	82,100.84
	(e) Deferred tax assets (net)	941.74	1,211.62
	(f) Other non current assets	226.55	224.10
	Total Non Current Assets	83,836.51	83,782.59
(2)	Current assets		
	(a) Inventories	6,602.58	6,701.06
	(b) Financial Assets		
	(i) Trade receivables	129.21	143.84
	(ii) Loans	138.36	137.43
	(iii) Cash and cash equivalents	25.96	113.70
	(iv) Other financial assets	100.51	250.78
	Total Financial Asset	394.04	645.75
	(c) Other current assets	4.38	5.25
	Total Current Assets	7,001.00	7,352.06
(3)	Non current assets classified as held for sale	-	-
	Total Assets	90,837.51	91,134.65
II	EQUITY AND LIABILITIES		
A	EQUITY		
	(a) Equity Share Capital	24,505.27	24,505.27
	(b) Other Equity	35,289.58	36,497.56
	Total Equity	59,794.85	61,002.83
B	LIABILITIES		
(1)	Non Current Liabilities		
	(a) Financial Liabilities		
	(i) Borrowings	10,152.07	15,205.57
	(ii) Other Financial Liabilities	5.80	-
	Total Financial Liabilities	10,157.87	15,205.57
	(b) Provisions	15.84	14.38
	(c) Deferred tax liabilities (Net)	-	-
	(d) Other non current liabilities	4,220.58	4,489.67
	Total Non Current Liabilities	14,394.29	19,709.62
(2)	Current Liabilities		
	(a) Financial Liabilities		
	(i) Borrowings	1,442.98	1,010.20
	(ii) Trade payables	-	-
	Total Outstanding dues to Micro, Small and Medium Enterprises	-	-
	Total Outstanding dues to creditors other than Micro, Small and Medium Enterprises	80.45	41.87
	(iii) Other financial liabilities	11,776.34	4,490.29
	Total Financial Liabilities	13,299.77	5,542.36
	(b) Other current liabilities	3,009.87	4,558.33
	(c) Provisions	338.73	321.52
	Total Current Liabilities	16,648.37	10,422.21
(3)	Liabilities associated with non current assets held for sale	-	-
	Total Equity and Liabilities	90,837.51	91,134.65

PVP VENTURES LIMITED
STANDALONE CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2020

(Rs. in Lakhs)

	Particulars	As at	As at
		Mrach 31, 2020	Mrach 31, 2021
		Audited	Audited
A.	CASH FLOW FROM OPERATING ACTIVITIES		
	Profit / (Loss) before Tax	(911.31)	153.38
	Adjustments for:		
	Depreciation and Amortization	86.83	55.37
	(Profit) / Loss on Sale of PPE, Intangible Assets and Investment Property	2.60	(1.42)
	Reversal of Interest cost pertains to previous year	-	(725.00)
	Loss on sale of Investment in subsidiary	3.24	1.34
	Interest on Penalty of SEBI	-	6.79
	Provision for diminution in value of Investments	3.38	289.46
	Interest provided on Income tax Dues	22.29	74.78
	Provision for Employee Benefits	(2.28)	14.20
	Provision for Doubtfull Advances	35.00	-
	Baddebts written off	70.00	0.27
	Expenses writtenback	(3.54)	-
	Assets written off	0.04	18.99
	Interest Income	(23.81)	(30.28)
	Interest Expenses	2,883.62	2,410.89
	Cash Generated Before Working Capital Changes	2,166.06	2,268.77
	Movement In Working Capital		
	Increase / (Decrease) in Trade Payables	42.12	(27.01)
	Increase / (Decrease) in Other Financial Liabilities	(0.04)	(14.29)
	Increase / (Decrease) in Other Liabilities	(1,817.55)	(1,602.56)
	(Increase) / Decrease in Trade Receivables	14.63	546.72
	(Increase) / Decrease in Loans	(0.93)	(3.19)
	(Increase) / Decrease in Inventories	98.48	(63.14)
	(Increase) / Decrease in Other Financial Assets	60.40	(77.36)
	(Increase) / Decrease in Other Assets	1.27	(5.92)
	Cash Generated From Operations	564.46	1,022.02
	Direct Taxes Paid	(2.13)	(11.54)
	Net Cash Flow From / (Used in) Operating Activities	(A) 562.33	1,010.48
B.	CASH FLOW FROM / (USED IN) INVESTING ACTIVITIES		
	Purchase of PPE, Intangible Assets and Investment Property	(3.30)	(76.70)
	Proceeds from Sale of PPE, Intangible Assets and Investment Property	-	4.01
	Proceeds from Sale of Investments	0.28	947.71
	Investments in Subsidiaries	(339.60)	(998.79)
	Intvestment in other companies	-	(0.03)
	Interest Income Received	2.14	102.99
	Net Cash Flow From / (Used in) Investing Activities	(B) (340.48)	(20.81)
C.	CASH FLOW FROM / (USED IN) FINANCING ACTIVITIES		
	Proceeds from/(to) Short - Term Borrowings (Net)	432.78	(0.97)
	Proceeds from Long Term Borrowings	-	8,228.60
	Repayment of Long Term Borrowings	(415.15)	(8,289.00)
	Repayment of Lease Liability	(54.57)	-
	Interest Paid	(272.65)	(882.07)
	Net Cash Flow From / (Used in) Financing Activities	(C) (309.59)	(943.44)
	Net Increase / (Decrease) in Cash and Cash Equivalents	(A+B+C) (87.74)	46.23
	Cash and Cash Equivalents at the beginning of the year	113.70	67.47
	Cash and Cash Equivalents at the end of the year	25.96	113.70
	Components of Cash and Cash Equivalents		
	Cash in Hand	0.14	0.26
	Balances with Banks		
	-In Current Accounts & Deposit Accounts	25.82	113.44
	Cash and cash Equivalent	25.96	113.70

Independent Auditor's Report on the Standalone Financial Results of the Company pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

To
The Board of Directors
PVP Ventures Limited

Qualified Opinion

We have audited the accompanying standalone annual financial results of **PVP Ventures Limited** ("the Company") for the year ended 31st March, 2020 (the "Statement"), attached herewith, being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us, the statement:

- a. is presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- b. *except for the possible effect of the matter described in Basis for Qualified Opinion paragraph below, gives a true and fair view in conformity with the applicable accounting standards and other accounting principles generally accepted in India, of the net loss and other comprehensive income and other financial information for the year ended 31st March, 2020.*

Basis for Qualified Opinion

1. *Attention is invited to Note no. 5 to the standalone financial results, in relation to investment in equity shares includes investments in three subsidiary companies net off provision made amounting to Rs.25,008.90 Lakhs and loans and advances to subsidiary companies of net off provision made amounting to Rs.33,006.61 Lakhs. The management is of the view that considering the market value of the assets and expected cash flows from the business of these subsidiary companies the provision already made is adequate. However, considering erosion in the net worth of the subsidiary companies and their dependence on the holding company to continue as a going concern, and in the absence of visible cash flows, delay in commencement of projects and other related factors indicate the existence of material uncertainty in the ability of the company to realize the values thus, the carrying value of investments and loans and advances (net of provision already made) is unascertain of recoverability. Therefore, we are of the view that the carrying amounts of the investments as well as loans shall be adjusted for their realisability by making additional provision taking cognizance of erosion in the networth of the investee/loanee companies and also taking to consideration their inability to continue as a going concern. Accordingly, loss for the year end is understated to this extent.*



2. Attention is invited to Note No.6 to the standalone financial results, the Company has mortgaged its land situated at perambur as a security and also given corporate guarantee to a bank for the borrowings made by PVP Capital Limited (i.e. wholly owned step down subsidiary company) amounting to Rs.10,000 Lakhs. The outstanding amount is Rs.16,787.91 lakhs as per the books of accounts as on 31st March, 2020.

PVP Capital Limited has not adhered to repayment schedule for principal and interest dues to its bank, consequent to which the bank filed for recovery of its dues before the Debt Recovery Tribunal (DRT) and also initiated recovery proceedings against the company under Securitization and Reconstruction of Financial Assets and Enforcement of Security Interest Act, 2002 (SARFAESI Act, 2002). Further, the bank has taken symbolic possession of immovable property and issued sale notice for e-auction of the property given by the ultimate holding company as corporate guarantee but there were no bidders. We were informed that the PVP Capital Limited is in negotiation with the bank for one time settlement (OTS).

The management asserts that no adjustment to the carrying value is required as it is confident that the payment obligation by the PVP Capital Limited will be met in due course. Whereas, in our view the carrying value of the relevant mortgaged assets is dependent on the repayment of the loan by the PVP Capital Limited. In this background, we are unable to express our view whether the company is justified in carrying the assets that have been mortgaged where the underlying loan have already been defaulted and similarly whether the company is justified in not taking cognizance of financial obligation that may devolve on the company towards corporate guarantee issued. Accordingly, to the extent of the carrying value of assets or the guarantees issued should be considered as obligation of the company. Accordingly, the loss for the year end is understated to this extent.

3. Attention is invited to note no.2(d) to the standalone financial results, which explains the management view point and understanding of the implications arising on account of defaults committed in redeeming the debentures as per the schedule of redemption, though the management obtained an extension from the debenture holder vide letter dated 05th February, 2020 till 31st May, 2020 and further extension vide letter dated 23rd June 2020 till 31st August, 2020, we are unable to express our opinion whether such extension of redemption period (covering all the defaults happened upto 31st March, 2019) with retrospective effect will exonerate the board of directors from the implications of section 164(2)(b) of the Companies Act, 2013.

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the "Auditor's Responsibilities for the Audit of the Standalone Financial Results" section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our Qualified Opinion.

Material uncertainty related to Going Concern

Attention is invited to Note No.4 to the standalone financial results, which indicates that the company's current liabilities exceeded its current assets and the company was unable to honour its obligation towards repayment of principal and interest to its debenture holders and with its non-current investments are to be impaired significantly. Further, the impact of outbreak of Coronavirus (COVID -19) on the business operations especially

considering the prevalent situation in real estate sector in which the company has significant exposure and along with the other matters as stated in said note, indicates that there is a material uncertainty exists that may cast doubt on the company's ability to continue as a going concern.

Our report is not modified in respect of this matter.

Emphasis of Matter

1. Attention is invited to note no.2(c) to the standalone financial results, where many aspects of debenture trust deed have not been adhered by the company including repayment of principal and interest. We are unable to assess the current implications as the eventual outcome of these defaults which are unascertainable at this stage, as various concessions and approvals from the debenture holders, seeking exemptions from implications arising from the defaults in debenture trust deed are awaited.
2. Attention is invited to Note no.3 to the standalone financial results, where in the Company has disclosed its assessment of COVID- 19 pandemic. As mentioned therein, the assessment of the Management does not indicate any material effect on the carrying value of its assets and liabilities of the Company on the reporting date or any adverse change in the ability of the Company to continue as a Going Concern. The assessment of Management is dependent on the circumstance as they evolve considering the uncertainties prevailing in the economic situation.
3. Attention is invited to note no. 8 to the standalone financial results, the obligations towards disputed income tax matters amounting to Rs.1,783.25 lakhs are pending before different judicial forums. Pending disposal of these appeals the eventual obligation in this regard is unascertainable at this time. Based on the management's assessment and based on the experts view on the merits of the dispute, no provision is made in this regard.
4. Attention is invited to Note no. 9 to the standalone financial results, Bombay Stock Exchange Limited (BSE) has imposed penalty on the company amounting to Rs.12.97 lakhs as per regulation 17 and 19 of the SEBI (LODR) Regulations, 2015 for non compliance with the requirements pertaining to the composition of Board regarding failure to appoint Women Director and for non-compliance with the constitution of Nomination and Remuneration Committee. The company has disputed the same and filed an appeal before Securities Appellate Tribunal (SAT), the eventual obligation if any, in this regard is unascertainable at this stage. Based on the management's assessment, that it has good case to succeed, hence no provision is made in the standalone financial results.

Management's Responsibilities for Standalone Financial Results

These Standalone financial results have been prepared on the basis of the Standalone annual financial statements. The Company's Board of Directors are responsible for the preparation and presentation of these Standalone financial results that give a true and fair view of the net loss and other comprehensive income and other financial information of the Company in accordance with the Indian Accounting Standards prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. The Board of Directors of the company are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds

and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Standalone financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the Standalone financial results by the Directors of the Company, as aforesaid.

In preparing the Standalone financial results, the Board of Directors of the company are responsible for assessing the ability of the Company, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the respective Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors of the company are responsible for overseeing the financial reporting process of the Company.

Auditor's Responsibilities for the Audit of the Standalone Financial Results

Our objectives are to obtain reasonable assurance about whether the Standalone financial results as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these Standalone financial results.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the Standalone financial results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3) (i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Conclude on the appropriateness of the Board of Directors use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Company to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Standalone financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the Standalone financial results, including the disclosures, and whether the Standalone financial results represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance of the Company, we are the independent auditors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards. We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33(8) of the Listing Regulations, as amended, to the extent applicable.

Other Matter

The Financial Results include the results for the quarter ended March 31, 2020 being the balancing figure between the audited figures in respect of the full financial year and the published unaudited year to date figures up to the third quarter of the current financial year which were subject to limited review by us.

For Brahmayya & Co.,
Chartered Accountants
Firm Regn. No.000511S

Place : Chennai
Date : 31st July, 2020



K. Jitendra Kumar
K. Jitendra Kumar
Partner

Membership No.201825
UDIN NO 20201825AAAADP5063

PVP VENTURES LIMITED

Registered Office: Door No. 2, 9th Floor, KRM Centre, Harrington Road, Chetpet, Chennai-600031

CIN:L72300TN1991PLC20122

Additional disclosure as per clause 52 (4) of Security Board of India (Listing Obligations and Disclosure Requirements) Regulations 2015

Sr.	Particulars	As at 31-03-2020
(a)	Debt-Equity ratio (in time)	0.44
(b)	Debt Service Coverage Ratio (in time) [EBITA / (Gross Interest +Principal Repayment)]	0.63
(c)	Interest Service Coverage Ratio (in time) [EBITA / Gross Interest]	0.72
(d)	Debenture Redemption Reserve (Rs. In Lakhs)	150.00
(e)	Net Worth (Rs. In Lakhs)	59,794.85
(f)	Net Profit after Tax / (Loss) (Rs. In Lakhs)	(1,181.36)
(g)	Basic Earnings per share (Not Annualised)	(0.48)
(h)	Diluted Earnings per share (Not Annualised)	(0.48)
(i)	The Brickwork Ratings India Private Limited has rated " BWR D Issuer Not Cooperating" for the NCD's.	
(j)	The Company maintains 100% asset cover for the secured NCDs issued by it.	
(k)	Refer Note No.2 to the Standalone financial results.	

For and on behalf of the Board of Directors

PRASAD VEERA POTLURI
Digitally signed by
PRASAD VEERA POTLURI
Date: 2020.07.31 05:35:04
+05'30'

Prasad V. Potluri
Chairman & Managing Director

Place: Hyderabad
Date: July 31, 2020

PVP Ventures Limited
Registered Office: Door No. 2, 9th Floor, KRM Centre, Harrington Road, Chetpet, Chennai-600031
Audited Financial Results for the Quarter and Year ended March 31, 2020
CIN:L72300TN199PLC020122

Statement of Consolidated Audited Financial Results for the Quarter and Year ended March 31, 2020					Rs. in lakhs	
	PARTICULARS	Consolidated				
		Quarter ended			Year ended	
		31.03.2020 Unaudited	31.12.2019 Unaudited	31.03.2019 Unaudited	31.03.2020 Audited	31.03.2019 Audited
1	Income					
	Revenue from operations	670.86	634.98	1,017.38	4,371.89	3,681.41
	Other Income	20.72	47.56	35.59	80.30	46.35
	Total Income (1)	691.58	682.54	1,052.97	4,452.19	3,727.76
2	Expenses					
	(a) Cost of film production expenses	2.64	27.11	-	987.04	2.41
	(b) Purchases of Stock-in-Trade	-	-	-	-	-
	(c) Cost of Land	30.22	31.68	21.54	149.93	144.18
	(d) Employee benefit expenses	64.66	52.48	75.56	236.27	265.35
	(e) Finance Cost	1,950.67	2,346.13	1,985.83	6,912.06	5,919.85
	(f) Depreciation and amortization expenses	60.65	69.42	35.44	246.22	170.92
	(g) Other expenses	462.73	135.65	331.76	1,003.65	879.50
	(h) Provision for doubtful debts and advances	950.97	19.05	19.93	970.02	606.93
	(i) Provision against Sub-Standard assets	774.87	774.87	6,198.93	3,099.47	6,198.93
	Total Expenses (2)	4,297.41	3,456.39	8,668.99	13,604.66	14,188.07
3	Profit/(Loss) before exceptional items and tax (1-2)	(3,605.83)	(2,773.85)	(7,616.02)	(9,152.47)	(10,460.31)
4	Exceptional items	-	-	645.52	(87.44)	1,168.25
5	Profit before tax (3-4)	(3,605.83)	(2,773.85)	(8,261.54)	(9,065.03)	(11,628.56)
6	Tax expense					
	a) Current Tax	269.88	-	-	269.88	-
	b) Deferred Tax	-	-	-	-	-
	c) Income tax for earlier years	0.57	-	2.41	0.57	3.20
7	Net Profit for the period/year (5-6)	(3,876.28)	(2,773.85)	(8,263.95)	(9,335.48)	(11,631.76)
8	Other Comprehensive Income					
	a) (i) Items that will not be reclassified subsequently to profit and loss					
	Remeasurement of defined benefit obligation	7.36	-	13.28	7.36	13.28
	Less : Income tax expense					
	Total Other Comprehensive Income (8)	7.36	-	13.28	7.36	13.28
9	Total Comprehensive Income (7+8)	(3,868.92)	(2,773.85)	(8,250.67)	(9,328.12)	(11,618.48)
10	Paid-up equity share capital (Face Value of Re. 10/- each)	24,505.27	24,505.27	24,505.27	24,505.27	24,505.27
11	Other Equity	-	-	-	(18,346.26)	(12,124.31)
12	Earnings per share					
	(a) Basic (in Rs.)	(1.58)	(1.13)	(3.37)	(3.83)	(4.77)
	(b) Diluted (in Rs.)	(1.58)	(1.13)	(3.37)	(3.83)	(4.77)

Notes to the Consolidated Financial Results of PVP Ventures Limited

1. a) The Holding Company has authorised to issue 1950 listed, (rated, secured), redeemable Non Convertible Debentures (the NCDs) of Rs. 10 Lakhs each for an aggregate amount of Rs.19,500 lakhs, out of which the holding company has issued Tranche A 386 Debentures aggregating to Rs.3,860 lakhs and Tranche B of 829 Debentures aggregating to Rs.8,290 lakhs which were, subscribed and paid up as per the debenture trust deed dated 16th June, 2017, with remaining debentures unissued.

b) Whereas the repayment dues of Tranche A Debentures aggregating to Rs.1,965.30 lakhs (out of which principal amounting to Rs. 1,464.00 lakhs and Interest amounting to Rs.501.30 lakhs) and Tranche B Debenture aggregating to Rs.4,308.96 lakhs (out of which principal amounting to Rs.2,072.51 lakhs and Interest amounting to Rs.2,236.46 lakhs) as on 31st March, 2020 are still unpaid. The company has received extension letter dated 05th February, 2020 from the Debenture holder extending the repayment of principal and interest amount which have fallen due till 31st March, 2019 to be paid on or before 31st May, 2020. The company has unable to pay the outstanding amount within the time limits, therefore, the company has requested and received the further extension from the debenture holder vide letter dated 23rd June, 2020 to be paid on or before 31st August, 2020. The debenture holder have also stipulated that, in the case of default of payment of principal repayment within the extended due date, default additional interest of 5%p.a (over and above the coupon) is to be paid on the defaulted amount from the original due date till the date of payment.

c) Whereas per the repayment dues of Tranche A and Tranche B Debentures after 31st March, 2019 amounting to Rs.5,775.26 lakhs (out of which principal amounting to Rs.3,037.51 lakhs and interest amounting to Rs. 2,737.76 lakhs) as on 31st March, 2020 are unpaid within the due dates as specified in the Debenture Trust Deed, and in the event of such default additional interest of 5% p.a (over and above the coupon) is to be paid on the defaulted amount till the date of payment, which has not been provided in the financial results, in view of the company's request for waiver of default interest is pending with the debenture holder. Auditors have drawn emphasis of matter in this regard.

d) Under the circumstances, the company defaulted the redemption of debentures which has fallen due in 30th September, 2018, 31st December, 2018 and 31st Mach, 2019 beyond the time permitted under section 164(2)(b) of the Companies Act, 2013. However, as per the legal advice, management is of the view that eventhough the repayment has not been made within the period contemplated in the above refer section, the default has been ratified by the debenture holder with retrospective effect by virtue of which the management contents that the disqualification of directors as per the above provisions has not been attracted. Auditors have drawn qualified opinion on this matter.
2. The Holding Company allotted 13,289 convertible or redeemable debentures of Rs.1,00,000 each convertible into preference shares and or equity shares as per scheme of amalgamation dated 25th April, 2008, sanctioned by Honourable High Court of Madras between SSI Limited and PVP Ventures Private Limited. The Debenture holder, by letter dated 4th December, 2017, has extended the conversion/redemption option, till 31st March, 2029.

During the previous year, One of the Debenture holder holding 5,000 debentures (Rs.1,00,000 each) amounting to Rs. 5,000 lakhs, has waived interest from 01st April, 2017 to 10th October, 2018 subject to redemption of debentures before 31st October 2018. The holding company had redeemed the debentures on 10th October, 2018. The Interest waived on this from 01st April, 2017 to 10th October, 2018 is Rs. 1,104.38 Lakhs. Out of this, the Interest relating to the previous financial year (FY 2017-18) is Rs. 725 Lakhs which has been shown under "Exceptional Items" in the previous year.

Further, The holding company has received the extension letter from the Debenture holder for the repayment of Interest for the period from April 2017 to March 2019 amounting to Rs. 1,449 lakhs till the 15th December, 2019 and further it is extended till 31st May, 2020 vide letter dated 05th February, 2020. The holding company has unable to pay the outstanding amount within the time limits, therefore, the holding company has requested and received the further extension from the debenture holder vide letter dated 23rd June, 2020 to be paid on or before 31st August, 2020. Further, the debenture holder has stipulated that, in the case of default of payment of interest amount within the extended due date, default additional interest of 2% (over and above the coupon) is to be paid on the defaulted amount from the original due date to till the date of payment.

During the year, the holding company has accounted finance cost of Rs.727.98 lakhs and as on reporting period, the outstanding principal amounting to Rs.5,000 lakhs. Total Outstanding as on 31st March, 2020 is Rs.7,176.99 lakhs.

3. The Holding Company has given a corporate guarantee to its step-down subsidiary company, PVP Capital Limited ('PVPCL'), has not adhered to repayment schedule of principal and interest due to a bank consequent to which the bank has filed a case for recovery of the dues before the Debt Recovery Tribunal (DRT) amounting to Rs.16,787.91 lakhs (including interest accrued) as per the books of accounts as on 31st March, 2020. The bank has taken symbolic possession of secured, immovable property of the Group Company under Securitisation and Reconstruction of Financial Assets and Enforcement of Security Interest Act, 2002 (SARFAESI) and issued an e-auction sale notice. There were no bidders for the aforesaid sale notice and consequently the e-auction sale proceedings have become infructuous. Further, PVPCL has applied for One Time Settlement to the bank and confident to settle the same. Auditors have drawn qualified opinion on this matter.
4. The Holding Company has given a corporate guarantee and pledged 10,00,000 equity shares of Rs. 10/- each held in Picturehouse Media Limited. With the approval of developer, the holding company has mortgaged 20 flats of Ekanta Tower-1 of North Town Project, Chennai, for availing term loan from the Bank by its subsidiary company i.e Safe trunk Services Private Limited (SSPL).

SSPL and UCO Bank has agreed for one time settlement (OTS) of Rs.390 lakhs vide letter dated 08th August, 2019. Accordingly, SSPL has paid Rs. 300 lakhs till 31st December, 2019 and for the balance amount of Rs.90 Lakhs, SSPL has requested to pay the same in two monthly instalments i.e January, 2020 and February, 2020 vide letter dated 31st December, 2019. The subsidiary company has paid Rs.53.81 lakhs within the extension time limits and the for the balance amount as on 31st March, 2020, SSPL has requested the bank to extension time period due to COVID-19 circumstances. Further, the company has requested the UCO Bank to release the mortgaged securities and shares pledged as collateral security.

5. The shares of the company are listed in Bombay Stock Exchange (BSE) and National Stock Exchange (NSE). The Board had a Woman director till March 2017 and subsequent to the resignation, a new Woman Director was appointed on 05th December, 2018. During the previous year, the company received notice for delayed compliance of appointment of Women Director in the

Board of Directors as per Regulation 17(1) and Constitution of Nomination and Remuneration Committee as per Regulation 19 of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015 (“SEBI LODR”) imposing penalty of Rs. 12.97 lakhs by BSE.

Aggrieved by the penalty, the company filed an application under Regulation 102 of SEBI LODR with SEBI, for granting exemption from penalty for delayed compliance of SEBI LODR. However, SEBI dismissed the application vide letter dated 26th April, 2019. Aggrieved by the aforesaid letter from SEBI dismissing the application, the Company filed an appeal with the Securities Appellate Tribunal (SAT) and the management believes that it has a good case and accordingly no provision has been made in the books of accounts. Auditors have drawn emphasis of matter in this regard.

In relation to Financial Statements of Picturehouse Media Limited (“PHML”)

6. The current assets of the company includes loans and advances amounting to Rs.3,632.82 lakhs and 'expenditure on films under production' amounting to Rs. 4,894.43 lakhs. As regards the loans and advances, the management is confident of realising the value at which they are carried notwithstanding the period of outstanding. As regards 'expenditure on films under production' mainly comprising payments to artistes and co-producers the group is evaluating options for optimal utilization of these payments in production and release of films. Accordingly the holding company is confident of realising the entire value of 'expenditure on films under production'. The management does not foresee any erosion in carrying value. The auditors have drawn qualified opinion in this regard.
7. The shares of the company is listed in BSE. The Board had a Woman director till Mar'17 and subsequent to the resignation, a new Woman Director was appointed in Dec'18. SEBI issued a Circular in May'18, that non-appointment will attract fine. So the stock exchange has imposed a penalty under regulation 17 and 19 for the quarter ended 30th Sep'18 amounting to Rs.7.59 lakhs. The company has filed an appeal with Securities Appellate Tribunal (SAT) for the same. The auditors have drawn Emphasis of Matter in this regard.
8. The Principal Commissioner of CGST and Central Excise has passed an order in 2017 for the Financial Years 2011-12 to 2014-15 with regard to the Service Tax on the perpetual sale of various copyrights, demanding a sum of Rs.802.33 lakhs and penalty of Rs.802.43 lakhs. This is a Film Industry's issue and most of the producers have gone for appeal. Aggrieved by the order, the company has disputed the demand with Honourable Customs, Excise and Service Tax Appellate Tribunal (CESTAT) by paying the required Deposit of Rs.60.18 lakhs, which is shown Under Non-Current Assets.

In continuation of above Show Cause Notice, during the previous year Additional Commissioner of CGST and Central Excise passed another order for the Financial year 2015-16, 2016-17 and 2017-18 (Till June 2017) on the same grounds demanding a sum of Rs. 155.42 lakhs and penalty of Rs. 15.64 lakhs and further passed an order demanding a sum of Rs. 117.59 lakhs for the Financial year 2015-16 without allowing CENVAT credit. The company has disputed this demand and filed an appeal with CESTAT by paying the required Deposit of Rs.27.31 lakhs, which is shown under Non-Current Assets. The management believes that it is a good case and accordingly no provision has been made in the books of accounts.

In relation to Financial Statements of PVP Capital Limited

9. The Company, has not adhered to repayment schedule of principal and interest due to a bank consequent to which the bank has filed a case for recovery of the dues before the Debt Recovery Tribunal (DRT) amounting to Rs.16,787.91 lakhs (including interest accrued) as per the books of accounts as on 31st March, 2020. The bank has taken symbolic possession of secured, immovable property of the Group Company under Securitisation and Reconstruction of Financial Assets and Enforcement of Security Interest Act, 2002 (SARFAESI) and issued an e-auction sale notice. There were no bidders for the aforesaid sale notice and consequently the e-auction sale proceedings have become infructuous. Further, PVPCL has applied for One Time Settlement to the bank and confident to settle the same.

Further, The company has received communication letter from the Reserve Bank of India (RBI) letter dated 20th November, 2019, stating that the company has not maintained the mandatory amount of Net Owned Fund of Rs.200 Lakhs. Further, RBI has instructed to furnish an action plan to achieve the mandatory amount of Net Owned Fund of Rs.200 Lakhs on or before 31st March, 2020, failing which RBI would be constrained to initiate strict action including the cancellation of Certificate of Registration.

Management has evaluating the action plans to realize the dues to the company and settlement the existing vendors, further company can carry the movie financing business after taking necessary approvals from the RBI. Hence management is of the view that the financial statements shall continue to be prepared on the assumption that the company is a going concern. The auditors have drawn qualified opinion in this regard.

10. The company has a loan book of Rs. 15,381.04 lakhs given to various film producers. Due to significant delay in completing the films, the Company's customers did not service the interest and loan repayment. Consequently, the company has made a cumulative provision of Rs. 12,397.87 lakhs for the expected credit loss. Management asserts that no adjustment to the carrying value is required as it is confident of recovery from the borrowers. The auditors have drawn qualified opinion in this regard.

In relation to Financial Statements of Safe Trunk Services Private Limited

11. Safetrunk Services Pvt Ltd (SSPL) is engaged in the business of providing private locker facility center. The company has 4294 lockers with high-end security facilities, which can be considered as a State of art infrastructure facility. The Company commenced its operation during the financial year 2018 and is in the process of consolidating the market. There is no intention to liquidate and the Company has got foreseeable future. Despite low cash flows from the cash generating unit (CGU), impairment of the carrying value of entire assets of the CGU of Rs.1,003.32 lakhs has not been provided for, due to which the Loss is lesser by this amount. Considering the gestation period for market capitalisation, the financial statements are prepared on Going Concern basis though the Company's income is far less than the operational expenditure and the management does not foresee any erosion in carrying value of Cash Generating Unit. Auditors have drawn qualified opinion on this matter.

In relation to Financial Statements of PVP Global Ventures Private Limited

12. PVP Global Ventures Private Limited has advanced a sum of Rs. 13,755.54 Lakhs towards acquisition of land and other rights for its proposed power project(s). In terms of the arrangements, these parties are required to facilitate acquisition of certain areas of land parcels within 48 months against which these advances are paid off, failing the completion of the land parcel, the group may demand payment of the advance and shall not be obliged to acquire the land parcel from these parties. Auditors have drawn Qualified Opinion in this regard.
13. The Enforcement Directorate had provisionally attached the land measuring 28 Acres and 8 Guntas of the Group in connection with the redemption of the investments in Mahalakshmi Energy Ventures Private Limited by the Group. The said attachment order has been confirmed by the Adjudicating Authority of the Enforcement Directorate. The Company has filed an appeal against the said Order. Based on the expert advice, the Company is confident of succeeding before the appellate authority.
14. PVP Global Ventures Private Limited (PVP Global), Mr. Prasad V Potluri and PVP Ventures Limited (PVP) received Orders from Adjudicating Officer dated 27th March, 2015 for non-compliance of SEBI (Substantial Acquisition of Shares and Takeovers) Regulations, 1997 and SEBI (Prohibition of Insider Trading) Regulations, 1992. PVP Global, Mr. Prasad V Potluri and PVP filed appeals before the Securities Appellate Tribunal (SAT) vide Appeal No. 356 and 357 of 2015 challenging the orders of Adjudicating Officer.

SAT vide order dated 20th June, 2018 reduced the penalty of Rs. 1,530 lakhs on Mr. Prasad V Potluri to Rs. 515 Lakhs, upheld the penalties of Rs. 1,500 lakhs imposed on PVP Global and Rs.15 Lakhs on PVP. Hence, miscellaneous Applications No.180 and 181 dt. 2nd July, 2018 were filed before the Honourable SAT for staying its order for which the SAT granted 6 weeks' time to appeal with Honourable Supreme Court. Also on 6th July 2018, as Security, the appellants deposited Original Title deeds of Land valuing more than Rs.3000 lakhs, held by its subsidiaries for realization and payment of the aforesaid demand. Civil appeal No.9092 dated 16th August 2018, was filed before the Honourable Supreme Court, which was dismissed on 14th September, 2018, and the SAT Orders were upheld. A demand was raised by the Recovery Officer, SEBI, Vide No.1770, 1771 and 1772 dated 26th October, 2018 with Interest from, 27th March, 2015, the date of order from Adjudicating Officer. The appellants filed review petitions before the Honorable SEBI/SAT, Mumbai on 10th November 2018 and 21st November, 2018, stating technical and legal reasons, that the final SAT order was dated 20th June 2018, whereas the Interest was calculated since 2015 and the orders dated 27th March, 2015 and 28th June, 2018 are silent on levy of interest.

SEBI initiated attachment proceedings on 19th November, 2018 of the Demat Accounts and Bank accounts of the three appellants. The holding company, PVP Ventures Limited paid Rs.15 lakhs and disputed interest of Rs. 6.46 lakhs on 07th December, 2018 and the freezing of accounts was lifted for PVP Ventures Limited. SAT, dismissed the company's appeal on interest in April, 2019. The Company has appealed with the Honorable Supreme Court and received Stay Order dated 12th July, 2019 for payment of Interest. The appellants have written to SEBI, requesting to keep the order on record and to keep the recovery proceedings in abeyance.

Further, Arete Real Estate Developers Private Limited and Expressions Real Estate Private Limited subsidiaries of PVP Global Ventures Private Limited, has provided land parcel as security deposit towards principal amount against the SEBI's penalty order for Insider Trading. PVP Global has not remitted the pending dues till date.

PVP Global Ventures Private Limited has made provisions, for the principal amount of Rs. 1500 lakhs and disputed interest of Rs. 645.53 lakhs and the same has been grouped under exceptional items in the Consolidated Financial statements for the year ended 31st March, 2019.

15. The Company had issued 707, Zero Percent Compulsory Convertible Debentures of Rs.1,00,000/- each (“CCDs”) to Platex Limited, the ultimate holding company. These CCDs are mandatorily convertible into equity shares of the Company either upon occurrence of a trigger event (which is defined to include public offering, takeover or merger etc. of the Company) or in case of non-occurrence of a Trigger Event, at any time during the period between Five (5) years to Ten (10) years from the date of issuance of the CCDs i.e. between June 16, 2014 and June 16, 2019. The Debentures were supposed to be converted by June 16, 2019 this year.

Platex Limited requested to continue and not to convert the CCDs as per the agreement and further requested to extend the term of conversion of other next five years in view of expecting perpetual returns for our investments vide letter dated 15th May, 2019. Therefore, the company has extended the conversion period till 16th June, 2024.

16. The Company holds investments of 13,097.00 lakhs in M/s. Jagati Publications Limited. The transfer of share certificates for the said investments in the name of the Company is still pending. Since, the original certificates are seized by Central Board of Investigation (CBI) during search operation in connection with quid pro quo case relating to investments in Jagati Publications Limited by the group, the same couldn't be delivered along with the share transfer form. The CBI couldn't establish any quid pro quo against the group and therefore the Company as part of the group is not charge sheeted. However the CBI is yet to return the original share certificates. Pending the original share certificates from CBI, the share certificates are still registered in the name of group companies.

Due to the ongoing case filed by CBI, the High Court of Telangana is monitoring the day to day operations of the Investee Company and transfer of shares of the Investee Company has kept in abeyance until the final Order is issued. In the back drop of these facts, the valuation of the equity shares of Jagati Publication has been done by the Company by considering the profitability of the Investee Company and the general rate of return on equity by other listed publishing companies after being adjusted for factors affecting the Investee Company. Based on the availability of information, management has estimated the provision of Rs.12,566.27 lakhs as at 31st March, 2020.

17. The Company continues to hold 10,90,235 equity shares of PVP Ventures Limited, its holding company, as these shares were acquired before the Company became its subsidiary. However, in terms of the provisions of section 19(1)(c) of the Act, the Company does not have any rights to vote at meetings of PVP Ventures Limited or any class of members thereof over these shares. The trading in shares of PVP Ventures Limited is under suspension with effect from 9th April, 2019 by the stock exchanges for default in payment of penalty for non appointment of woman director.
18. During the previous year, PVP Global Ventures Private Limited has acquired the 100% shares of 2 Companies i.e, Arete Real Estate Developers Private Limited and Expressions Real Estate Development Private Limited to expand the real estate business vertical. The aforesaid companies have become the Wholly Owned Subsidiary of PVP Global Ventures Private Limited with effect from 2nd June, 2018.

General Notes to Consolidated Financial Results

19. Material uncertainty related to Going Concern

The Group has unable to honour its obligations towards repayment of principal and interest dues to its debenture holders and bank, further the company has obligations pertaining to operations includes unpaid creditors and statutory dues and incurring continuous losses. However, the group has taken various initiatives in relation to saving cost and optimizing revenue management opportunities. Further, the group is planning to launch residential lay out with infrastructure and amenities in 20 acres of land by considering the current situation of real estate sector. Therefore, the group is confident of meeting of all the obligations by way of time bound monetisation of it assets and receipts of various claims, which resultant into improving operating performance and sustainable cash flows. Accordingly, notwithstanding the dependence on these material uncertain events, the group continues to prepare the consolidated financial results on a Going Concern basis. The Auditors have drawn Emphasis of Matter in this regard.

20. COVID -19 Impact on Business Operations

The spread of COVID-19 has impacted global economic activity as has been witnessed in several countries. There have been severe disruptions in businesses in India during the Lockdown period. The Group has assessed recoverability and carrying value of assets comprising property, plant and equipment, trade receivables, inventory and investments at balance sheet date. Based on the assessment by the management the net carrying values of the said assets will be recovered at values stated and there is no change in its ability to continue as Going Concern. The Group evaluated the internal controls with reference to financial statements which have found to be operating effectively given that there has been no dilution of such controls due to factors caused by COIVID-19 situation. The auditors have drawn Emphasis of matter paragraph in this regard.

21. Appeals have been filed and are pending adjudication in regard to various income tax disputes, demands aggregating to Rs.1,893.13 lakhs. The company has been advised that it has a good case to support its stand hence does not warrant any provision in this regard. Auditors have drawn emphasis of matter in this regard.
22. With reference and in continuation to the Point No. 4, during the previous year, UCO Bank Ltd invoked the 10 lakhs pledged shares of Picturehouse Media Ltd held by PVP Ventures Ltd. Consequently, the total investments of 51.46% in Picturehouse Media Limited held by PVP Ventures Limited along with its subsidiaries have reduced to 49.55%.

PVP Ventures Limited along with its subsidiaries has less than a majority of voting rights (49.55%) on Picturehouse Media Limited but still holds control over the management. Hence the Financial statements of Picturehouse Media Limited along with its subsidiaries are consolidated while preparing the Consolidated Financial Statements for the periods ending 31st March, 2020 and 31st March, 2019 in compliance with Section 2(87) of the Companies Act, 2013.

23. Effective 01st April 2019, the Company has adopted Ind AS 116, 'Leases' using the modified retrospective approach, as a result of which the comparative information is not required to be restated. The cumulative effect of initial application of the standard amounting to Rs. 140.56 Lakhs has been recognised as an adjustment to opening balance of retained earnings as at April 1, 2019. The company has recognised Rs. 279.38 Lakhs as right to use assets and lease liability of Rs.419.94 Lakhs as on the date of transition i.e April 1, 2019. Accordingly, during the Twelve months ended Mar 31, 2020, Rs. 55.45 Lakhs has been accounted as Finance Cost and Rs. 84.76 Lakhs as Depreciation against the payment of Rs. 158.72 Lakhs.

24. Exceptional Items

(Rs. in Lakhs)

Particulars	For the year ended 31 st March, 2020	For the year ended 31 st March, 2019
Reversal of Provision on Advances	-	(370.00)
Liabilities written back	(87.44)	(725.00)
Penalty – SEBI	-	2145.53
Impairment of Goodwill	-	117.72
Total	(87.44)	1,168.25

25. Picturehouse Media Private Limited, a Wholly-Owned Subsidiary of the Company, incorporated in Singapore had submitted an application to the Accounting and Corporate Regulatory Authority of Singapore (“ACRA”) to strike off from the register of companies. Picturehouse Media Private Limited, Singapore has been officially struck off and dissolved with effect from 5th November, 2018. The Voluntary Strike off of the above dormant subsidiary does not have any material impact on the company.
26. The above audited consolidated financial results for the quarter ended and for the year ended 31st March, 2020 of PVP Ventures Limited ("the Holding company") have been reviewed by the Audit Committee and approved by the Board of Directors. The statutory auditors of the company have carried out an audit of the above consolidated financial results pursuant to Regulation 33 of the Securities and Exchange Board India (Listing Obligations and Disclosure requirements) Regulation, 2015 as amended and issued modified audit report.
27. The figures for the Quarters ended as on 31st March, 2020 and 31st March, 2019 are the balancing figures between the audited figures in respect of the full financial year and the published year to date figures upto the end of the third quarter. Also, the figures upto the third quarter was subject to limited review.

28. Previous period figures have been regrouped wherever necessary to confirm to current period classification.
29. These results are also available at the website of the company www.pvpglobal.com, www.bseindia.com and www.nseindia.com.

For and on behalf of the Board of Directors

PRASAD VEERA POTLURI
Digitally signed by
PRASAD VEERA POTLURI
Date: 2020.07.31
05:34:20 -07'00'

Place: Hyderabad
Date: July 31, 2020

Prasad V. Potluri
Chairman & Managing Director

PVP VENTURES LIMITED
CONSOLIDATED STATEMENT OF ASSETS & LIABILITY AS AT 31ST MARCH, 2020

(Rs. in Lakhs)

	Particulars	As at	As at
		March 31, 2020	March 31, 2021
		Audited	Audited
I	ASSETS		
(1)	Non Current Assets		
	(a) Property, Plant and Equipment	1,372.02	1,231.57
	(b) Good Will	-	-
	(c) Other Intangible Asset	6.35	7.38
	(d) Right to use of Asset	-	-
	(e) Financial Assets		
	(i) Investments	2,904.45	3,299.36
	(ii) Other financial assets	63.58	58.21
	Total Financial Asset	2,968.03	3,357.57
	(f) Deferred tax assets (net)	941.74	1,211.62
	(g) Other non current assets	14,260.31	15,127.90
	Total Non Current Assets	19,548.45	20,936.04
(2)	Current assets		
	(a) Inventories	34,099.50	34,369.48
	(b) Financial Assets		
	(i) Trade receivables	150.31	162.89
	(ii) Loans	5,638.19	9,502.83
	(iii) Cash and cash equivalents	34.37	180.66
	(iv) Other financial assets	1,539.58	1,690.55
	Total Financial Asset	7,362.45	11,536.93
	(c) Other current assets	99.67	102.25
	Total Current Assets	41,561.62	46,008.66
(3)	Non current assets classified as held for sale	-	-
	Total Assets	61,110.07	66,944.70
II	EQUITY AND LIABILITIES		
A	EQUITY		
	(a) Equity Share Capital	24,396.25	24,396.25
	(b) Other Equity	(18,346.26)	(12,124.31)
	(c) Non Controlling Interest	(7,150.02)	(3,903.58)
	(d) Equity Component of Parent Company	707.00	707.00
	Total Equity	(393.03)	9,075.36
B	LIABILITIES		
(1)	Non Current Liabilities		
	(a) Financial Liabilities		
	(i) Borrowings	18,340.39	24,120.77
	(ii) Other financial liabilities	247.09	-
	Total Financial Liabilities	18,587.48	24,120.77
	(b) Provisions	25.26	26.80
	(c) Differed tax liabilities (Net)	-	-
	(d) Other non current liabilities	4,252.59	4,516.13
	Total Non Current Liabilities	22,865.33	28,663.70
(2)	Current Liabilities		
	(a) Financial Liabilities		
	(i) Borrowings	10,933.72	10,678.73
	(ii) Trade payables	213.79	182.63
	(iii) Other financial liabilities	19,929.85	9,506.38
	Total Financial Liabilities	31,077.36	20,367.74
	(b) Provisions	1,610.95	1,515.43
	(c) Other current liabilities	5,949.46	7,322.47
	Total Current Liabilities	38,637.77	29,205.64
(3)	Liabilities associated with non current assets held for sale	-	-
	Total Equity and Liabilities	61,110.07	66,944.70

PVP VENTURES LIMITED
CONSOLIDATED CASH FLOW STATEMENT FOR THE HALF YEAR ENDED 31ST MARCH, 2020

(Rs. in Lakhs)

	Particulars	As at	As at
		March 31, 2020	March 31, 2019
		Audited	Audited
A. CASH FLOW FROM OPERATING ACTIVITIES			
Profit / (Loss) before Tax		(9,065.03)	(11,628.56)
Adjustments for:			
Depreciation and Amortization		246.22	170.92
(Profit) / Loss on Sale of PPE, Intangible Assets and Investment Property		2.60	(1.50)
Unrealised (Gain) / loss on Foreign Exchange Fluctuations (Net)		-	12.09
Fair Value of investments through Profit and Loss		(0.33)	(0.35)
Provision for diminution in value of Investments		395.23	92.70
Provision for Employee Benefits		(2.39)	16.33
Provision on Interest paid to SEBI		-	6.79
Provision for Doubtful Advances		970.02	606.93
Bad Debts written off		81.28	17.77
Inventory written off		-	16.25
Sundry Creditors written off		(7.34)	(1.87)
IND AS Adjustment- FVTPL - Loans & Advances		21.06	18.40
Interest provided on income tax dues		102.83	169.29
Contingent Provision on Sub Standard asset		3,099.47	6,198.93
Assets writtenoff			18.99
Interest Income		(276.50)	(657.21)
Interest Expenses		6,737.09	5,679.02
Cash Generated Before Working Capital Changes		2,304.22	734.92
Movement In Working Capital			
Increase / (Decrease) in Trade Payables		38.53	(256.27)
Increase / (Decrease) in Other Financial Liabilities		69.90	(16.71)
Increase / (Decrease) in Other Liabilities		(1,636.55)	525.80
(Increase) / Decrease in Trade Receivables		(6.47)	556.41
(Increase) / Decrease in Inventories		269.98	(987.46)
(Increase) / Decrease in Loans & Advances		625.18	(717.40)
(Increase) / Decrease in Other Financial Assets		126.05	(143.01)
(Increase) / Decrease in Other Assets		(25.14)	(256.83)
Cash Generated From Operations		1,765.70	(560.55)
Direct Taxes Paid		(8.28)	(718.26)
Interest expenses on financing activity		(14.53)	(41.29)
Net Cash Flow From / (Used in) Operating Activities	(A)	1,742.89	(1,320.10)
B. CASH FLOW FROM / (USED IN) INVESTING ACTIVITIES			
Purchase of PPE, Intangible Assets and Investment Property		(11.77)	(76.97)
Proceeds from Sale of PPE, Intangible Assets and Investment Property		20.00	4.11
Capital Advances		-	(0.40)
Purchase of Non Current Investments - Others		-	(0.03)
Proceeds from sale of Non Current Investments - Others		0.26	996.11
Interest Income Received		190.62	1,009.45
Net Cash Flow From / (Used in) Investing Activities	(B)	199.11	1,932.27
C. CASH FLOW FROM / (USED IN) FINANCING ACTIVITIES			
Proceeds from/(to) Short - Term Borrowings (Net)		254.99	242.87
Proceeds from Long Term Borrowings		832.83	11,869.65
Repayment of Long Term Borrowings		(1,995.91)	(10,264.56)
Interest Paid		(1,076.92)	(2,410.34)
Lease Liability Paid		(103.28)	-
Net Cash Flow From / (Used in) Financing Activities	(C)	(2,088.29)	(562.38)
Net Increase / (Decrease) in Cash and Cash Equivalents	(A+B+C)	(146.29)	49.79
Cash and Cash Equivalents at the beginning of the year		180.66	130.87
Cash and Cash Equivalents at the end of the year		34.37	180.66
Components of Cash and Cash Equivalents			
Cash in Hand		0.20	6.96
Balances with Banks			
-In Current Accounts & Deposit Accounts		34.17	173.70
Cash and cash Equivalent		34.37	180.66

Independent Auditor's Report on the Annual Consolidated Financial Results pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, (as amended)

To,
The Board of Directors
PVP Ventures Limited

Qualified Opinion

We have audited the accompanying consolidated annual financial results of **PVP Ventures Limited** (hereinafter referred to as the "Holding Company") and its subsidiaries (Holding Company and its subsidiaries together referred to as "the Group"), for the year ended 31st March, 2020 (the "Statement"), attached herewith, being submitted by the Holding Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us and based on the consideration of the reports of the other auditors on separate audited financial statements of the subsidiaries, the statement:

- a. includes the results of the following subsidiary companies in annexure 1.
- b. are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- c. *except for the possible effect of the matters described in Basis for Qualified Opinion paragraph below, gives a true and fair view in conformity with the applicable accounting standards and other accounting principles generally accepted in India, of the consolidated net loss and other comprehensive income and other financial information of the group for the year ended 31st March, 2020.*

Basis for Qualified Opinion

1. *Attention is invited to note no.3 to the consolidated financial results, the holding company has mortgaged its land situated at perambur as a security and also given corporate guarantee to a bank for the borrowings made by PVP Capital Limited (i.e. wholly owned step down subsidiary company) amounting to Rs.10,000 Lakhs. The outstanding amount is Rs.16,787.91 lakhs as per the books of accounts as on 31st March, 2020.*

PVP Capital Limited has not adhered to repayment schedule for principal and interest dues to its bank, consequent to which the bank filed for recovery of its dues before the Debt Recovery Tribunal (DRT) and also initiated recovery proceedings against the company under Securitization and Reconstruction of Financial Assets and Enforcement of Security Interest Act, 2002 (SARFAESI Act, 2002). Further, the bank has taken symbolic possession of immovable property and issued sale notice for e-auction of the property given by the ultimate holding company as corporate guarantee but there were no bidders. We were informed that the PVP Capital Limited is in negotiation with the bank for one time settlement (OTS).

The management asserts that no adjustment to the carrying value is required as it is confident that the payment obligation by the PVP Capital Limited will be met in due course. Whereas, in our view the carrying value of the relevant mortgaged assets is dependent on the repayment of the loan by the PVP Capital Limited. In this background, we are unable to express our view whether the company is justified in carrying the assets that have been mortgaged where the underlying loan have already been defaulted and similarly whether the company is justified in not taking cognizance of financial obligation that may

devolve on the company towards corporate guarantee issued. Accordingly, to the extent of the carrying value of assets or the guarantees issued should be considered as obligation of the company. Accordingly, the loss for the year end is understated to this extent.

2. *Attention is invited to note no.1(b) and 1(d) to the consolidated financial results, which explains the management view point and understanding of the implications arising on account of defaults committed in redeeming the debentures as per the schedule of redemption, though the management obtained an extension from the debenture holder vide letter dated 05th February, 2020 till 31st May, 2020 and further extension vide letter dated 23rd June 2020 till 31st August, 2020, we are unable to express our opinion whether such extension of redemption period (covering all the defaults happened upto 31st March, 2019) with retrospective effect will exonerate the board of directors from the implications of section 164(2)(b) of the Companies Act, 2013.*
3. *Attention is invited to note no.6 to the consolidated financial results includes financial results of Picturehouse Media Limited, in relation to loans and advances made for film production (including interest accrued) amounting to Rs.3,632.82 lakhs, whose realisability is significantly dependent on timely completion of production of films and the commercial viability of the films under production etc. Management is of the view that loans and advances can be realised at the time of release of the movies and accordingly, the company is confident of realizing the entire amount of loans with interest and does not foresee any erosion in carrying value. We were unable to obtain sufficient appropriate audit evidence about the carrying amounts of loans and advances as on 31st March, 2020 as the management was unable to provide us the current status of production films and confirmation of balances from the borrowers. Consequently, we were unable to determine whether any adjustments to the carrying amounts of loans and advances were necessary and to this extent, for the year is understated to this extent.*
4. *As explained in Note No.6 to the consolidated financial results includes financial results of Picturehouse Media Limited, in relation to inventory i.e films production expenses amounting to Rs. 4,894.43 lakhs, mainly consists of advances given to artists and co-producers. As the management has not commenced the production of films, the advances continued to be carried as inventory. However, management states that it is evaluating options for optimal utilization of these payments. In the absences of demonstrable approach towards commencement and completion of production of films and also in the absence of confirmation of balances from the parties, we are of the view that the realisability of the inventory is doubtful and in the absence of any provision in this regard, the loss for the year is understated to this extent.*
5. *The independent auditor of subsidiary companies have drawn Qualified Opinion which has been reproduced by us as under:*
 - a. *Attention is invited to note no.9 to the consolidated financial results includes the results of PVP Capital Limited, company has not adhered to repayment schedule for principal and interest dues to its bank, consequent to which the bank filed for recovery of its dues before the Debt Recovery Tribunal (DRT) and also initiated recovery proceedings against the company under Securitization and Reconstruction of Financial Assets and Enforcement of Security Interest Act, 2002 (SARFAESI Act, 2002). Further, the bank has taken symbolic possession of immovable property and issued sale notice for e-auction of the property given by the ultimate holding company as corporate guarantee but there were no bidders and consequently the e-auction sale proceedings has become in fructuous. The outstanding amount is Rs.16,787.91 lakhs as per books of accounts as on 31st March, 2020.*

Further, the company is currently pursuing the realization of dues to the company and settlement of existing lenders, other than this the company has not been carrying any business activity, theregulatory authorities may cancel the registration to carry the principal business activity as a Non-Banking Finance Company due to non-maintenance of minimum net owned fund of Rs.200 lakhs as stated in said note to the financial statements, the company's ability to meet its financial obligations,

non payment of statutory dues and in the absence of visible cash flows, doubts are cast on its ability to continue as a going concern to achieve its future business plans. Taking into consideration, pending ultimate outcome of the legal proceedings as well as liquidity constraints, we are unable to express our view whether it would be appropriate to treat the company as going concern. However based on the management assertions the company's financial results have been prepared on the basis of going concern, the impact if any, if the company was to be treated as not a going concern is not ascertainable at this stage.

- b. Attention is invited to note no.10 to the consolidated financial results includes the results of PVP Capital Limited, in relation to loans for film production amounting to Rs.15,381.04 lakhs, whose realisability is significantly dependent on timely completion of production of films and the commercial viability of the films under production etc. Management has assessed the recoverability of the loan amount and accordingly made a provision amounting to Rs.12,397.87lakhs as adequate, no additional provision is necessary in this regard. However, Management is not able to provide us the status of production of films and recoverability of the whole amount. Accordingly, we are unable to express our view, whether any adjustments to the carrying value, if any required, is not ascertainable at this stage.*
- c. Attention is invited to note no.11 to the consolidated financial results includes the results of Safe Trunk Services Private Limited, no impairment assessment of property, plant and equipment and intangible assets in carrying value amounting to Rs.1,003.32 lakhs as on 31st March, 2020 is made for the business of safe locker facility centre, despite low cash flows from cash generating unit (CGU). Therefore, we are unable to comment on consequential impairment, if any, that is required to be made in carrying value of property, plant and equipment and intangible assets.*
- d. Attention is invited to note no.12 to the consolidated financial results includes the results of PVP Global Ventures Private Limited, The Company has given advances to body corporates of Rs. 13,755.54 lakhs for scouting of land for the proposed power projects. The long duration of outstanding of these advances and other factors like low probability of getting a big chunk of land for a power project indicate the existence of uncertainty on the eventual realisability of these advances. The financial impact if any due to non realisability is not ascertainable at this stage.*

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013 ("Act"). Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated Financial Results section of our report. We are independent of the Group, in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence obtained by us and other auditors in terms of their reports referred to in "Other Matter" paragraph below, is sufficient and appropriate to provide a basis for our Qualified Opinion.

Material uncertainty related to Going Concern

Attention is invited to Note No.19 to the consolidated financial results, which indicates that the group was unable to honour its obligation towards repayment of principal and interest to its debenture holders and bank. Further, the impact of outbreak of Coronavirus (COVID -19) on the business operations especially considering the prevalent situation in real estate sector and movie production sector in which the group has significant exposure and along with the other matters as stated in said note, indicates that there is a material uncertainty exists that may cast doubt on the company's ability to continue as a going concern.

Our report is not modified in respect of this matter.

Emphasis of Matter

1. Attention is invited to note no.2(c) to the consolidated financial results, where many aspects of debenture trust deed have not been adhered by the company including repayment of principal and interest. We are unable to assess the current implications as the eventual outcome of these defaults which are unascertainable, as various concessions and approvals from the debenture holders, seeking exemptions from implications arising from the defaults in debenture trust deed are awaited.
2. Attention is invited to note no.5 and 7 to the consolidated financial results, Bombay Stock Exchange Limited (BSE) has imposed penalty on the company amounting to Rs. 20.56 lakhs as per regulation 17 and 19 of the SEBI (LODR) Regulations, 2015 for non compliance with the requirements pertaining to the composition of Board regarding failure to appoint Women Director and for non-compliance with the constitution of Nomination and Remuneration Committee. The company has disputed the same and filed an appeal before Securities Appellate Tribunal (SAT). Pending disposal of the appeal, the eventual obligation in this regard is unascertainable at this stage. Based on the management's assessment, that it has good case to succeed, hence, no provision is made in the financial results.
3. Attention is invited to Note no.20 to the consolidated financial results, where in the group has disclosed its assessment of COVID- 19 pandemic. As mentioned therein, the assessment of the Management does not indicate any material effect on the carrying value of its assets and liabilities of the Company on the reporting date or any adverse change in the ability of the Company to continue as a Going Concern. The assessment of Management is dependent on the circumstance as they evolve considering the uncertainties prevailing in the economic situation.
4. Attention is invited to note no.21 to the consolidated financial results, the obligations towards disputed income tax matters amounting to Rs.1,893.13 lakhs are pending before different judicial forums. Pending disposal of these appeals the eventual obligation in this regard is unascertainable at this time. Based on the management's assessment and based on the experts view on the merits of the dispute, no provision is made necessary in this regard.

Our opinion is not modified in respect of above matters.

Management's Responsibilities for Consolidated Financial Results

These Consolidated financial results have been prepared on the basis of the consolidated annual financial statements. The Holding Company's Board of Directors are responsible for the preparation and presentation of these consolidated financial results that give a true and fair view of the net loss and other comprehensive income and other financial information of the Group in accordance with the Indian Accounting Standards prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. The respective Board of Directors of the companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Group and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring accuracy and completeness of the accounting records, relevant to the preparation and presentation of the consolidated financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial results by the Directors of the Holding Company, as aforesaid.

In preparing the consolidated financial results, the respective Board of Directors of the companies included in the Group are responsible for assessing the ability of the Group to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the

respective Board of Directors either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the companies included in the Group are responsible for overseeing the financial reporting process of the Group.

Auditor's Responsibilities for the Audit of the Consolidated Financial Results

Our objectives are to obtain reasonable assurance about whether the consolidated financial results as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial results.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated financial results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3) (i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Conclude on the appropriateness of the Board of Directors use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Group to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial results, including the disclosures, and whether the consolidated financial results represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial results of the entities within the Group to express an opinion on the consolidated Financial Results. We are responsible for the direction, supervision and performance of the audit of financial information of such entities included in the consolidated financial results of which we are the independent auditors. For the other entities included in the consolidated Financial Results, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

We communicate with those charged with governance of the Holding Company and such other entities included in the consolidated financial results of which we are the independent auditors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

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

Other Matters

1. The consolidated financial results include the audited financial statements and other financial information in respect of ten subsidiaries, whose financial statements include total assets of Rs. 49,322.36 lakhs as at 31st March, 2020, total revenue of Rs.29.19 lakhs, total loss after tax of Rs.7,545.84 lakhs, total comprehensive loss (net of tax) of Rs.7,570.95 lakhs and net cash outflows of Rs.55.47 lakhs for the year ended 31st March, 2020, as considered in the consolidated financial results, which have been audited by their respective independent auditors. The independent auditor's reports on financial statements of these entities have been furnished to us and our opinion on the consolidated financial results, in so far as it relates to the amounts and disclosures included in respect of these entities, is based on solely on the report of such auditors and procedures performed by us are as stated in paragraph above.

Our opinion on the consolidated financial results is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditors.

2. The consolidated financial results include the results for the quarter ended 31st March, 2020 being the balancing figure between the audited figures in respect of the full financial year and the published unaudited year to date figures up to the third quarter of the current financial year which were subject to limited review by us.

For Brahmayya & Co.,
Chartered Accountants
Firm Reg. No. 000511S



K. Jitendra Kumar

K. Jitendra Kumar

Membership No. 201825
UDIN: 20201825AAAADQ1427

Place: Chennai Partner
Date : 31st July, 2020

Annexure 1:**List of companies consolidated in the PVP Ventures Limited**

Name of the Entity	Relationship
PVP Corporate Parks Private Limited (PCPPL)	Wholly Owned Subsidiary
PVP Global Ventures Private Limited (PVGPL)	Wholly Owned Subsidiary
PVP Media Ventures Private Limited (PMVPL)	Wholly Owned Subsidiary
Safetrunk Services Private Limited (SSPL)	Wholly Owned Subsidiary
New Cyberabad City Projects Private Limited (NCCPPL)	Subsidiary
Picturehouse Media Limited (PHML)	Subsidiary
Adobe Realtors Private Limited (ARPL)	Step Down Wholly Owned Subsidiary
Arete Real Estate Developers private limited (ARETE)	Step Down Wholly Owned Subsidiary
Expressions Real Estates Private Limited (EXPRESSION)	Step Down Wholly Owned Subsidiary
PVP Capital Limited (PCL)	Step Down Subsidiary
PVP Cinema Private Limited (PCPL)	Step Down Subsidiary



ANNEXURE I

Statement on Impact of Audit Qualifications (for audit report with modified opinion) submitted along with Annual Audited Standalone Financial Results of PVP Ventures Limited

Statement on Impact of Audit Qualification on Annual Audited Standalone Financial Results for the Financial Year ended 31st March 2020			
[See Regulation 33/52 of the SEBI (LODR) (Amendment) Regulations, 2016]			
Sl No	Particulars	Audited Figures	Adjusted Figures
		(as reported before adjusting for qualifications)	(audited figures after adjusting for qualifications)
		(Rs. in lakhs)	(Rs. in lakhs)
1	Turnover/Total Income	2,928.50	2,928.50
2	Total Expenditure	3,839.81	3,839.81
3	Net Profit/(Loss)	-1,181.36	-1,181.36
4	Earnings per share (in Rs.)	-0.48	-0.48
5	Total Assets	90,837.51	90,837.51
6	Total Liabilities	31,042.66	31,042.66
7	Net Worth	59,794.85	59,794.85
8	Any other financial item(s) (as felt appropriate by the management)		

Audit Qualification:

S No	Details of Audit Qualification	Type of Qualification	Frequency of Qualification	For Audit Qualification(s) where impact is quantified by the Auditor, Management Views	For Audit Qualification(s) where impact is not quantified by the Auditor		
					Managements estimation on impact of audit qualification	If management is unable to estimate the impact, reasons for the same	Auditors Comments
1	In relation to investment in equity shares includes investments in three subsidiary companies net off provision made amounting to Rs.25,008.90 Lakhs and loans and advances to subsidiary companies of net off provision made amounting to Rs.33,006.61 Lakhs. The management is of the view that considering the market value of the assets and expected cash flows from the business of these subsidiary companies the provision already made is adequate. However, considering erosion in the net worth of the subsidiary companies and their dependence on the holding company to continue as a going concern, and in the absence of visible cash flows, delay in commencement of projects and other related factors indicate the existence of material uncertainty in the ability of the company to realize the values thus, the carrying value of investments and loans and advances (net of provision already made) is unascertain of recoverability. Therefore, we are of the view that the carrying amounts of the investments as well as loans shall be adjusted for their realisability by making additional provision taking cognizance of erosion in the networth of the investee/loanee companies and also taking to consideration their inability to continue as a going concern. Accordingly, loss for the year end is understated to this extent	Qualified	Fifth Time	-	NIL	The value of investments in subsidiaries and loans and advances to these companies net of provisions made are currently standing at Rs.25,008.90 Lakhs and Rs.33,006.61 Lakhs respectively. Considering the intrinsic value of the assets held by these companies and potential cash flows that may accrue on account of their business operations the management is of view that the carrying value of net investments and loans and advances does not warrant any adjustment in the long run.	No Further comments

2	<p>The Company has mortgaged its land situated at perambur as a security and also given corporate guarantee to a bank for the borrowings made by PVP Capital Limited (i.e. wholly owned step down subsidiary company) amounting to Rs.10,000 Lakhs. The outstanding amount is Rs.16,787.91 lakhs as per the books of accounts as on 31st March, 2020.</p> <p>PVP Capital Limited has not adhered to repayment schedule for principal and interest dues to its bank, consequent to which the bank filed for recovery of its dues before the Debt Recovery Tribunal (DRT) and also initiated recovery proceedings against the company under Securitization and Reconstruction of Financial Assets and Enforcement of Security Interest Act, 2002 (SARFAESI Act, 2002). Further, the bank has taken symbolic possession of immovable property and issued sale notice for e-auction of the property given by the ultimate holding company as corporate guarantee but there were no bidders. We were informed that the PVP Capital Limited is in negotiation with the bank for one time settlement (OTS).</p>	Qualified	Second Time	-	NIL	<p>he Company has given a corporate guarantee to its step-down subsidiary company, PVP Capital Limited ('PVPCL'), has not adhered to repayment schedule of principal and interest due to a bank consequent to which the bank has filed a case for recovery of the dues before the Debt Recovery Tribunal (DRT) amounting to Rs.16,787.91 lakhs (including interest accrued) as per the books of accounts as on 31st March, 2020. The bank has taken symbolic possession of secured, immovable property of the Group Company under Securitisation and Reconstruction of Financial Assets and Enforcement of Security Interest Act, 2002 (SARFAESI) and issued an e-auction sale notice. There were no bidders for the aforesaid sale notice and consequently the e-auction sale proceedings have become infructuous. Further, PVPCL has applied for One Time Settlement to the bank and confident to settle the same.</p>	No Further comments
3	<p>The management view point and understanding of the implications arising on account of defaults committed in redeeming the debentures as per the schedule of redemption, though the management obtained an extension from the debenture holder vide letter dated 05th February, 2020 till 31st May, 2020 and further extension vide letter dated 23rd June 2020 till 31st August, 2020, we are unable to express our opinion whether such extension of redemption period (covering all the defaults happened upto 31st March, 2019) with retrospective effect will exonerate the board of directors from the implications of section 164(2)(b) of the Companies Act, 2013</p>	Qualified	First Time	-	NIL	<p>Under the circumstances, the company defaulted the redemption of debentures which has fallen due in 30th September, 2018, 31st December, 2018 and 31st March, 2019 beyond the time permitted under section 164(2)(b) of the Companies Act, 2013. However, as per the legal advice, management is of the view that eventhough the repayment has not been made within the period contemplated in the above refer section, the default has been ratified by the debenture holder with retrospective effect by virtue of which the management contents that the disqualification of directors as per the above provisions has not been attracted.</p>	No Further comments

For PVP Ventures Limited

Sd/-

Prasad V. Potluri
Chairman & Managing Director
DIN: 00179175

Place: Chennai
Date: 31st July, 2020

Sd/-

N S Kumar
Audit Committee Chairperson

For **Brahmayya & Co.,**
Chartered Accountants
Firm Reg No:000511S

Sd/-
K.Jitendra Kumar
Partner
Membership No: 201825

ANNEXURE 1

Statement on Impact of Audit Qualifications (for audit report with modified opinion) submitted along with Annual Audited Consolidation Financial Results of PVP Ventures Limited

Statement on Impact of Audit Qualification on Annual Audited Consolidation Financial Results for the Financial Year ended 31st March 2020			
[See Regulation 33/52 of the SEBI (LODR) (Amendment) Regulations, 2016]			
Sl No	Particulars	Audited Figures	Adjusted Figures
		(as reported before adjusting for qualifications) (Rs. in lakhs)	(audited figures after adjusting for qualifications) (Rs. in lakhs)
1	Turnover/Total Income	4,452.19	4,452.19
2	Total Expenditure	13,604.66	13,604.66
3	Net Profit/(Loss)	-9,335.48	-9,335.48
4	Earnings per share (in Rs.)	-3.83	-3.83
5	Total Assets	61,110.07	61,110.07
6	Total Liabilities	61,503.10	61,503.10
7	Net Worth	-393.03	-393.03
8	Any other financial item(s) (as felt appropriate by the management)	-	-

Audit Qualification:

S No	Details of Audit Qualification	Type of Qualification	Frequency of Qualification	For Audit Qualification(s) where impact is quantified by the Auditor, Management Views	For Audit Qualification(s) where impact is not quantified by the Auditor		
					Managements estimation on impact of audit qualification	Auditors Comments	
1	The management view point and understanding of the implications arising on account of defaults committed in redeeming the debentures as per the schedule of redemption, though the management obtained an extension from the debenture holder vide letter dated 05th February, 2020 till 31st May, 2020 and further extension vide letter dated 23rd June 2020 till 31st August, 2020, we are unable to express our opinion whether such extension of redemption period (covering all the defaults happened upto 31st March, 2019) with retrospective effect will exonerate the board of directors from the implications of section 164(2)(b) of the Companies Act, 2013	Qualified	First Time	-	NIL	Under the circumstances, the company defaulted the redemption of debentures which has fallen due in 30th September, 2018, 31st December, 2018 and 31st March, 2019 beyond the time permitted under section 164(2)(b) of the Companies Act, 2013. However, as per the legal advice, management is of the view that eventhough the repayment has not been made within the period contemplated in the above refer section, the default has been ratified by the debenture holder with retrospective effect by virtue of which the management contents that the disqualification of directors as per the above provisions has not been attracted.	No Further comments
2	The holding company has mortgaged its land situated at perambur as a security and also given corporate guarantee to a bank for the borrowings made by PVP Capital Limited (i.e. wholly owned step down subsidiary company) amounting to Rs.10,000 Lakhs. The outstanding amount is Rs.16,787.91 lakhs as per the books of accounts as on 31st March, 2020. PVP Capital Limited has not adhered to repayment schedule for principal and interest dues to its bank, consequent to which the bank filed for recovery of its dues before the Debt Recovery Tribunal (DRT) and also initiated recovery proceedings against the company under Securitization and Reconstruction of Financial Assets and Enforcement of Security Interest Act, 2002 (SARFAESI Act, 2002). Further, the bank has taken symbolic possession of immovable property and issued sale notice for e-auction of the property given by the ultimate holding company as corporate guarantee but there were no bidders. We were informed that the PVP Capital Limited is in negotiation with the bank for one time settlement (OTS).	Qualified	Second Time	-	NIL	The Holding Company has given a corporate guarantee to its step-down subsidiary company, PVP Capital Limited ('PVPCL'), has not adhered to repayment schedule of principal and interest due to a bank consequent to which the bank has filed a case for recovery of the dues before the Debt Recovery Tribunal (DRT) amounting to Rs.16,787.91 lakhs (including interest accrued) as per the books of accounts as on 31st March, 2020. The bank has taken symbolic possession of secured, immovable property of the Group Company under Securitisation and Reconstruction of Financial Assets and Enforcement of Security Interest Act, 2002 (SARFAESI) and issued an e-auction sale notice. There were no bidders for the aforesaid sale notice and consequently the e-auction sale proceedings have become infructuous. Further, PVPCL has applied for One Time Settlement to the bank and confident to settle the same.	No Further comments

	<p>The management asserts that no adjustment to the carrying value is required as it is confident that the payment obligation by the PVP Capital Limited will be met in due course. Whereas, in our view the carrying value of the relevant mortgaged assets is dependent on the repayment of the loan by the PVP Capital Limited. In this background, we are unable to express our view whether the company is justified in carrying the assets that have been mortgaged where the underlying loan have already been defaulted and similarly whether the company is justified in not taking cognizance of financial obligation that may devolve on the company towards corporate guarantee issued. Accordingly, to the extent of the carrying value of assets or the guarantees issued should be considered as obligation of the company. Accordingly, the loss for the year end is understated to this extent.</p>						
3	<p>In relation to loans and advances made for film production (including interest accrued) amounting to Rs.3,632.82 lakhs, whose realisability is significantly dependent on timely completion of production of films and the commercial viability of the films under production etc. Management is of the view that loans and advances can be realised at the time of release of the movies and accordingly, the company is confident of realizing the entire amount of loans with interest and does not foresee any erosion in carrying value. We were unable to obtain sufficient appropriate audit evidence about the carrying amounts of loans and advances as on 31st March, 2020 as the management was unable to provide us the current status of production films and confirmation of balances from the borrowers. Consequently, we were unable to determine whether any adjustments to the carrying amounts of loans and advances were necessary and to this extent, loss for the quarter and for the year is understated to this extent.</p>	Qualified	Second Time	-	NIL	<p>Realisability is significantly dependent on timely completion of production of films and the commercial viability of the films under production etc. Management is of the view that loans and advances can be realised at the time of release of the movies and accordingly, the company is confident of realizing the entire amount of loans with interest and does not foresee any erosion in carrying value. The management is confident of realising the value at which they are carried notwithstanding the period outstanding.</p>	No Further comments
4	<p>In relation to inventory i.e films production expenses amounting to Rs. 4,894.43 lakhs, mainly consists of advances given to artists and co-producers. As the management has not commenced the production of films, the advances continued to be carried as inventory. However, management states that it is evaluating options for optimal utilization of these payments. In the absences of demonstrable approach towards commencement and completion of production of films and also in the absence of confirmation of balances from the parties, we are of the view that the realisability of the inventory is doubtful and in the absence of any provision in this regard, the loss for the quarter and for the year is understated to this extent.</p>	Qualified	Second Time	-	NIL	<p>The films under production expenses mainly comprising payments to artists and co-producers the company is evaluating options for optimal utilization of these payments in production and release of films. The management does not foresee any erosion in carrying value.</p>	No Further comments
	<p>PVP Capital Limited, company has not adhered to repayment schedule for principal and interest dues to its bank, consequent to which the bank filed for recovery of its dues before the Debt Recovery Tribunal (DRT) and also initiated recovery proceedings against the company under Securitization and Reconstruction of Financial Assets and Enforcement of Security Interest Act, 2002 (SARFAESI Act, 2002). Further, the bank has taken symbolic possession of immovable property and issued sale notice for e-auction of the property given by the ultimate holding company as corporate guarantee but there were no bidders and consequently the e-auction sale proceedings has become in fructuous. The outstanding amount is Rs.16,787.91 lakhs as per books of accounts as on 31st March, 2020.</p>					<p>The Company, has not adhered to repayment schedule of principal and interest due to a bank consequent to which the bank has filed a case for recovery of the dues before the Debt Recovery Tribunal (DRT) amounting to Rs.16,787.91 lakhs (including interest accrued) as per the books of accounts as on 31st March, 2020. The bank has taken symbolic possession of secured, immovable property of the Group Company under Securitisation and Reconstruction of Financial Assets and Enforcement of Security Interest Act, 2002 (SARFAESI) and issued an e-auction sale notice. There were no bidders for the aforesaid sale notice and consequently the e-auction sale proceedings have become infructuous. Further, PVPCL has applied for One Time Settlement to the bank and confident to settle the same.</p> <p>Further, The company has received communication letter from the Reserve Bank of India (RBI) letter dated 20th November, 2019, stating that</p>	

5	Further, the company is currently pursuing the realization of dues to the company and settlement of existing lenders, other than this the company has not been carrying any business activity, the regulatory authorities may cancel the registration to carry the principal business activity as a Non- Banking Finance Company due to non-maintenance of minimum net owned fund of Rs.200 lakhs as stated in said note to the financial statements, the company's ability to meet its financial obligations, non payment of statutory dues and in the absence of visible cash flows, doubts are cast on its ability to continue as a going concern to achieve its future business plans. Taking into consideration, pending ultimate outcome of the legal proceedings as well as liquidity constraints, we are unable to express our view whether it would be appropriate to treat the company as going concern. However based on the management assertions the company's financial results have been prepared on the basis of going concern, the impact if any, if the company was to be treated as not a going concern is not ascertainable at this stage.	Qualified	Second Time	-	NIL	the company has not maintained the mandatory amount of Net Owned Fund of Rs.200 Lakhs. Further, RBI has instructed to furnish an action plan to achieve the mandatory amount of Net Owned Fund of Rs.200 Lakhs on or before 31st March, 2020, failing which RBI would be constrained to initiate strict action including the cancellation of Certificate of Registration. Management has evaluating the action plans to realize the dues to the company and settlement the existing vendors, further company can carry the movie financing business after taking necessary approvals from the RBI. Hence management is of the view that the financial statements shall continue to be prepared on the assumption that the company is a going concern.	No Further comments
6	PVP Capital Limited, in relation to loans for film production amounting to Rs.15,381.04 lakhs, whose realisability is significantly dependent on timely completion of production of films and the commercial viability of the films under production etc. Management has assessed the recoverability of the loan amount and accordingly made a provision amounting to Rs.12,397.87 lakhs as adequate, no additional provision is necessary in this regard. However, Management is not able to provide us the status of production of films and recoverability of the whole amount. Accordingly, we are unable to express our view, whether any adjustments to the carrying value, if any required, is not ascertainable at this stage.	Qualified	Second Time	-	NIL	The company has a loan book of Rs. 15,381.04 lakhs given to various film producers. Due to significant delay in completing the films, the Company's customers did not service the interest and loan repayment. Consequently, the company has made a cumulative provision of Rs. 12,397.87 lakhs for the expected credit loss. Management asserts that no adjustment to the carrying value is required as it is confident of recovery from the borrowers.	No Further comments
7	No impairment assessment of property, plant and equipment and intangible assets in carrying value amounting to Rs.1,003.32 lakhs as on 31st March, 2020 is made for the business of safe locker facility centre, despite low cash flows from cash generating unit (CGU).Therefore, we are unable to comment on consequential impairment, if any, that is required to be made in carrying value of property, plant and equipment and intangible assets.	Qualified	Second Time	-	NIL	Safetrunk Services Pvt Ltd (SSPL) is engaged in the business of providing private locker facility center. The company has 4294 lockers with high-end security facilities, which can be considered as a State of art infrastructure facility. The Company commenced its operation during the financial year 2018 and is in the process of consolidating the market. There is no intention to liquidate and the Company has got foreseeable future. Despite low cash flows from the cash generating unit (CGU), impairment of the carrying value of entire assets of the CGU of Rs.1,003.32 lakhs has not been provided for, due to which the Loss is lesser by this amount. Considering the gestation period for market capitalisation, the financial statements are prepared on Going Concern basis though the Company's income is far less than the operational expenditure and the management does not foresee any erosion in carrying value of Cash Generating Unit.	No Further comments
8	PVP Global Ventures Private Limited, The Company has given advances to body corporates of Rs. 13,755.54 lakhs for scouting of land for the proposed power projects. The long duration of outstanding of these advances and other factors like low probability of getting a big chunk of land for a power project indicate the existence of uncertainty on the eventual realisability of these advances. The financial impact if any due to non realisability is not ascertainable at this stage.	Qualified	First Time	-	NIL	PVP Global Ventures Private Limited has advanced a sum of Rs. 13,755.54 Lakhs towards acquisition of land and other rights for its proposed power project(s). In terms of the arrangements, these parties are required to facilitate acquisition of certain areas of land parcels within 48 months against which these advances are paid off, failing the completion of the land parcel, the group may demand payment of the advance and shall not be obliged to acquire the land parcel from these parties.	No Further comments

For PVP Ventures Limited

Sd/-

Prasad V. Potluri
Chairman & Managing Director
DIN: 00179175

Place: Chennai
Date: 31st July, 2020

For Brahmayya & Co.,
Chartered Accountants
Firm Reg No:000511S

Sd/-

R.Nagarajan
Audit Committee Chairperson

Sd/-

K.Jitendra Kumar
Partner
Membership No: 201825