PVP Ventures Limited
Registered Office: Door No. 2, 9th Floor, KRM Centre, Harrington Road, Chetpet, Chennai-600031
Web: www.pvpglobal.com
CIN:L72300TN199PLC020122

Statement of Standalone Audited Financial Results for the Quarter and Year ended March 31, 2021 — Rs. In lakhs

	PARTICULARS	Standalone				
		Quarter ended			Year ended	
		31.03.2021 Unaudited	31.12.2020 Unaudited	31.03.2020 Unaudited	31.03.2021 Audited	31.03.2020 Audited
1	**Income**					
	Revenue from operations	413.65	908.80	601.33	1,753.10	2,900.45
	Other Income	37.63	4.97	10.25	52.08	28.05
	Total Income (1)	**451.28**	**913.77**	**611.58**	**1,805.18**	**2,928.50**
2	**Expenses**					
	(a) Cost of film production expenses	-	-	-	-	-
	(b) Purchases of Stock-in-Trade	-	-	-	-	-
	(c) Changes in inventories of finished goods work-in-progress	25.63	47.96	30.22	99.50	149.93
	(d) Employee benefit expenses	44.63	31.27	44.11	133.46	156.26
	(e) Finance Cost	682.22	685.63	734.05	2,781.08	2,918.04
	(f) Depreciation and amortization expenses	3.09	26.54	21.45	70.89	86.83
	(g) Others expenses	77.02	45.84	62.28	195.63	528.75
	Total Expenses (2)	**832.59**	**837.24**	**892.11**	**3,280.56**	**3,839.81**
3	**Profit/(Loss) before exceptional items and tax (1-2)**	**(381.31)**	**76.53**	**(280.53)**	**(1,475.38)**	**(911.31)**
4	Exceptional items	-		-	-	-
5	**Profit/(Loss) before tax (3-4)**	**(381.31)**	**76.53**	**(280.53)**	**(1,475.38)**	**(911.31)**
6	**Tax expense**					
	a) Current Tax	(263.37)	205.17	269.88	-	269.88
	b) Deferred Tax	-	-	-	-	-
	c) Income tax for earlier years	-	-	0.17	-	0.17
7	**Net Profit/(Loss) for the period/year (5-6)**	**(117.94)**	**(128.64)**	**(550.58)**	**(1,475.38)**	**(1,181.36)**
8	Other Comprehensive Income					
	a) (i) Items that will not be reclassified subsequently to profit and loss					
	Remeasurement of defined benefit obligation	4.38	-	2.24	4.38	2.24
	Less : Income tax expense					
	Total Other Comprehensive Income (8)	**4.38**	**-**	**2.24**	**4.38**	**2.24**
9	**Total Comprehensive Income (7+8)**	**(113.56)**	**(128.64)**	**(548.34)**	**(1,471.00)**	**(1,179.12)**
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				33,818.58	35,289.58
12	Earnings per share					
	(a) Basic (in Rs.)	(0.05)	(0.05)	(0.22)	(0.60)	(0.48)
	(b) Diluted (in Rs.)	(0.05)	(0.05)	(0.22)	(0.60)	(0.48)

See accompanying notes to financial results

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PVP VENTURES LIMITED, CHENNAI

STANDALONE BALANCE SHEET AS AT 31st MARCH, 2021

(Rs. in Lakhs)

	Particulars	As at Mar 31, 2021	As at Mar 31, 2020
		Audited	Audited
I	**ASSETS**		
(1)	**Non Current Assets**		
	(a) Property, Plant and Equipment	300.12	228.11
	(b) Other Intangible Asset	0.02	0.07
	(c) Financial Assets		
	(i) Investments	81,547.96	82,412.18
	(ii) Loans	23.73	27.86
	Total Financial Asset	**81,571.69**	**82,440.04**
	(d) Deferred tax assets (net)	941.74	941.74
	(e) Other non current assets	153.97	226.56
	Total Non Current Assets	**82,967.54**	**83,836.52**
(2)	**Current assets**		
	(a) Inventories	6,503.08	6,602.58
	(b) Financial Assets		
	(i) Trade receivables	153.61	129.21
	(ii) Cash and cash equivalents	375.53	25.96
	(iii) Loans	1.19	4.36
	(iv) Other financial assets	211.99	234.51
	Total Financial Asset	**742.32**	**394.04**
	(c) Other current assets	8.02	4.38
	Total Current Assets	**7,253.42**	**7,001.00**
	Total Assets	**90,220.96**	**90,837.51**
II	**EQUITY AND LIABILITIES**		
A	**EQUITY**		
	(a) Equity Share Capital	24,505.27	24,505.27
	(b) Other Equity	33,818.58	35,289.58
	Total Equity	**58,323.85**	**59,794.85**
B	**LIABILITIES**		
(1)	**Non Current Liabilities**		
	(a) Financial Liabilities		
	(i) Borrowings	7,094.48	10,152.07
	(ii) Other Financial Liabilities	147.30	5.80
	Total Financial Liabilities	**7,241.78**	**10,157.87**
	(b) Provisions	13.29	15.84
	(c) Deferred tax liabilities (Net)	-	-
	(d) Other non current liabilities	3,954.74	4,220.58
	Total Non Current Liabilities	**11,209.81**	**14,394.29**
(2)	**Current Liabilities**		
	(a) Financial Liabilities		
	(i) Borrowings	1,490.46	1,442.98
	(ii) Trade payables		
	Total Outstanding dues to Micro, Small and Medium Enterprises		
	Total Outstanding dues to creditors other than Micro, Small and Medium Enterprises	45.50	80.45
	(iii) Other financial liabilities	16,836.44	11,776.34
	Total Financial Liabilities	**18,372.40**	**13,299.77**
	(b) Other current liabilities	2,074.44	3,009.87
	(c) Provisions	240.46	338.73
	Total Current Liabilities	**20,687.30**	**16,648.37**
(3)	**Liabilities associated with non current assets held for sale**	-	-
	Total Equity and Liabilities	**90,220.96**	**90,837.51**

See accompanying notes to financial results

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PVP VENTURES LIMITED, CHENNAI

STANDALONE CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2021

(Rs. in Lakhs)

	Particulars		Year Ended Mar 31, 2021 Audited	Year Ended Mar 31, 2020 Audited
A.	**CASH FLOW FROM OPERATING ACTIVITIES**			
	Profit / (Loss) before Tax		(1,475.38)	(911.31)
	Adjustments for:			
	Depreciation and Amortization		70.89	86.83
	(Profit) / Loss on Sale of PPE, Intangible Assets and Investment Property		-	2.60
	Loss on sale of Investment in subsidiary		-	3.24
	Provision for Employee Benefits		(19.89)	(2.28)
	Provision for Doubtful Advances			35.00
	Baddebts written off		-	70.00
	Impairment on Financial Instruments		-	3.38
	Interest provided on income tax dues		-	22.29
	Expenses written back		-	(3.54)
	Assets written off		-	0.04
	Interest Income		(25.04)	(23.81)
	Interest Expenses		2,780.01	2,883.62
	Cash Generated Before Working Capital Changes		**1,330.59**	**2,166.06**
	Movement In Working Capital			
	Increase / (Decrease) in Trade Payables		(34.95)	42.12
	Increase / (Decrease) in Other Financial Liabilities		(11.38)	(0.04)
	Increase / (Decrease) in Other Liabilities		(1,201.27)	(1,817.55)
	(Increase) / Decrease in Trade Receivables		(24.40)	14.63
	(Increase) / Decrease in Loans		3.17	(0.93)
	(Increase) / Decrease in Inventories		99.50	98.48
	(Increase) / Decrease in Other Financial Assets		3.83	60.40
	(Increase) / Decrease in Other Assets		(3.62)	1.27
	Cash Generated From Operations		**161.47**	**564.46**
	Direct Taxes Paid		(3.96)	(2.13)
	Net Cash Flow From / (Used in) Operating Activities	**(A)**	**157.51**	**562.33**
B.	**CASH FLOW FROM / (USED IN) INVESTING ACTIVITIES**			
	Purchase of PPE, Intangible Assets and Investment Property		(2.49)	(3.30)
	Proceeds from Sale of Investments		947.59	0.28
	Investments in Subsidiaries		(83.35)	(339.60)
	Interest Income Received		44.71	2.14
	Net Cash Flow From / (Used in) Investing Activities	**(B)**	**906.46**	**(340.48)**
C.	**CASH FLOW FROM / (USED IN) FINANCING ACTIVITIES**			
	Proceeds from/(to) Short - Term Borrowings (Net)		47.48	432.78
	Repayment of Long Term Borrowings		(786.43)	(415.15)
	Repayment of Lease Liabilities		(46.10)	(54.57)
	Interest Paid		70.66	(272.65)
	Net Cash Flow From / (Used in) Financing Activities	**(C)**	**(714.39)**	**(309.59)**
	Net Increase / (Decrease) in Cash and Cash Equivalents	**(A+B+C)**	349.58	(87.74)
	Cash and Cash Equivalents at the beginning of the year		25.96	113.70
	Cash and Cash Equivalents at the end of the year		**375.53**	**25.96**
	Components of Cash and Cash Equivalents			
	Cash in Hand		0.08	0.14
	Balances with Banks			
	-In Current Accounts & Deposit Accounts		375.45	25.82
	Cash and cash Equivalent		**375.53**	**25.96**

The above statement is prepared under indirect method.

See accompanying notes to financial statements

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KRM Centre, 9th Floor, Door No. 2, Harington Road, Chetpet, Chennai 600 031

Notes to the Audited Standalone Financial Results for the Year Ended March, 31,2021

1. a) The Company was 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.2,695.40 lakhs (out of which principal amounting to Rs.1,661.00 lakhs and Interest amounting to Rs.1034.40 lakhs) and Tranche B Debenture aggregating to Rs.8,123.04 lakhs (out of which principal amounting to Rs.4,145 lakhs and Interest amounting to Rs.3,978.04 lakhs) as on 31st March 2021 are still unpaid. As per the latest letter dated 08th February 2021, the company has received extension from the Debenture holder extending the repayment of principal and interest amount which have fallen due till 31st March 2021 to be paid on or before 30th June,2021. The debenture holders 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, 2020 amounting to Rs.5,062.81 lakhs (out of which principal amounting to Rs.3,037.50 lakhs and interest amounting to Rs.2,025.31 lakhs) 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. However, this sum is not provided for. The Board has requested debenture holders for waiver of interest of 5% pa (over and above the coupon). The waiver

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letter is yet to be received from the debenture holders. The auditors drawn emphasis of matter in this regard.

d) The company has defaulted redemption of debentures which has fallen due beyond the time permitted u/s 164 (2) (b) of the companies Act, 2013

The debenture holders have agreed for a revised scheme of redemption and payment of interest and have thereby agreed to extend time of redemption and payment of interest.

As per the legal advice, the Board is of the view that even though the repayment has not been made within the period contemplated in the above section, the disqualification mentioned u/s 164 (2) (b) of the Companies Act, 2013 are not applicable . The statutory auditors have drawn a qualified conclusion in 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.

   Further, as per the letter dated February 08, 2021, the company has received the extension from the Debenture holder for the repayment of Interest for the period from April 2017 to March 2020 amounting to Rs. 2,901.98 lakhs till the 30th June, 2021.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 Twelve months ended 31st March , 2021, the company has accounted finance cost of Rs.725 lakhs. As on 31st March, 2021, the outstanding payable is Rs.7,901.98 lakhs (out of which principal amounting to Rs.5,000 lakhs and interest amounting to Rs.2,901.98 lakhs) to Fully Convertible Debentures.

3. The value of investments in three subsidiaries (including deemed investments) net off provision for diminution thereon viz Rs 35,160.16 lakhs, wherever applicable in three subsidiary companies as at March 31,2021 is Rs 58,098.85 lakhs. Considering the market value of the assets held by the subsidiary companies and potential future cash flows that may accrue on account of their business operations the Board is of view that the carrying value of net investments (including deemed investments) does not warrant any further impairment as for now. The statutory auditors, however, have drawn qualified conclusion in this regard.

4. The Company has furnished a corporate guarantee to its step-down subsidiary company, PVP Capital Limited ('PVPCL'). 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.20012.67 lakhs (including interest accrued) as per PVPVCL's books of accounts as on 31st March , 2021. The bank has taken possession of mortgaged lands 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. PVPCL has applied for One Time Settlement to the lender bank and confident to settle the same. However, the statutory auditors have drawn a qualified conclusion in this regard.

5. The company was 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 Rs. 13,433.90 lakhs and the current ratio is not healthy. Further the company has obligations pertaining to operations which include unpaid creditors and statutory dues. However, the company has taken business initiatives in relation to saving cost and optimizing revenue. The company is also planning to launch residential lay out with infrastructure and amenities in 20 acres of land. Considering the current situation of real estate sector, the company is hopeful of improving operating performance and increasing sustainable cash flows. The company is confident that such cash flows which will increase its financial viability. 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 drawn emphasis of matter in this regard.

6. The company has furnished a corporate guarantee and hypothecated 10,00,000 numbers equity shares of Rs 10/- each held in a subsidiary company viz. Picturehouse Media Limited. With the approval of the developer, the company had 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, Chennai (SSPL). During the year, the subsidiary company has paid the entire amount. The transfer of shares pledged as collateral security to the company and the release of flats mortgaged with UCO Bank are yet to be completed by the lender bank.

7. The above audited standalone financial results for the year ended March 31, 2021 were reviewed & recommended by the Audit Committee and approved by the Board of Directors

Notes to the Audited Standalone Financial Results for the Year Ended March, 31,2021

at the meeting held on June 22, 2021. These above results have been subjected to audit by the statutory auditors of the company.

8. In the opinion of the Board, 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.

9. The statements have been prepared in accordance with the Companies (Accounting Standard) Rules, 2015 ('The Ind AS') prescribed under section 133 of the Companies Act, 2013.

10. These results are also available at the website of the company www.pvpglobal.com, www.bseindia.com and www.nseindia.com.

PVP Ventures Limited
Registered Office: Door No. 2, 9th Floor, KRM Centre, Harrington Road, Chetpet, Chennai-600031
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Statement of Consolidated Audited Financial Results for the Quarter and Year ended March 31, 2021 — Rs. In lakhs

	PARTICULARS	Consolidated				
		Quarter ended			Year ended	
		31.03.2021 Unaudited	31.12.2020 Unaudited	31.03.2020 Unaudited	31.03.2021 Audited	31.03.2020 Audited
1	**Income**					
	Revenue from operations	424.62	914.91	670.86	1,783.95	4,371.89
	Other Income	171.29	5.29	20.72	189.45	80.30
	Total Income (1)	**595.91**	**920.20**	**691.58**	**1,973.40**	**4,452.19**
2	**Expenses**					
	(a) Cost of film production expenses	3.03	-	2.64	3.03	987.04
	(b) Purchases of Stock-in-Trade	-	-	-	-	
	(c) Changes in inventories of finished goods work-in-progress and Stock-in-Trade	25.64	47.96	30.22	99.51	149.93
	(d) Employee benefit expenses	55.89	41.37	64.66	180.54	236.27
	(e) Finance Cost	984.40	1,750.96	1,950.67	6,131.28	6,912.06
	(f) Depreciation and amortization expenses	17.64	57.99	60.65	196.33	246.22
	(g) Other expenses	293.27	720.22	1,413.70	1,364.17	1,973.67
	(i) Impairment on Financial Instruments	290.64	237.41	774.87	1,491.59	3,099.47
	Total Expenses (2)	**1,670.51**	**2,855.91**	**4,297.41**	**9,466.45**	**13,604.66**
3	**Profit/(Loss) before exceptional items and tax (1-2)**	**(1,074.60)**	**(1,935.71)**	**(3,605.83)**	**(7,493.05)**	**(9,152.47)**
4	Exceptional items	569.08	-	-	569.08	87.44
5	**Profit/(Loss) before tax (3-4)**	**(1,643.68)**	**(1,935.71)**	**(3,605.83)**	**(8,062.13)**	**(9,065.03)**
6	**Tax expense**					
	a) Current Tax	(263.37)	205.17	269.88	-	269.88
	b) Deferred Tax	-	-	-	-	-
	c) Income tax for earlier years	-	-	0.57	-	0.57
	d) MAT Credit reversal	-	-	-	-	-
7	**Net Profit/(Loss) for the period/year (5-6)**	**(1,380.31)**	**(2,140.88)**	**(3,876.28)**	**(8,062.13)**	**(9,335.48)**
8	Other Comprehensive Income					
	a) (i) Items that will not be reclassified subsequently to profit and loss					
	Remeasurement of defined benefit obligation	7.01	-	7.36	7.01	7.36
	Less : Income tax expense					
	Total Other Comprehensive Income (8)	**7.01**	**-**	**7.36**	**7.01**	**7.36**
9	**Total Comprehensive Income (7+8)**	**(1,373.30)**	**(2,140.88)**	**(3,868.92)**	**(8,055.12)**	**(9,328.12)**
10	Paid-up equity share capital (Face Value of Re.	24,505.27	24,505.27	24,505.27	24,505.27	24,505.27
11	Other Equity	-			(23,978.82)	(18,346.26)
12	Earnings per share					
	(a) Basic (in Rs.)	(0.56)	(0.87)	(1.58)	(3.29)	(3.83)
	(b) Diluted (in Rs.)	(0.56)	(0.87)	(1.58)	(3.29)	(3.83)

See accompanying notes to financial results
Previous period's figures have been regrouped / rearranged wherever neccesary to make it comparable for the current period.

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PVP VENTURES LIMITED
CONSOLIDATED BALANCE SHEET AS AT 31st MARCH, 2021

(Rs. in Lakhs)

	Particulars	As at Mar 31, 2021	As at Mar 31, 2020
		Audited	Audited
I	**ASSETS**		
(1)	**Non Current Assets**		
	(a) Property, Plant and Equipment	480.73	1,372.02
	(b) Good Will	-	-
	(c) Other Intangible Asset	0.01	6.35
	(d) Financial Assets		
	(i) Investments	1,757.14	2,904.45
	(ii) Loans	33.95	63.58
	Total Financial Asset	**1,791.09**	**2,968.03**
	(e) Deferred tax assets (net)	941.74	941.74
	(f) Other non current assets	12,947.45	14,260.31
	Total Non Current Assets	**16,161.02**	**19,548.45**
(2)	**Current assets**		
	(a) Inventories	34,056.70	34,099.50
	(b) Financial Assets		
	(i) Trade receivables	162.13	150.31
	(ii) Cash and cash equivalents	393.39	34.37
	(iii) Loans	4,134.86	5,638.19
	(iv) Other financial assets	1,553.26	1,539.58
	Total Financial Asset	**6,243.64**	**7,362.45**
	(c) Other current assets	122.09	99.67
	Total Current Assets	**40,422.43**	**41,561.62**
(3)	**Non current assets classified as held for sale**	-	-
	Total Assets	**56,583.45**	**61,110.07**
II	**EQUITY AND LIABILITIES**		
A	**EQUITY**		
	(a) Equity Share Capital	24,396.25	24,396.25
	(b) Other Equity	(23,978.82)	(18,346.26)
	(c) Non Controlling Interest	(9,572.58)	(7,150.02)
	(d) Equity Component of Parent Company	707.00	707.00
	Total Equity	**(8,448.15)**	**(393.03)**
B	**LIABILITIES**		
(1)	**Non Current Liabilities**		
	(a) Financial Liabilities		
	(i) Borrowings	14,423.04	18,340.39
	(ii) Other financial liabilities	147.30	247.09
	Total Financial Liabilities	**14,570.34**	**18,587.48**
	(b) Provisions	26.11	25.26
	(c) Differed tax liabilities (Net)	-	-
	(d) Other non current liabilities	3,954.74	4,252.59
	Total Non Current Liabilities	**18,551.19**	**22,865.33**
(2)	**Current Liabilities**		
	(a) Financial Liabilities		
	(i) Borrowings	12,027.97	10,933.72
	(ii) Trade payables		
	Total Outstanding dues to Micro, Small and Medium Enterprises		
	Total Outstanding dues to creditors other than Micro, Small and Medium Enterprises	154.56	213.79
	(iii) Other financial liabilities	27,744.88	19,929.85
	Total Financial Liabilities	**39,927.41**	**31,077.36**
	(b) Provisions	1,499.84	1,610.95
	(c) Other current liabilities	5,053.16	5,949.46
	Total Current Liabilities	**46,480.41**	**38,637.77**
(3)	**Liabilities associated with non current assets held for sale**	-	-
	Total Equity and Liabilities	**56,583.45**	**61,110.07**

See accompanying notes to financial results

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PVP VENTURES LIMITED

CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2021

(Rs. in Lakhs)

	Particulars		Year ended March 31, 2021 Audited	Year ended March 31, 2021 Audited
A.	**CASH FLOW FROM OPERATING ACTIVITIES**			
	Profit / (Loss) before Tax		(8,062.13)	(9,065.03)
	Adjustments for:			
	Depreciation and Amortization		196.33	246.22
	(Profit) / Loss on Sale of PPE, Intangible Assets and Investment Property		1,135.49	2.60
	Exceptional Items		(569.08)	
	Fair Value of investments through Profit and Loss		(0.26)	(0.33)
	Provision for diminution in value of investment		200.00	395.23
	Bad Debts written off		-	81.28
	Provision for doubtful debts		870.97	970.02
	Ind As Adjustment - FVTPL - Loans & Advances		-	21.06
	Interest on Income Tax Dues		-	102.83
	Contingent provision on substandard assets		1,491.59	3,099.47
	Provision on Employee Benefits		(26.71)	(2.39)
	Sundry creditors written up		(3.22)	-
	Payable written off		(108.64)	-
	Unwinding of interest income on rental deposit		(2.75)	-
	Interest on advances to staff		(0.79)	-
	Excess provision written back		(18.86)	(7.34)
	Interest Income		(25.04)	(276.50)
	Interest Expenses		6,039.34	6,737.09
	Cash Generated Before Working Capital Changes		**1,116.24**	**2,304.21**
	Movement In Working Capital			
	Increase / (Decrease) in Trade Payables		(47.35)	38.53
	Increase / (Decrease) in Other Financial Liabilities		74.45	69.90
	Increase / (Decrease) in Other Liabilities		(1,125.15)	(1,636.55)
	(Increase) / Decrease in Trade Receivables		(11.93)	(6.47)
	(Increase) / Decrease in Inventories		13.65	269.98
	(Increase) / Decrease in Loans & Advances		117.76	625.18
	(Increase) / Decrease in Other Financial Assets		103.55	126.06
	(Increase) / Decrease in Other Assets		(9.52)	(25.14)
	Cash Generated From Operations		**231.70**	**1,765.70**
	Direct Taxes Paid		389.05	(8.28)
	Interest Expenses on financing activities		-	(14.53)
	Net Cash Flow From / (Used in) Operating Activities	**(A)**	**620.75**	**1,742.89**
B.	**CASH FLOW FROM / (USED IN) INVESTING ACTIVITIES**			
	Purchase of PPE, Intangible Assets and Investment Property		(2.49)	(11.77)
	Proceeds from Sale of PPE, Intangible Assets and Investment Property		4.84	20.00
	Repayment/(Advances) made for Film Finance		(262.47)	-
	Proceeds from sale of investments		947.57	0.26
	Intevestments/Advances to Subsidiaries		-	-
	Interest Income Received		44.72	190.62
	Net Cash Flow From / (Used in) Investing Activities	**(B)**	**732.17**	**199.11**
C.	**CASH FLOW FROM / (USED IN) FINANCING ACTIVITIES**			
	Proceeds from/(to) Short - Term Borrowings (Net)		(241.30)	254.99
	Proceeds from Long Term Borrowings		-	832.83
	Repayment of Long Term Bprrowings		(733.60)	(1,995.91)
	Interest Paid on borrowings		49.99	(1,076.92)
	Lease liability paid		(68.99)	(103.28)
	Net Cash Flow From / (Used in) Financing Activities	**(C)**	**(993.90)**	**(2,088.29)**
	Net Increase / (Decrease) in Cash and Cash Equivalents	**(A+B+C)**	359.02	(146.29)
	Cash and Cash Equivalents at the beginning of the year		34.37	180.66
	Cash and Cash Equivalents at the end of the year		**393.39**	**34.37**
	Components of Cash and Cash Equivalents			
	Cash in Hand		0.68	0.20
	Balances with Banks			
	-In Current Accounts & Deposit Accounts		392.71	34.17
	Cash and cash Equivalent		**393.39**	**34.37**

The above statement is prepared under indirect method.

See accompanying notes to financial statements

Prasad Veera Potluri

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SI No	PVP Consolidation Segment Results for the Year Ended 31st March, 2021 (Rs. in Lakhs) PARTICULARS	Year Ended 31.03.2021 Audited	Year Ended 31.03.2020 Audited
1	**Segment Revenue**		
	Real Estate	1,805.18	2,933.88
	Movie Related Activities	138.80	1,494.50
	Locker Services	29.42	23.81
	Unallocable Income	-	-
	Total	**1,973.40**	**4,452.19**
	Less: Intersegment revenue	-	-
	Net sales/Income from Operations	**1,973.40**	**4,452.19**
2	**Segment Profit/(Loss) before finance and tax**		
	Real Estate	1,272.25	1,979.26
	Movie Related Activities	(1,498.13)	(2,773.74)
	Locker Services	(81.37)	(154.85)
	Unallocable Expenditure	(1,054.53)	(1,291.08)
	Segment Profit/(Loss) before finance and tax	**(1,361.77)**	**(2,240.40)**
	Less: Finance cost	6,131.28	6,912.06
	Total Loss before exceptional items	**(7,493.05)**	**(9,152.47)**
	Exceptional items	569.08	(87.44)
	Total Loss before tax	**(8,062.13)**	**(9,065.03)**
3	**Segment Assets**		
	Real Estate	1,19,910.46	1,20,546.82
	Movie Related Activities	15,100.85	16,836.95
	Locker Services	-	1,060.18
	Unallocable Assets	12,656.76	13,674.44
	Eliminations	(91,084.62)	(91,008.32)
	Total	**56,583.45**	**61,110.07**
4	**Segment Liabilities**		
	Real Estate	32,147.14	31,337.94
	Movie Related Activities	33,132.41	30,067.64
	Locker Services	55.59	482.60
	Unallocable Assets	2,481.58	2,457.34
	Eliminations	(2,785.12)	(2,842.42)
	Total	**65,031.60**	**61,503.10**

Locker Services discontinued during the year

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PVP VENTURES LIMITED
KRM Centre, 9th Floor, Door No. 2, Harington Road, Chetpet, Chennai 600 031

Notes to the consolidated audited Financial Results for the year ended March 31, 2021.

1. a) The Holding Company was 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. 2695.40 lakhs (out of which principal amounting to Rs.1,661.00 lakhs and Interest amounting to Rs. 1034.40 lakhs) and Tranche B Debenture aggregating to Rs. 8123.04 lakhs (out of which principal amounting to Rs. 4145.00 lakhs and Interest amounting to Rs. 3978.04 lakhs) as on March 31, 2021 are still unpaid. As per the letter dated 8th February, 2021, the holding company has received extension from the Debenture holders extending the repayment of principal and interest amount which have fallen due till 31st March, 2021 to be paid on or before 30th June, 2021. 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, 2020 amounting to Rs.5,062.81 lakhs (out of which principal amounting to Rs.3,037.50 lakhs and interest amounting to Rs.2,025.31 lakhs) 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. However, this sum is not provided for. The Board has requested debenture holders for waiver of interest of 5% pa (over and above the coupon). The waiver

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Notes to the consolidated audited Financial Results for the year ended March 31, 2021.

letter is yet to be received from the debenture holders. The auditors drawn emphasis of matter in this regard.

d) The company has defaulted the redemption of debentures which has fallen due beyond the time permitted under section 164(2)(b) of the Companies Act, 2013.

However, as per the legal advice, Board of the Parent company is of the view that eventhough the repayment has not been made within the period contemplated in the above cited section, as the debenture holders have agreed for a revised scheme of redemption and payment of interest and have thereby agreed to extend time of redemption and payment of interest, the disqualification mentioned u/s. 164(2)(b) of the Companies Act, 2013 are not applicable. The statutory auditors have, however, drawn a qualified conclusion in 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 Judicature at 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.

   Further, as per the letter dated February 08, 2021, the holding company has received extension from the Debenture holder for the repayment of Interest for the period from April 2017 to March 2020 amounting to Rs. 2,901.98 lakhs till the 30th June, 2021.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.

Notes to the consolidated audited Financial Results for the year ended March 31, 2021.

During the twelve months ended March 31, 2021, the holding company has accounted finance cost of Rs.725 lakhs. As on March 31, 2021, the outstanding payable is Rs.7,901.98 lakhs (out of which principal amounting to Rs.5,000 lakhs and interest amounting to Rs.2,901.98 lakhs) to Fully Convertible Debentures.

3. The Holding Company has furnished a corporate guarantee to its step-down subsidiary company, PVP Capital Limited ('PVPCL'). PVPCL has not adhered to repayment schedule of principal and interest due to a bank consequent to which the bank has filed a case before the Debt Recovery Tribunal (DRT) for recovery of the dues amounting to Rs. 20012.67 lakhs (including interest accrued) as per PVPCL's books of accounts as on March 31, 2021.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. PVPCL has applied for One Time Settlement to the lender bank and confident to settle the same. The statutory auditors have, however, drawn qualified conclusion in this regard.

4. The company has furnished a corporate guarantee and hypothecated 10,00,000 equity shares of Rs 10/- each held in a subsidiary company viz. Picturehouse Media Limited. With the approval of the developer, the company had mortgaged 20 flats of Ekanta Tower-1 of North Town Project, Chennai for availing term loan from the Bank by its subsidiary company (ie) Safe trunk Services Private Limited, Chennai (SSPL). During the year, the company has repaid the entire loan. The transfer of shares pledged as collateral security to the

Notes to the consolidated audited Financial Results for the year ended March 31, 2021.

company & the release of flats mortgaged with UCO Bank, Hyderabad are yet to be completed.

In relation to audited consolidated financial results of Picturehouse Media Limited ("PHML")

5. Advances made for film production (including interest accrued of Rs. 1,324.37 lakhs) is aggregating to Rs.3,895.29 lakhs. The Board is confident of realising the value at which they are carried notwithstanding the long period of outstanding. The Board does not foresee any erosion in carrying value. The auditors have, however, drawn qualified conclusion in this regard.

6. Expenditure on films under production amounting to Rs. 4,955.64 lakhs mainly comprises of payments to artistes and co-producers the company is evaluating options for optimal utilization of these payments in production and release of films. Accordingly, the 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 conclusion in this regard.

7. The Principal Commissioner of CGST and Central Excise has passed an order in 10/2016 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 carried the matters to appellate authorities. Aggrieved by the order, the subsidiary company viz. PHML has disputed the demand with Honourable Customs, Excise and Service Tax Appellate Tribunal (CESTAT) (as it then was) by paying the required Deposit of Rs.60.18 lakhs, which is displayed under non– current assets.

Notes to the consolidated audited Financial Results for the year ended March 31, 2021.

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 displayed under Non-Current Assets. The Board believes that it is a good case and accordingly no provision has been made in the books of accounts.

In relation to audited financial results of PVP Capital Limited, Chennai (PVPCL)

8. The Company viz. PVPCL, had 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. 20012.67 lakhs (including interest accrued) as per the books of accounts as on March 31, 2021. 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 is confident to settle the dues.

   PVPCL has not maintained the mandatory amount of Net Owned Fund of Rs.200 Lakhs. The Subsidiary's inability to meets its financial statements, non-payment of statutory dues and in absence of visual cash flows, doubts are cast on the ability of the subsidiary to continue as a going concern to achieve its future business plans. The Board of PVPCL is of the view that the going concern is not affected. The statutory auditors of PVPCL have, however, furnished a qualified report.

9. PVP Capital Limited (PVPCL) has advanced a sum of Rs. 15,381.04 lakhs as loan 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.13,889.45 lakhs for the expected credit loss. PVPCL's Board is of the opinion that no impairment is required to be made to the carrying value as it is confident of recovery from the borrowers. The statutory auditors of the company, however, has drawn a qualified conclusion in this regard.

In relation to audited financial results of PVP Global Ventures Private Limited, Chennai

10. PVP Global Ventures Private Limited has advanced a sum of Rs. 13,755.48 Lakhs towards acquisition of land and other rights for its proposed power project(s). In terms of the arrangements, the recipients are required to facilitate acquisition of certain areas of land parcels within 48 months towards which these advances are paid off. The long duration of outstanding of these advances and other factors like low probability of availability of a large area of land indicate the existence of uncertainty on the eventual realisability of these advances. However this year Rs. 847.27 lakhs has been provided for Expected Credit Loss. The financial impact if any due to non-realisability is not ascertainable at this stage. The statutory auditors of the said subsidiary have drawn a qualified conclusion in this regard.

11. 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

Notes to the consolidated audited Financial Results for the year ended March 31, 2021.

filed an appeal against the said Order. Based on the expert advice, the Company is confident of succeeding before the appellate authority.

12. Arete Real Estate Developers Private Limited and Expressions Real Estate Private Limited subsidiaries of PVP Global Ventures Private Limited, have deposited title deeds of land as security against the SEBI`s penalty order. Further, PVP Global Ventures Private Limited has made provisions, for the principal amount of Rs. 1500 lakhs and disputed interest of Rs. 645.53 lakhs.

13. 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 should have been issued by June 16, 2019.

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

14. PVP Global Ventures Private Limited holds investments of Rs.13,096.99 lakhs in 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

Notes to the consolidated audited Financial Results for the year ended March 31, 2021.

along with the share transfer form. The CBI has not furnished any report on its findings nor has it returned the original share certificates.

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 available information, Board has estimated the provision of Rs.12,766.27 lakhs as at March 31, 2021.

15. 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 April 09, 2019 by the stock exchanges for default in payment of penalty for non-appointment of woman director. The company has paid the penalty amount and filled application with the stock exchanges for revocation of suspension of trading.

General notes to audited consolidated financial results

16. 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

Notes to the consolidated audited Financial Results for the year ended March 31, 2021.

revenue. 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 statutory auditors of the parent company have, however, drawn qualified conclusion in this regard.

17. 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, loans and advances and investments at the balance sheet date. Based on the assessment by the Board, 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 results were found to be operating effectively given that there has been no such controls due to factors caused by COVID-19 situation. The auditors drawn emphasis of matter in this regard.

18. 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. The auditors drawn emphasis of matter in this regard.

19. During the year under review, one of the non-material wholly-owned subsidiaries namely Safetrunk Services Private Limited, which is in the business of Locker Services has

Notes to the consolidated audited Financial Results for the year ended March 31, 2021.

discontinued its operations and sold the assets. This event being non-recurring in nature and the losses arouse is treated as Exception item.

20. The above audited consolidated financial results for the year ended March 31, 2021 were reviewed by the Audit Committee and approved by the Board of Directors at the meeting held on held on June 22, 2021. These above results have been subjected to an audit by the statutory auditors of the company.

21. The statements have been prepared in accordance with the Companies (Accounting Standard) Rules, 2015 ('The Ind AS') prescribed under section 133 of the Companies Act, 2013.

22. The annual consolidated financial results include the results for the quarter ended March 31, 2021 being the balancing figures 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 the Statutory Auditors.

23. These results are also available at the website of the company www.pvpglobal.com, www.bseindia.com and www.nseindia.com.

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SUNDARAM & SRINIVASAN
CHARTERED ACCOUNTANTS
23, C.P. RAMASWAMY ROAD,
ALWARPET, CHENNAI - 600 018.

Independent Auditor's Report on the Audited Standalone Financial results of PVP Ventures Limited, Chennai for the Year ended March 31, 2021 pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

To
The Board of Directors,
PVP Ventures Limited, Chennai.

Report on the audit of the Standalone Financial Results

Qualified Opinion

We have audited the accompanying annual standalone financial results (including statement of assets and liabilities, statement of Cash flow, and notes thereon) of PVP Ventures Limited, Chennai ("the company"), for the year ended March 31, 2021 (the statement), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and disclosure Requirements) Regulations, 2015 as amended ("Listing Regulations").

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

i. is presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and

ii. *except for the possible effect of the matter described in Basis of Qualified Opinion paragraph below*, gives a true and fair view in conformity with the recognition and measurement principles laid down in the applicable accounting standards and other accounting principles generally accepted

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CHARTERED ACCOUNTANTS
22/06/2021

in India of the net loss and other comprehensive income and other financial information for the year ended March 31,2021.

Basis for Qualified Opinion

1. *Attention is invited to note no. 3 to the standalone financial results, in relation to investment in equity shares including deemed investment in three subsidiary companies, net off provision for diminution thereon viz. Rs 35,160.16 lakhs, wherever applicable in three subsidiary companies as at March 31,2021 amounting to Rs. 58,098.85 lakhs. The Board is of the view that considering the market value of the assets and expected cash flows in future from the business of these subsidiary companies the provision for diminution 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, absence of cash inflow, delay in commencement of projects and other related factors indicate the existence of material uncertainty in the ability of the company to make progress.*

   Therefore, we are of the view that the carrying amounts of the investments as well as loans made (deemed investment) shall be

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27/06/2021

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adjusted for their realisability by making additional provision taking cognizance of erosion in the net worth of the investee/loanee companies and also taking into consideration their inability to continue as a going concern. However, it is difficult to measure the extent of further diminution and fair value. The provision short made on this score is not ascertainable.

2. *Attention is invited to note no. 4 to the standalone financial results, the Company has mortgaged its land situated at Perambur, Chennai as a security and also furnished corporate guarantee to a bank for the borrowings made by PVP Capital Limited, Chennai (i.e. wholly owned step down subsidiary company) amounting to Rs. 10000 lakhs. The outstanding amount as per the books of accounts as on March 31, 2021 including interest due is Rs 20012.67 lakhs. The loanee i.e PVP Capital Limited has not adhered to repayment schedule of 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 Ac, 2002 (SARFAESI Act, 2002). Further, the lender bank has taken possession of mortgaged lands and issued sale notice for e-auction of*

22/06/2021

SUNDARAM & SRINIVASAN New No: 4, Old No: 23, CPR ROAD, CHENNAI 600 018. CHARTERED ACCOUNTANTS

Independent Auditor's Report on the Audited Standalone Financial results of PVP Ventures Limited, Chennai for the Year ended March 31, 2021 pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

the property given by the ultimate holding company as corporate guarantee, but there were no bidders. We were informed by the Board that the subsidiary viz. PVP Capital Limited is in negotiation with the said bank for one time settlement (OTS). The Board of PVP Ventures Ltd also asserts that no provision is required to be made to the carrying value as it is confident that the payment obligation by the PVP Capital Limited will be met in due course. But, in our view the carrying value of the relevant mortgaged assets is dependent on the repayment of the loan by the PVP Capital Limited. Under these circumstances, we are unable to express our view whether the company is justified in carrying the assets that have been mortgaged where the loanee has already defaulted and similarly whether the company is justified in not taking cognizance of financial obligation that may devolve on the company in case the corporate guarantee is invoked. Accordingly, the company should have considered carrying value of the said asset and / or guarantee furnished as an obligation as per Ind AS 109 while preparing the financial statements.

On the basis of above facts, the loss for the year ended March 31, 2021 is understated to this extent. However, it is difficult to measure the extent of under statement of loss in the circumstances obtaining.

SUNDARAM & SRINIVASAN CHARTERED ACCOUNTANTS
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Independent Auditor's Report on the Audited Standalone Financial results of PVP Ventures Limited, Chennai for the Year ended March 31, 2021 pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

3. *Attention is invited to note no. 1(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 Board has obtained an extension from the debenture holder, we are of the opinion that such extension of redemption period (covering all the defaults happened up to March 31, 2021) with retrospective effect will not prevent disqualification of directors from 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 (the Act). 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 results 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.

SUNDARAM & SRINIVASAN
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Old No: 23,
CPR ROAD,
CHENNAI
600 018.
CHARTERED ACCOUNTANTS

Independent Auditor's Report on the Audited Standalone Financial results of PVP Ventures Limited, Chennai for the Year ended March 31, 2021 pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

Emphasis of Matter

1. Attention is invited to note no. 1(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. 5 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.

SUNDARAM & SRINIVASAN CHARTERED ACCOUNTANTS New No: 4, Old No: 23, CPR ROAD, CHENNAI 600 018.

22/06/2021

Our opinion is not modified in respect of above matters.

Management's Responsibilities for the Standalone Financial Results

The Statement has been prepared on the basis of the annual standalone financial statements. The Company's Board of Directors are responsible for the preparation and presentation of the Statement that gives a true and fair view of the net loss and other comprehensive income and other financial information in accordance with the recognition and measurement principles laid down in 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. This responsibility also includes 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 design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

SUNDARAM & SRINIVASAN
New No: 4, Old No: 23, CPR ROAD, CHENNAI 600 018.
CHARTERED ACCOUNTANTS

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In preparing the annual standalone financial results, the Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the 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 are also responsible for overseeing the Company's financial reporting process.

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

Our objectives are to obtain reasonable assurance about whether the annual 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 annual 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:

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- 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, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management.
- Conclude on the appropriateness of the management's 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 Company's ability 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 financial results or, if such

SUNDARAM & SRINIVASAN New No: 4, Old No: 23, CPR ROAD, CHENNAI 600 018. CHARTERED ACCOUNTANTS disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our 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 annual standalone financial results, including the disclosures, and whether the financial results represent the underlying transactions and events in a manner that achieves fair presentation.
- We communicate with those charged with governance 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.

Other Matters

1. The Statement includes the results for the quarter ended March 31, 2021 being the balancing figures between the audited figures in respect of the full financial year and the published unaudited year to date figures up to the third

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quarter of the current financial year, which were subject to limited review by us.

2. Corresponding figures for the quarter ended and year ended March 31, 2020, included in the Statement are based on review / audit report by our predecessor, who have expressed modified opinion vide their report dated July 31, 2020. We have accepted those figures and reports, by verifying relevant records of the company for the purpose of our opinion on this Statement.

Our conclusion is not modified in respect of the said matter for the purpose of our opinion on the Statement.

For Sundaram & Srinivasan,
Chartered Accountants
Firm's Registration Number: 004207S

SUNDARAM & SRINIVASAN New No: 4, Old No: 23, CPR ROAD, CHENNAI 600 018. CHARTERED ACCOUNTANTS

S Venkata Subramanian 22/06/2021

Venkatasubramanian.S
Partner
Membership no.: 219238
ICAI UDIN: 21219238AAAAED5031

Place: Chennai
Dated: June 22, 2021

SUNDARAM & SRINIVASAN
CHARTERED ACCOUNTANTS
23, C.P. RAMASWAMY ROAD,
ALWARPET, CHENNAI - 600 018.

Independent Auditor's Report on consolidated audited financial results of PVP Ventures Limited, Chennai for the year ended March 31, 2021 pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To
The Board of Directors,
PVP Ventures Limited, Chennai.

Report on the audit of the Consolidated Financial Results

Basis for Qualified Opinion

We have audited the accompanying Statement of Consolidated Financial Results (including statement of assets and liabilities, statement of cash flow and notes thereon) of PVP Ventures Limited, Chennai. ("Holding company") and its four subsidiaries (holding company and its subsidiaries together referred to as "the Group"), for the year ended March 31, 2021 ("the Statement"), 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 ("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 financial statements / financial information of subsidiaries, the Statement:

a. includes the results of the following entities:

Si. No	Name of the Entity	Relationship
1	PVP Corporate Parks Private Limited (PCPPL)	Wholly Owned Subsidiary
2	PVP Global Ventures Private Limited (PVGPL)	Wholly Owned Subsidiary

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Si. No	Name of the Entity	Relationship
3	PVP Media Ventures Private Limited (PMVPL)	Wholly Owned Subsidiary
4	Safetrunk Services Private Limited (SSPL)	Wholly Owned Subsidiary
5	New Cyberabad City Projects Private Limited (NCCPPL)	Subsidiary
6	Picturehouse Media Private Limited (PHML)	Subsidiary
7	Adobe Realtors Private Limited (ARPL)	Step down Wholly Owned Subsidiary
8	Arete Real Estate Developers Private Limited	Step down Wholly Owned Subsidiary
9	Expressions Real Estates Private Limited	Step down Wholly Owned Subsidiary
10	PVP Capital Limited, Chennai (PCL)	Step Down Subsidiary
11	PVP Cinema Private Limited, Chennai (PCPL)	Step Down Subsidiary

b. is presented in accordance with the requirements of Regulation 33 of the Listing Regulations, as amended; and

c. *except for the possible effect of the matter described in Basis of Qualified Opinion paragraph below*, gives a true and fair view in conformity with the recognition and measurement principles laid down in the applicable

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accounting standards and other accounting principles generally accepted in India of the consolidated net loss and other comprehensive income and other financial information for the year ended March 31, 2021.

Basis for Qualified Opinion

1. *Attention is invited to note no. 3 to the Consolidated financial results, the Company has mortgaged its land situated at Perambur, Chennai as a security and also furnished corporate guarantee to a bank for the borrowings made by PVP Capital Limited, Chennai (i.e. wholly owned step down subsidiary company) amounting to Rs. 10,000 lakhs. The outstanding amount as per the books of accounts as on March 31, 2021 including interest due is Rs 20,012.67 lakhs. The loanee i.e. PVP Capital Limited has not adhered to repayment schedule of 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 Ac, 2002 (SARFAESI Act, 2002). Further, the lender bank has taken possession of mortgaged lands 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 by the Board that the subsidiary viz.*

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PVP Capital Limited is in negotiation with the said bank for one time settlement (OTS). The Board of PVP Ventures Ltd also asserts that no provision is required to be made to the carrying value as it is confident that the payment obligation by the PVP Capital Limited will be met in due course. But, in our view the carrying value of the relevant mortgaged assets is dependent on the repayment of the loan by the PVP Capital Limited. Under these circumstances, we are unable to express our view whether the company is justified in carrying the assets that have been mortgaged where the loanee has already defaulted and similarly whether the company is justified in not taking cognizance of financial obligation that may devolve on the company in case the corporate guarantee is invoked. Accordingly, the holding company should have considered carrying value of the said asset and / or guarantee furnished as an obligation as per Ind AS 109 while preparing the financial statements. On the basis of above facts, the loss for the year ended March 31, 2021 is understated to this extent. However, it is difficult to measure the extent of under statement of loss in the circumstances obtaining.

2. *Attention is invited to note no. 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 Board has obtained an extension from the debenture holder, we are of the opinion that such extension of redemption*

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period (covering all the defaults happened up to 31st March , 2021) with retrospective effect will not prevent disqualification of directors from section 164(2)(b) of the Companies Act, 2013.

3. *Attention is invited to note no. 5 to the Statement, in relation to advances made for film production (including interest accrued of Rs. 1324.37 lakhs) amounting to Rs. 3895.29 lakhs, whose realisability is significantly dependent on timely completion of production of films and the commercial viability of the films under production etc. The holding company's Board is of the view that 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 are not provided with any documentary evidence as regards Board's assertion that the carrying amount of loans made have not suffered any erosion as on March 31, 2021. No evidence was adduced regarding the status of production of films. Nor was confirmation produced from the loan debtors. Consequently, we are unable to determine whether any impairment to the carrying amounts of advances were necessary and to this extent, loss for the year ended March 31, 2021 is understated.*
4. *Attention is invited to note no. 6 to the Statement, in relation to inventory i.e. films production expenses amounting to Rs. 4995.64 lakhs, mainly consists of advances granted to artists and co-producers. As the films have not commenced and / or completed, the advances made continued to be carried as*

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inventory. However, the Board of the holding company states that it is evaluating options for maximum utilization of these payments. In the absence of tangible evidence towards commencement and / or completion of production of films and also in the absence of confirmation of balances from the parties, we are unable to agree with the views of the Board. We are of the opinion that realisation of inventories is doubtful but we are also unable to decide the quantum of loss that may arise on account of write down of inventory.

5. *The independent auditor of subsidiary company viz. PVP Capital Limited has drawn Qualified conclusion. The same is reproduced by us as under:*

   a. Note No. 16.6 in the financial statements which indicates that the Company has not adhered to the repayment schedule for the principal and interest dues to the Bank, consequent to which the Bank has filed for recovery of its dues before the Debt Recovery Tribunal (DRT) and also initiated recovery proceedings under Securitization and Reconstruction of Financial Assets and Enforcement of Security Interest Act, 2002 (SARFESI Act, 2002). Further the Bank has taken over symbolic possession of the immovable property and issued sale notice for e-auction of the property given by the ultimate holding company as corporate guarantee. The outstanding amount is Rs. 20012.67 lakhs as per the books of account as at 31st March, 2021.

   Further the Company is currently pursuing the realization of dues to the

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Company and other than this the Company is not carrying any business activity. The regulatory authority 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. 2 crores as stated in the said note to the financial statement. The Company's inability to meets its financial statements, non-payment of statutory dues and in absence of visual cash flows, doubts are cast on the ability of the Company to continue as a going concern to achieve its future business plans. Taking into consideration the pending legal outcomes of the legal proceedings as well as liquidity constraints, we are unable to express our view whether it is appropriate to treat the Company as a going concern. However based on the management's assertions the Company's financial statements have been prepared on the basis of going concern and the impact, if any, if it were to be treated as a going concern, is not ascertainable at this stage.

b. In relation to the loans for film production amounting to Rs. 153.81 crores, whose realisability is significantly dependent on timely completion of the production of the films and the commercial viability of the films under production etc. The Management has assessed the recoverability of the loan amount and accordingly made a provision of Rs. 138.89 crores as at 31st March, 2021. However, the Management is unable to provide the status of the production of the recoverability of the whole amount. films Hence we are unable to determine

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whether the said provision is adequate or not.

6. *The independent auditor of subsidiary company viz. PVP Cinema Private Limited has drawn Qualified conclusion. The same is reproduced by us as under:*

   Interest on unpaid income tax for FY 2008-09 till date aggregating to Rs. 9.50 lakhs is not accounted. The accumulated loss is short by this amount.

7. *The independent auditor of subsidiary company viz. PVP Global Ventures Private Limited has drawn Qualified conclusion. The same is reproduced by us as under:*

   We invite attention to Note No. 12.1 regarding advances of Rs. 13,755.48 lakhs (PY: Rs. 13,710.47 lakhs) given for acquisition of land. The long duration of outstanding of these advances and other factors like low probability of availability of a big chunk of land indicate the existence of uncertainty on the eventual realisability of these advances. However this year Rs. 847.27 lakhs has been provided for Expected Credit Loss. The financial impact if any due to non-realisability is not ascertainable at this stage.

8. *The independent auditor of the following subsidiary has drawn a qualified conclusion with respect to internal financial control over financial reporting.*

   PVP Capital Limited, Chennai

   i. *The Company needs to strength its documentation relating to loan disbursement. The Company should consider taking tangible immovable property as collateral security from the borrowers. Any life risk to the borrower would put the Company into a great risk of default from the*

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borrower.

ii. The Company has only 2 employees during the year and all the operations are being carried out by them in conjunction with the employees of the Holding Company. Hence there is no internal control framework in place in the Company.

iii. The Company has been defaulting in its commitments to bankers, on corporate tax payments, being sluggish on collecting receivables thus signaling a tough liquidity crunch.

iv. The Company has filed just two legal suits for recovery of its advances given. Considering the duration for which the advances given are due, the Company should be steadfast to file more suits for recovery.

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013 (the 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

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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.

Emphasis of matter

1. Attention is invited to note 1(c) to the Statement, where many aspects of the debenture trust deed have not been adhered to by the holding company including repayment of principal and interest. We are unable to assess the implications as the eventual outcome of defaults which are not ascertainable, as various concessions and approvals from the debenture holders, seeking exemptions from implications arising from defaults in debenture trust deed are awaited.

2. Attention is invited to note nos. 17 and 18 to the statement, in relation to preparation of consolidated financial results on "Going Concern Basis".

   While the net worth has completely eroded and the Group not carrying major business activity and the Group incurring continuous losses from business operations, existence of adverse key financial ratios, non-payment of statutory dues and other related factors indicate that there exists material uncertainty that will cast significant doubt on the Group's ability to continue as a going concern.

   Therefore, we opine that Group may not be able to realize its assets and discharge its liabilities in the normal course of business. Notwithstanding this, the financial results have been prepared as that of going concern and

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consequently the fair value of various assets and liabilities have not been re-determined, and we are therefore unable to express our view whether the preparation of consolidated financial results on a going concern assumption is appropriate or not.

Our opinion is not modified in respect of the above matters.

Management's Responsibilities for the Consolidated Financial Results

The Statement has 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 recognition and measurement principles laid down 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

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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

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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, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control.
- 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

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cast significant doubt on the ability of the Group and its associates and jointly controlled entities 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/financial information 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

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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 Results of two subsidiaries, whose Financial Results reflect Group's share of total assets of Rs. 45,717.69 lakhs as at March 31, 2021, Group's share of total revenue of Rs. 5.84 lakhs and Rs. 29.42 lakhs, Group's share of total net loss after tax of Rs. 1,185.82 lakhs and Rs. 6,510.31 lakhs and Group's share of total comprehensive loss of Rs. 1,184.49 lakhs and Rs. 6508.98 lakhs for the

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quarter and year ended March 31, 2021 respectively and Rs. 3.99 lakhs net cash outflow for the year ended March 31, 2021 as considered in the consolidated Financial Results, which have been audited by their respective independent auditors. The independent auditors' 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 solely on the report of such auditors and the procedures performed by us are as stated in paragraph above.

2. Corresponding figures for the quarter ended and year ended March 31, 2020, included in the Statement are based on review / audit report by our predecessor, who have expressed modified opinion vide their report dated July 31, 2020. We have accepted those figures and reports, by verifying relevant records of the company for the purpose of our opinion on this Statement.

Our conclusion is not modified in respect of the above mentioned matters for the purpose of our opinion on the Statement.

3. The Statement includes the results for the quarter ended March 31, 2021 being the balancing figures between the audited figures in respect of the full financial year and the published unaudited year to date figures up to the third

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quarter of the current financial year, which were subject to limited review by us.

For Sundaram & Srinivasan
Chartered Accountants
Firm Registration No. 004207S

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S Venkata Subramanian
22/06/2021

Venkatasubramanian.S
Partner
Membership number : 219238
ICAI UDIN: 21219238AAAAEF1893

Place: Chennai
Date : June 22, 2021

ANNEXURE 1

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 2021 [See Regulation 33/52 of the SEBI (LODR) (Amendment) Regulations, 2016]			
Sl No	**Particulars**	**Audited Figures** (as reported before adjusting for qualifications) (Rs. in lakhs)	**Adjusted Figures** (audited figures after adjusting for qualifications) (Rs. in lakhs)
1	Turnover/Total Income	1,805.18	1,805.18
2	Total Expenditure	3,280.56	3,280.56
3	Net Profit/(Loss)	-1,475.38	-1,475.38
4	Earnings per share (in Rs.)	-0.60	-0.60
5	Total Assets	90,220.96	90,220.96
6	Total Liabilities	31,897.11	31,897.11
7	Net Worth	58,323.85	58,323.85
8	Any other financial item(s) (as felt appropriate by the management)		

Audit Qualification:

					For Audit Qualification(s) where impact is not quantified by the Auditor		
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**	**Managements estimation on impact of audit qualification**	**If management is unable to estimate the impact, reasons for the same**	**Auditors Comments**
1	1. Attention is invited to note no. 3 to the standalone financial results, in relation to investment in equity shares including deemed investment in three subsidiary companies, net off provision for diminution thereon viz. Rs 35,160.16 lakhs, wherever applicable in three subsidiary companies as at March 31,2021 amounting to Rs. 58,098.85 lakhs. The Board is of the view that considering the market value of the assets and expected cash flows in future from the business of these subsidiary companies the provision for diminution 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, absence of cash inflow, delay in commencement of projects and other related factors indicate the existence of material uncertainty in the ability of the company to make progress. Therefore, we are of the view that the carrying amounts of the investments as well as loans made (deemed investment) shall be adjusted for their realisability by making additional provision taking cognizance of erosion in the net worth of the investee/loanee companies and also taking into consideration their inability to continue as a going concern. However, it is difficult to measure the extent of further diminution and fair value. The provision short made on this score is not ascertainable.	Qualified	Sixth 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	2. Attention is invited to note no. 4 to the standalone financial results, the Company has mortgaged its land situated at Perambur, Chennai as a security and also furnished corporate guarantee to a bank for the borrowings made by PVP Capital Limited, Chennai (i.e. wholly owned step down subsidiary company) amounting to Rs. 10000 lakhs. The outstanding amount as per the books of accounts as on March 31, 2021 including interest due is Rs 20012.67 lakhs. The loanee i.e PVP Capital Limited has not adhered to repayment schedule of 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 Ac, 2002 (SARFAESI Act, 2002). Further, the lender bank has taken possession of mortgaged lands 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 by the Board that the subsidiary viz. PVP Capital Limited is in negotiation with the said bank for one time settlement (OTS). The Board of PVP Ventures Ltd also asserts that no provision is required to be made to the carrying value as it is confident that the payment obligation by the PVP Capital Limited will be met in due course. But, in our view the carrying value of the relevant mortgaged assets is dependent on the repayment of the loan by the PVP Capital Limited. Under these circumstances, we are unable to express our view whether the company is justified in 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.	Qualified	Second Time	-	NIL	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.	No Further comments
3	3. Attention is invited to note no. 1(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 Board has obtained an extension from the debenture holder, we are of the opinion that such extension of redemption period (covering all the defaults happened up to March 31, 2021) with retrospective effect will not prevent disqualification of directors from section 164(2)(b) of the Companies Act, 2013.	Qualified	Second 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 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.	No Further comments

For **PVP Ventures Limited**

Prasad Veera Potluri

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Prasad V. Potluri
Chairman & Managing Director
DIN: 00179175

Sd/-

N S Kumar
Audit Committee Chairperson

Sd/-

Karthikeyan Shanmugam
Chief Financial Officer

For **For Sundaram & Srinivasan**
Chartered Accountants
Firm's Registration Number: 004207S

Venkatasubramanian Sreenivasan

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Venkatasubramanian.S
Partner
Membership no.: 219238

Place: Chennai
Date: 22-06-2021

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 2021			
[See Regulation 33/52 of the SEBI (LODR) (Amendment) Regulations, 2016]			
Sl No	**Particulars**	**Audited Figures (as reported before adjusting for qualifications) (Rs. in lakhs)**	**Adjusted Figures (audited figures after adjusting for qualifications) (Rs. in lakhs)**
1	Turnover/Total Income	1,973.40	1,973.40
2	Total Expenditure	9,466.45	9,466.45
3	Net Profit/(Loss)	(8,602.13)	(8,602.13)
4	Earnings per share (in Rs.)	(3.29)	(3.29)
5	Total Assets	56,583.45	56,583.45
6	Total Liabilities	65,031.60	65,031.60
7	Net Worth	-8,448.15	-8,448.15
8	Any other financial item(s) (as felt appropriate by the management)	-	-

Audit Qualification:

					For Audit Qualification(s) where impact is not quantified by the Auditor		
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**	**Managements estimation on impact of audit qualification**	**If management is unable to estimate the impact, reasons for the same**	**Auditors Comments**
1	Attention is invited to note no. 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 Board has obtained an extension from the debenture holder, we are of the opinion that such extension of redemption period (covering all the defaults happened up to 31st March , 2021) with retrospective effect will not prevent disqualification of directors from section 164(2)(b) of the Companies Act, 2013.	Qualified	Second 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 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.	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

	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. 5 to the Statement, in relation to advances made for film production (including interest accrued of Rs. 1324.37 lakhs) amounting to Rs. 3895.29 lakhs, whose realisability is significantly dependent on timely completion of production of films and the commercial viability of the films under production etc. The holding company's Board is of the view that 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 are not provided with any documentary evidence as regards Board's assertion that the carrying amount of loans made have not suffered any erosion as on March 31, 2021. No evidence was adduced regarding the status of production of films. Nor was confirmation produced from the loan debtors. Consequently, we are unable to determine whether any impairment to the carrying amounts of advances were necessary and to this extent, loss for the year ended March 31, 2021 is understated.	Qualified	Third Time	-	NIL	Realisability is signficantly 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.	No Further comments
4	Attention is invited to note no. 6 to the Statement, in relation to inventory i.e. films production expenses amounting to Rs. 4995.64 lakhs, mainly consists of advances granted to artists and co-producers. As the films have not commenced and / or completed, the advances made continued to be carried as inventory. However, the Board of the holding company states that it is evaluating options for maximum utilization of these payments. In the absence of tangible evidence towards commencement and / or completion of production of films and also in the absence of confirmation of balances from the parties, we are unable to agree with the views of the Board. We are of the opinion that realisation of inventories is doubtful but we are also unable to decide the quantum of loss that may arise on account of write down of inventory.	Qualified	Third Time	-	NIL	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.	No Further comments
	The independent auditor of subsidiary company viz. PVP Capital Limited has drawn Qualified conclusion. The same is reproduced by us as under: a. Note No. 16.6 in the financial statements which indicates that the Company has not adhered to the repayment schedule for the principal and interest dues to the Bank, consequent to which the Bank has filed for recovery of its dues before the Debt Recovery Tribunal (DRT) and also initiated recovery proceedings under Securitization and Reconstruction of Financial Assets and Enforcement of Security Interest Act, 2002 (SARFESI Act, 2002). Further the Bank has taken over symbolic possession of the immovable property and issued sale notice for e-auction of the property given by the ultimate holding company as corporate guarantee. The outstanding amount is Rs. 20012.67 lakhs as per the books of					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	

5	account as at 31st March, 2021. Further the Company is currently pursuing the realization of dues to the Company and other than this the Company is not carrying any business activity. The regulatory authority 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. 2 crores as stated in the said note to the financial statement. The Company`s inability to meets its financial statements, non-payment of statutory dues and in absence of visual cash flows, doubts are cast on the ability of the Company to continue as a going concern to achieve its future business plans. Taking into consideration the pending legal outcomes of the legal proceedings as well as liquidity constraints, we are unable to express our view whether it is appropriate to treat the Company as a going concern. However based on the management`s assertions the Company`s financial statements have been prepared on the basis of going concern and the impact, if any, if it were to be treated as a going concern, is not ascertainable at this stage. b. In relation to the loans for film production amounting to Rs. 171.56 crores, whose realisability is significantly dependent on timely completion of the production of the films and the commercial viability of the films under production etc. The Management has assessed the recoverability of the loan amount and accordingly made a provision of Rs. 147.70 crores as at 31st March, 2021. However, the Management is unable to provide the status of the production of the recoverability of the whole amount. films Hence we are unable to determine whether the said provision is adequate or not.	Qualified	Third Time	-	NIL	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 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 cummulative 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
6	The independent auditor of subsidiary company viz. PVP Cinema Private Limited has drawn Qualified conclusion. The same is reproduced by us as under: Interest on unpaid income tax for FY 2008-09 till date aggregating to Rs. 9.50 lakhs is not accounted. The accumulated loss is short by this amount	Qualified	First Time	-		The company has to receive refund from the tax department and hence not provided interest on tax payable.	No Further comments

7	The independent auditor of subsidiary company viz. PVP Global Ventures Private Limited has drawn Qualified conclusion. The same is reproduced by us as under: We invite attention to Note No. 12.1 regarding advances of Rs. 13,755.48 lakhs (PY: Rs. 13,710.47 lakhs) given for acquisition of land. The long duration of outstanding of these advances and other factors like low probability of availability of a big chunk of land indicate the existence of uncertainty on the eventual realisability of these advances. However this year Rs. 847.27 lakhs has been provided for Expected Credit Loss. The financial impact if any due to non-realisability is not ascertainable at this stage.	Qualified	Second Time	-	Nil	The Company internally evaluating and providing in the books for any possible financial loss. Also following up for the recovery of money from various parties to agreed to sell the land	No Further comments
8	The independent auditor of the following subsidiary has drawn a qualified conclusion with respect to internal financial control over financial reporting. PVP Capital Limited, Chennai i. The Company needs to strength its documentation relating to loan disbursement. The Company should consider taking tangible immovable property as collateral security from the borrowers. Any life risk to the borrower would put the Company into a great risk of default from the borrower. ii. The Company has only 2 employees during the year and all the operations are being carried out by them in conjunction with the employees of the Holding Company. Hence there is no internal control framework in place in the Company. iii. The Company has been defaulting in its commitments to bankers, on corporate tax payments, being sluggish on collecting receivables thus signaling a tough liquidity crunch. iv. The Company has filed just two legal suits for recovery of its advances given. Considering the duration for which the advances given are due, the Company should be steadfast to file more suits for recovery.	Qualified	First Time	-	Nil	The management decided to strengthen the internal control frame work. As long as point 7a is considered, the management followed the best industry practice. The management is elibile for negative rights of movie funded by the company and hence not obtaining any addtional security. 7 b)Due to Covid Situtation, there were no production of movie which is the main object of the Company. Hence the company reduced the staff and using holding company employee with clear demarcation of duties. 7 c) Management is taking necessary stpes to recover the dues. 7 d) Management is filing necessary suites after exhasuting all the other possibilities to recover the money.	No Further comments

For **PVP Ventures Limited**

Prasad Veera Potluri

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Prasad V. Potluri
Chairman & Managing Director
DIN: 00179175

Sd/-
N S Kumar
Audit Committee Chairperson

sd/-
Karthikeyan Shanmugam
Chief Financial Officer

For Sundaram & Srinivasan
Chartered Accountants
Firm Registration No. 004207S

Venkatasubramanian Sreenivasan

Digitally signed by Venkatasubramanian Sreenivasan
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Date: 2021.06.22 21:12:27 +05'30'

Venkatasubramanian.S
Partner
Membership number : 219238

Place: Chennai
Date: June 22, 2021