

**Independent Auditor's Report**  
**To the Members of PVP Global Ventures Private Limited**

**Report on the Standalone Ind AS Financial Statements**

We have audited the accompanying standalone financial statements of PVP Global Ventures Private Limited ('the Company'), which comprise the Balance Sheet as at 31<sup>st</sup> March 2017 (including other comprehensive income), the Statement of profit and loss and the cash flow statement for the year then ended, and a summary of significant accounting policies and other explanatory information (herein after referred to as "standalone Ind AS financial statements").

**Management's Responsibility for the Standalone Ind AS Financial Statements**

The Company's Board of Directors are responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation and presentation of these standalone Ind AS financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding 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 Ind AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

**Auditor's Responsibility**

Our responsibility is to express an opinion on these standalone Ind AS financial statements based on our audit.

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.



We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the standalone Ind AS financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the standalone Ind AS financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the standalone Ind AS financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the standalone Ind AS financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the standalone Ind AS financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our unqualified audit opinion on the standalone Ind AS financial statements.

#### **Emphasis of Matter**

We draw attention to the following matters in the Notes to the standalone Ind AS financial statements

Note 15.3 regarding loans and advances of Rs. 12,919.64 lakhs to body corporates for scouting of land for the proposed power projects. The long duration of outstanding of these advances and other factors like low probability availability of a big chunk of land indicate the existence of uncertainty on the eventual realisability of these advances. The financial impact if any due to non realisability is not ascertainable at this time.

Our opinion is not modified in respect of above matter.

#### **Unqualified Opinion**

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone Ind AS financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31<sup>st</sup> March 2017 and its Loss and its cash flows for the year ended on that date.





## Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the Annexure A, a statement on the matters specified in the paragraph 3 and 4 of the order.
2. As required by Section 143 (3) of the Act, we report that:
  - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
  - (b) In our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
  - (c) The Balance Sheet, the Statement of Profit and Loss, the Cash Flow Statement and statement of changes in equity dealt with by this Report are in agreement with the books of account;
  - (d) In our opinion, the aforesaid standalone Ind AS financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014;
  - (e) On the basis of the written representations received from the directors as on 31<sup>st</sup> March 2017 taken on record by the Board of Directors, none of the directors is disqualified as on 31<sup>st</sup> March 2017 from being appointed as a director in terms of Section 164 (2) of the Act;
  - (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure B"; and
  - (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
    - i. The Company has disclosed all the pending litigations which has an impact on its financial position in its standalone Ind AS financial statements. Refer Note No. 15.10, 15.11, 15.12 and 15.13 to the standalone Ind AS financial statements;
    - ii. The Company did not have long term contracts including derivative contracts for which there were any material foreseeable losses.
    - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.



- iv. The Company has provided requisite disclosures in its standalone Ind AS financial statements as to holding as well as dealings in Specified Bank Notes during the period from 8th November, 2016 to 30th December, 2016 and these are in accordance with the books of accounts maintained by the Company. Refer Note 15.9 to the standalone Ind AS financial statements.

for **B. Sujeet & Co.**

*Chartered Accountants*

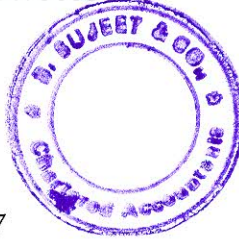
Firm's registration number: 009308S



**B. Sujeet Kumar**

*Proprietor*

Membership number: 209547



Hyderabad

18<sup>th</sup> May, 2017



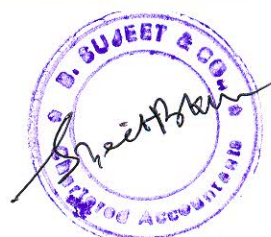
## Annexure - A to the Auditors' Report

The Annexure referred to in Independent Auditors' Report to the members of the Company on the standalone Ind AS financial statements for the year ended 31<sup>st</sup> March 2017, we report that:

- (i) The Company does not have any fixed assets. Hence paragraph 3(i) of the Order is not applicable to the Company.
- (ii) The Company is an Infrastructure cum Investment Company, Accordingly, it does not hold any physical inventories. Thus, paragraph 3(ii) of the Order is not applicable to the Company.
- (iii) The Company has not granted loans to any Body Corporate covered in the register maintained under section 189 of the Companies Act, 2013 ('the Act'). Thus, paragraph 3(iii) of the Order is not applicable to the Company.
- (iv) In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of section 185 and 186 of the Act, with respect to the loans and investments made.
- (v) The Company has not accepted any deposits from the public.
- (vi) The Central Government has not prescribed the maintenance of cost records under section 148(1) of the Act, for any of the services rendered by the Company.
- (vii) (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted/ accrued in the books of account in respect of undisputed statutory dues including provident fund, income-tax, sales tax, value added tax, duty of customs, service tax, cess and other material statutory dues have been regularly deposited during the year by the Company with the appropriate authorities. As explained to us, the Company did not have any dues on account of employees' state insurance and duty of excise.

According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, income tax, sales tax, value added tax, duty of customs, service tax, cess and other material statutory dues were in arrears as at 31<sup>st</sup> March 2017 for a period of more than six months from the date they became payable except as stated below.

Name of the statute	Nature of dues	Amount (in Rs.)	Period to which the amount relates	Due since
Income Tax	Corporate Tax as Returned	74,49,194	April 2014 to March 2015	31 <sup>st</sup> March, 2015
Income Tax	Interest on delay in payment of corporate tax	44,52,193	April 2014 to March 2015	31 <sup>st</sup> March, 2015



- (b) According to the information and explanations given to us, there are no material dues of any duty or tax which have not been deposited with the appropriate authorities on account of any dispute.
- (viii) The Company does not have any loans or borrowings from any financial institution, banks, government or debenture holders during the year. Accordingly, paragraph 3(viii) of the Order is not applicable.
- (ix) The Company did not raise any money by way of initial public offer or further public offer (including debt instruments) and term loans during the year. Accordingly, paragraph 3 (ix) of the Order is not applicable.
- (x) According to the information and explanations given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.
- (xi) According to the information and explanations given to us, and based on our examination of the records of the Company, the Company has not paid/provided for managerial remuneration during the year. Accordingly paragraph 3(xi) of the Order is not applicable to the Company.
- (xii) In our opinion and according to the information and explanations given to us, the Company is not a Nidhi company. Accordingly, paragraph 3(xii) of the Order is not applicable.
- (xiii) According to the information and explanations given to us, and based on our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the standalone Ind AS financial statements as required by the applicable accounting standards.
- (xiv) According to the information and explanations given to us, and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.
- (xv) According to the information and explanations given to us, and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable.





(xvi) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934.

For B. Sujeet & Co.  
Chartered Accountants

Firm's registration number: 009308S



B. Sujeet Kumar  
Proprietor

Membership number: 209547



Hyderabad

18 May, 2017

**PVP GLOBAL VENTURES PRIVATE LIMITED**  
Corporate Identification Number: U74999TN2006PTC065653  
Standalone Balance Sheet as at March 31, 2017

	Particulars	Note No.	As at Mar 31, 2017	As at Mar 31, 2016	As at April 1, 2015
	<b>ASSETS</b>				
(1)	<b>Non Current Assets</b>				
	(a) Property, Plant and Equipment		-	-	-
	(b) Capital work-in-progress		-	-	-
	(c) Financial Assets				
	(i) Investments	2	251,304,673	296,334,122	215,812,543
	(ii) Loans		-	-	-
	<b>Total Financial Asset</b>		251,304,673	296,334,122	215,812,543
	(d) Other non current assets	3	1,291,964,174	1,282,767,541	1,420,594,519
	<b>Total Non Current Assets</b>		1,543,268,847	1,579,101,663	1,636,407,062
(2)	<b>Current assets</b>				
	(a) Inventories		-	-	-
	(b) Financial Assets				
	(i) Investments		-	-	-
	(ii) Loans	4	-	-	279,651,000
	(iii) Cash and cash equivalents	5	118,394	285,880	628,878
	(iv) Other financial assets	6	455,366	11,674,242	11,874,242
	<b>Total Financial Asset</b>		573,760	11,960,122	292,154,120
	(c) Other current assets		-	-	-
	<b>Total Current Assets</b>		573,760	11,960,122	292,154,120
(3)	<b>Non current assets classified as held for sale</b>		-	-	-
	<b>Total Assets</b>		1,543,842,607	1,591,061,785	1,928,561,182
	<b>EQUITY AND LIABILITIES</b>				
	<b>EQUITY</b>				
	(a) Equity Share Capital	7	88,228,690	88,228,690	56,028,690
	(b) Other Equity		1,442,110,283	1,489,178,220	1,667,582,568
	<b>Total Equity</b>		1,530,338,973	1,577,406,910	1,723,611,258
	<b>LIABILITIES</b>				
(1)	<b>Non Current Liabilities</b>				
	(a) Financial Liabilities				
	(i) Borrowings		-	-	-
	(ii) Trade payables		-	-	-
	(iii) Other financial liabilities		-	-	-
	<b>Total Financial Liabilities</b>		-	-	-
	(b) Other non current liabilities		-	-	-
	<b>Total Non Current Liabilities</b>		-	-	-
(2)	<b>Current Liabilities</b>				
	(a) Financial Liabilities				
	(i) Borrowings	8	-	-	193,889,612
	(ii) Trade payables	9	1,582,248	1,627,188	1,570,658
	(iii) Other financial liabilities		-	-	-
	<b>Total Financial Liabilities</b>		1,582,248	1,627,188	195,460,270
	(b) Other current liabilities	10	20,000	126,300	149,382
	(c) Provisions	11	11,901,387	11,901,387	9,340,273
	<b>Total Current Liabilities</b>		13,503,635	13,654,875	204,949,925
(3)	<b>Liabilities associated with non current assets held for sale</b>		-	-	-
	<b>Total Equity and Liabilities</b>		1,543,842,607	1,591,061,785	1,928,561,182

Significant Accounting Policies

1

The accompanying notes form an integral part of the financial statements

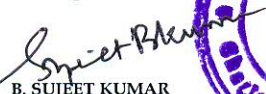
As per our report of even date attached

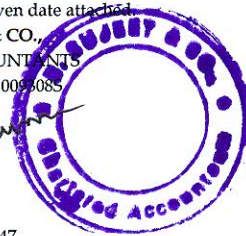
For M/s. B. SUJEET & CO.,

CHARTERED ACCOUNTANTS

Firm Registration No. 0098085

For and on behalf of the Board of Directors

  
B. SUJEET KUMAR  
Proprietor  
Membership No. 209547



  
Jhansi Sureddi  
Director  
DIN - 01113261

  
R. Nagarajan  
Director  
DIN - 00443963

Place: Hyderabad  
Date: 18th May, 2017

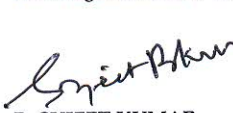


**PVP GLOBAL VENTURES PRIVATE LIMITED**  
Corporate Identification Number: U74999TN2006PTC065653  
Standlone Statement of Profit and Loss for the Year ended March 31, 2017

	Particulars	Note No.	Year ended March 31, 2017	Year ended March 31, 2016
I	Revenue from Operations			
II	Other Income	12	1,546,391	1,891,079
III	<b>Total Income (I + II)</b>		<b>1,546,391</b>	<b>1,891,079</b>
IV	<b>Expenses</b>			
	Employee Benefit Expense and Payment to Contractors			
	Finance Costs	13	-	4,452,193
	Depreciation and Amortisation			
	Other Operating and General Expenses	14	45,768,139	109,204,701
	<b>Total expenses (IV)</b>		<b>45,768,139</b>	<b>113,656,894</b>
V	<b>Profit Before Tax and Exception items (III - IV)</b>		<b>(44,221,748)</b>	<b>(111,765,815)</b>
VI	<b>Exceptional Items</b>		-	-
VII	<b>Profit/ (Loss) Before Tax (V - VI)</b>		<b>(44,221,748)</b>	<b>(111,765,815)</b>
VIII	<b>Tax Expenses</b>			
	Current Tax		-	-
	Deferred Tax		-	-
	Minimum Alternative Tax Credit		-	-
	Tax relating to earlier years		517,707	-
	<b>Total</b>		<b>517,707</b>	<b>-</b>
IX	<b>Profit for the year after tax (VII - VIII)</b>		<b>(44,739,455)</b>	<b>(111,765,815)</b>
X	<b>Other Comprehensive income, net of tax</b>			
	(A) Items that will not be reclassified subsequently to profit and loss			
	Remeasurement of Loans		-	-
	Change in fair value of equity instruments designated irrevocably as FVTOCI		-	-
	Less :-income tax expense		-	-
	(B) Items that will be reclassified subsequently to profit and loss			
	Currency translation difference (net)		-	-
			-	-
	<b>Other Comprehensive income for the year, net of tax</b>		<b>-</b>	<b>-</b>
	<b>Total Comprehensive Income for the year (IX - X)</b>		<b>(44,739,455)</b>	<b>(111,765,815)</b>
XI	<b>Earnings Per Share</b>	15		
	Basic and Diluted - ( Rs.)		(5.07)	(12.67)
	Face Value per Ordinary share - ( Rs.)		10.00	10.00


The accompanying notes form an integral part of the financial statements  
As per our report of even date attached.

For M/s. B. SUJEET & CO.,  
CHARTERED ACCOUNTANTS  
Firm Registration No. 0093085

  
**B. SUJEET KUMAR**  
Proprietor  
Membership No. 209547



For and on behalf of the Board of Directors

  
**Jhansi Sureddi**  
Director  
DIN - 01113261

  
**R. Nagarajan**  
Director  
DIN - 00443963

Place: Hyderabad  
Date: 18th May, 2017

PVP Global Ventures Private Limited  
Corporate Identification Number: U74999TN2006PTC065653  
Standalone Cash Flow Statement for the year ended March 31, 2017

	31-03-2017 Rs.	31-03-2016 Rs.
<b>A. CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Net/(Loss) Profit before extraordinary items & taxation	(44,221,748)	(111,765,815)
<b>Adjustments for operating activities :</b>		
Interest Received on Incometax refund	(1,546,391)	-
Goodwill on Merger	-	32,148,647
Provision for diminution in value of Investments	45,508,395	75,000,000
Remeasurement of Loans	-	-
Provision no longer required	-	(1,891,079)
Interest and Finance Charges	-	4,452,193
<b>Operating Profit before Working Capital Changes</b>	<b>(259,744)</b>	<b>(2,056,054)</b>
<b>Adjustments for :</b>		
(Increase)/Decrease in Inventory		
(Increase)/Decrease in Loans and Advances	(9,304,977)	50,910,000
Increase/(Decrease) in Trade Payables	(44,940)	56,530
Increase/(Decrease) in Other Current Liabilities	(106,300)	(23,082)
Increase/(Decrease) in current liability Provisions	-	-
(Increase)/Decrease in Other Current Assets	-	200,000
<b>Cash generated from operations</b>	<b>(9,715,961)</b>	<b>49,087,394</b>
<b>Income Tax refund received</b>	<b>-</b>	<b>-</b>
Income Tax paid for earlier years	10,701,169	-
<b>Net Cash from / (used in) Operating Activities after extraordinary items (A)</b>	<b>985,208</b>	<b>49,087,394</b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES :</b>		
Sale of Investments	-	-
(Purchase)of Long Term Investments	-	-
(Increase)/Decrease in Intangible Assets	-	-
Interest received	1,546,391	-
<b>Net cash from / (used in) investing activities (B)</b>	<b>1,546,391</b>	<b>-</b>
<b>C. CASH FLOW FROM FINANCING ACTIVITIES :</b>		
Proceeds from Long Term Borrowings	(2,699,085)	(49,481,745)
<b>Net cash from/(used in) financing activities (C)</b>	<b>(2,699,085)</b>	<b>(49,481,745)</b>
<b>Net Increase in Cash and Cash Equivalents (A+B+C)</b>	<b>(167,486)</b>	<b>(394,351)</b>
Cash and cash equivalents at the beginning of the year	285,880	628,878
Bank Balance acquired on merger	-	51,353
<b>Cash and cash equivalents at the end of the year</b>	<b>118,394</b>	<b>285,879</b>
<b>Components of Cash and Cash Equivalents</b>		
Cash and cheques on Hand	20,421	20,421
Balances with Banks		
-On Current Accounts	97,973	265,458
-On Deposit Accounts		
<b>Cash and cash Equivalent (as per Note )</b>	<b>118,394</b>	<b>285,879</b>

The accompanying notes form an integral part of the financial statements

As per our report of even date attached

For M/s. B. SUJEET & CO.,

CHARTERED ACCOUNTANTS

Firm Registration No. 0093085

**B. SUJEET KUMAR**

Proprietor

Membership No. 209547

Place: Hyderabad

Date: 18th May, 2017

For and on behalf of the Board of Directors

**Jhansi Sureddi**

Director

DIN - 01113261

**R. Nagarajan**

Director

DIN - 00443963



**PVP GLOBAL VENTURES PRIVATE LIMITED**  
**Corporate Identification Number: U74999TN2006PTC065653**  
**Notes to Balance Sheet as at March 31, 2017**

	Particulars	As at 31st March 2017	As at 31st March 2016	As at 01st April 2015
<b>Note- 2</b>	<b>Non Current Investments</b>			
	Investment in equity instruments			
	Long term, Trade - Quoted (At Cost)			
	(A) PVP Ventures Limited	226,938,767	226,938,767	226,938,767
	[ 10,90,235 (2016: 10,90,235) Equity Shares of ` .10 each fully paid up]			
	Market Value - 2017- ` 52,11,323 2016-` . 52,11,323 (2015 - ` .56,80,124)			
	(Refer Note No.15.4)			
	(B) Picturehouse Media Limited	268,719,186	268,719,186	113,519,186
	[11,236,641 (2016: 31,36,569) Equity Shares of ` . 10 each fully paid up]			
	Market Value -2017- ` 6,37,11,754 2016-` 109,220,149 (2015- ` 2,82,29,769)			
	(C) Jagati Publications Limited	1,309,699,080	1,309,699,080	1,309,699,080
	[36,38,053 (2016: 36,38,053)Equity Shares of ` .10 each fully paid up]			
	at a premium of ` 350/- per equity share			
	(Refer Note No.15.6)			
	(D) Adobe Realtors Pvt Ltd	100,000	100,000	100,000
	[10,000 (2015:10,000) Equity Shares of ` .10 each fully paid up]			
	Less: Provision for Dimunition in value of Investments	(1,554,631,305)	(1,509,122,910)	(1,434,444,489)
	Adobe	12,650	-	-
	New Cyberabad City Projects Private Limited	466,296	-	-
		<u>251,304,673</u>	<u>296,334,122</u>	<u>215,812,543</u>
<b>Note- 3</b>	<b>Other Non Current Assets</b>			
	Other Advances	1,291,964,174	1,282,767,541	1,420,594,519
		<u>1,291,964,174</u>	<u>1,282,767,541</u>	<u>1,420,594,519</u>
<b>Note- 4</b>	<b>Loans</b>			
	Unsecured Loan to PVP Media Private Limited (a fellow subsidiary)			279,651,000
		<u>-</u>	<u>-</u>	<u>279,651,000</u>
<b>Note- 5</b>	<b>Cash and cash equivalents</b>			
	Cash in hand	20,421	20,421	20,421
	(As Certified By the Management)			
	Balance with banks in current accounts	97,973	265,459	608,457
		<u>118,394</u>	<u>285,880</u>	<u>628,878</u>
<b>Note- 6</b>	<b>Other Financial Assets</b>			
	Advance Income Tax/TDS	455,366	11,674,242	11,674,242
	Prepaid Expenses	-	-	200,000
		<u>455,366</u>	<u>11,674,242</u>	<u>11,874,242</u>
<b>Note: 7</b>	<b>Equity Share Capital</b>			
	(A) Authorised, Issued, Subscribed and Paid-up share capital and par value per share			
	Authorised Share Capital			
	90,50,000 (2016: 90,50,000) Equity Shares of Rs. 10/- each	<u>90,500,000</u>	<u>90,500,000</u>	<u>60,000,000</u>
	Issued, Subscribed and Paid Up			
	88,22,869 (2016: 88,22,869) Equity Shares of Rs. 10/- each	<u>9,290,654,606</u>	<u>9,290,654,606</u>	<u>56,028,690</u>
		<u>9,290,654,606</u>	<u>9,290,654,606</u>	<u>56,028,690</u>
	(B) Reconciliation of number of equity shares outstanding at the beginning and at the end of the year:			
	Number of equity shares outstanding as at the beginning of the year	8,822,869	5,602,869	5,602,869
	Add: Number of Shares allotted during the year	-	3,220,000	-
	Less: Number of Shares bought back	-	-	-
	Number of equity shares outstanding as at the end of the year	<u>8,822,869</u>	<u>8,822,869</u>	<u>5,602,869</u>
	(C)Shareholding in the company of the holding company and ultimate holding company and their subsidiaries / associates			
	PVP Ventures Limited and it's nominees	8,822,869	8,822,869	5,602,869



**PVP GLOBAL VENTURES PRIVATE LIMITED**  
**Corporate Identification Number: U74999TN2006PTC065653**  
**Notes to Balance Sheet as at March 31, 2017**

Particulars	As at 31st March 2017	As at 31st March 2016	As at 01st April 2015
(D) Shares in the company held by each shareholder holding more than 5%:			
Name of shareholder	No of shares at year end		
PVP Ventures Limited and it's nominees	8,822,869	8,822,869	5,602,869
	<u>8,822,869</u>	<u>8,822,869</u>	<u>5,602,869</u>
Name of shareholder	% as at year end		
PVP Ventures Limited and it's nominees	100	100	100
	<u>100</u>	<u>100</u>	<u>100</u>
(E) Rights, preferences and restrictions attaching to various classes of shares	NIL	NIL	NIL
(F) Shares reserved for issue under options and contracts:	NIL	NIL	NIL
(G) Commitments for sale of shares/ divestment	NIL	NIL	NIL
(H) Details of allotment of shares for consideration other than cash, allotments of bonus shares and shares bought back	NIL	3,220,000	NIL
(I) The Company has only one class of shares issued and paid-up capital referred to as equity shares having a par value of Rs. 10 per share. Each holder of equity shares is entitled to one vote per share.			
(J) In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the company, after payment of all external liabilities. The distribution will be in proportion to the number of equity shares held by the shareholders.			
<b>Note- 8</b>			
<b>Current Liabilities</b>			
<b>Financial Liabilities</b>			
<b>Borrowings</b>			
Loans and advances from related parties			
Interest free loan			
- from Holding Company - PVP Ventures Limited			
- from Subsidiary Company - Adobe Realtors Limited	-	-	27,358,964
- from fellow Subsidiary Company -			
- New Cyberabad City Projects Private Limited	-	-	166,530,648
	<u>-</u>	<u>-</u>	<u>193,889,612</u>
<b>Note- 9</b>			
<b>Trade Payables</b>			
Sundry Creditors for services	1,582,248	1,627,188	1,570,658
	<u>1,582,248</u>	<u>1,627,188</u>	<u>1,570,658</u>
On the basis of the information available with the company, there were no transactions during the year with any supplier who is a small scale industrial undertaking and registered under MSME Act, 2006 and there is no amount remaining unpaid as on 31 March 2017 to any supplier who is a small scale industrial undertaking. (PY: Nil).			
<b>Note- 10</b>			
<b>Other Current Liabilities</b>			
TDS Payable	20,000	26,300	49,382
Other Liabilities	-	100,000	100,000
	<u>20,000</u>	<u>126,300</u>	<u>149,382</u>
<b>Note- 11</b>			
<b>Short Term Provisions</b>			
Provision of Income Tax for Earlier Years	11,901,387	11,901,387	1,891,080
Provision of Income Tax for current year (Net of Prepaid Taxes Rs. 1,24,64,567)	-	-	7,449,193
	<u>11,901,387</u>	<u>11,901,387</u>	<u>9,340,273</u>





**PVP GLOBAL VENTURES PRIVATE LIMITED**  
Corporate Identification Number: U74999TN2006PTC065653  
Statement of Changes in Equity for the Period ended March 31, 2017

**Statement of changes in equity**

Particulars	Equity Share Capital	Reserves & Surplus				Other Comprehensive Income			Equity component of Parent Company	Total Equity attributable to equity holders of the company
		Security Premium Reserve	Retained Earnings	Capital Reserve	General Reserve	Business Transfer Adjustment Reserve	Equity Instruments through other comprehensive Income	Other Items of Other Comprehensive Income		
Balance as on 01st April 2015	56,028,690	5,364,471,310	(7,414,391,326)	-	-	-	-	-	3,717,502,584	1,723,611,258
Issued during the year	32,200,000	-	-	-	-	-	-	-	-	32,200,000
Transferred to General Reserve	-	-	-	-	-	-	-	-	-	-
Remeasurement of Impairment on Investments	-	-	321,579	-	-	-	-	-	-	321,579
Remeasurement of the net defined benefit liability/ asset, net of tax effect	-	-	-	-	-	-	-	-	(66,960,111)	(66,960,111)
Profit for the period	-	-	(111,765,815)	-	-	-	-	-	-	(111,765,815)
Balance as on 31st March 2016	88,228,690	5,364,471,310	(7,525,835,563)	-	-	-	-	-	3,650,542,473	1,577,406,910
Transferred to General Reserve	-	-	-	-	-	-	-	-	-	-
Remeasurement of the net defined benefit liability/ asset, net of tax effect	-	-	-	-	-	-	-	-	(2,328,483)	(2,328,483)
Profit for the period	-	-	(44,739,455)	-	-	-	-	-	-	(44,739,455)
Balance as on 31st March 2017	88,228,690	5,364,471,310	(7,570,575,017)	-	-	-	-	-	3,648,213,990	1,530,338,973

The accompanying notes form an integral part of the financial statements  
As per our report of even date attached.

For M/s. B. SUJEET & CO.,  
CHARTERED ACCOUNTANTS  
Firm Registration No. 0093085

*B. Sujee Kumar*  
B. SUJEET KUMAR  
Proprietor  
Membership No. 209547

Place: Hyderabad  
Date: 18th May, 2017

For and on behalf of the Board of Directors

*S. Sureddi*  
S. Sureddi  
Director  
DIN - 01113261

*R. Nagarajan*  
R. Nagarajan  
Director  
DIN - 00443963

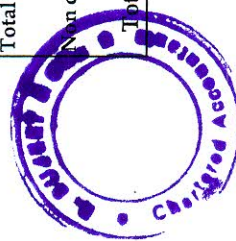
**PVP GLOBAL VENTURES PRIVATE LIMITED**  
**Corporate Identification Number: U74999TN2006PTC065653**  
**Notes to the Statement of Profit & Loss Account for the Year Ended March 31, 2017**

	Particulars	Year ended March 31, 2017	Year ended March 31, 2016
<b>Note- 12</b>	<b>Other Income</b>		
	Interest Income on Income Tax Refund	1,546,391	-
	Provision No Longer required	-	1,891,079
		<u>1,546,391</u>	<u>1,891,079</u>
<b>Note- 13</b>	<b>Finance Cost</b>		
	Interest on Income Tax	-	4,452,193
		<u>-</u>	<u>4,452,193</u>
<b>Note- 14</b>	<b>Other Expenses</b>		
	Rates and taxes	15,990	36,085
	Payment to statutory auditors as auditors	230,000	229,500
	for tax audit	-	56,750
	Legal, Professional and consultancy	11,500	254,908
	Bank charges	586	344
	Miscellaneous expenses	1,668	1,748
	Goodwill on Merger	-	32,148,647
	Merger Expenses	-	1,476,720
	Provision for Diminution in value of Investments	45,508,395	75,000,000
		<u>45,768,139</u>	<u>109,204,701</u>



Reconciliation of equity as previously reported under IGAAP in Ind AS

Particulars	Note No.	Opening Balance Sheet as at April 1, 2015			Balance Sheet as at March 31, 2016		
		IGAAP	Effects of transition to Ind-AS	Ind - AS	IGAAP	Effects of transition to Ind-AS	Ind - AS
ASSETS							
Non Current Assets							
(a) Property, Plant and Equipment		-	-	-	-	-	-
(b) Capital work-in-progress		-	-	-	-	-	-
(c) Investment Property		-	-	-	-	-	-
(d) Goodwill		-	-	-	-	-	-
(e) Other Intangible assets		-	-	-	-	-	-
(f) Intangible assets under development		-	-	-	-	-	-
(g) Financial Assets							
(i) Investments		1,565,257,032	(1,349,444,489)	215,812,543	1,645,457,032	(1,349,122,910)	296,334,122
(ii) Trade receivables		-	-	-	-	-	-
(iii) Service concession receivables		-	-	-	-	-	-
(iv) Loans		-	-	-	-	-	-
(v) Other financial assets		-	-	-	-	-	-
Total Financial Asset		1,565,257,032	(1,349,444,489)	215,812,543	1,645,457,032	(1,349,122,910)	296,334,122
(h) Deferred tax assets (net)		-	-	-	-	-	-
(i) Other non current assets		1,420,594,519	-	1,420,594,519	1,282,767,541	-	1,282,767,541
Total Non Current Assets		2,985,851,551	(1,349,444,489)	1,636,407,062	2,928,224,573	(1,349,122,910)	1,579,101,663
Current assets							
(a) Inventories		-	-	-	-	-	-
(b) Financial Assets							
(i) Investments		-	-	-	-	-	-
(ii) Trade receivables		-	-	-	-	-	-
(iii) Service concession receivables		-	-	-	-	-	-
(iv) Loans		279,651,000	-	279,651,000	-	-	-
(v) Cash and cash equivalents		628,878	-	628,878	285,880	-	285,880
(vi) Bank balances		-	-	-	-	-	-
(vii) Other financial assets		11,874,242	-	11,874,242	11,674,242	-	11,674,242
Total Financial Asset		292,154,120	-	292,154,120	11,960,122	-	11,960,122
(c) Current tax assets (Net)		-	-	-	-	-	-
(d) Other current assets		-	-	-	-	-	-
Total Current Assets		292,154,120	-	292,154,120	11,960,122	-	11,960,122
Non current assets classified as held for sale							
Total Assets		3,278,005,671	(1,349,444,489)	1,928,561,183	2,940,184,695	(1,349,122,910)	1,591,061,785





Reconciliation of equity as previously reported under IGAAP in Ind AS

Particulars	Note No.	Opening Balance Sheet as at April 1, 2015			Balance Sheet as at March 31, 2016		
		IGAAP	Effects of transition to Ind-AS	Ind - AS	IGAAP	Effects of transition to Ind-AS	Ind - AS
<b>EQUITY AND LIABILITIES</b>							
<b>EQUITY</b>							
(a) Equity Share Capital		56,028,690	-	56,028,690	88,228,690	-	88,228,690
(b) Other Equity		(700,475,528)	2,368,058,095	1,667,582,568	(812,241,343)	2,301,419,563	1,489,178,220
<b>Total Equity</b>		(644,446,838)	2,368,058,095	1,723,611,258	(724,012,653)	2,301,419,563	1,577,406,910
<b>LIABILITIES</b>							
<b>Non Current Liabilities</b>							
(a) Financial Liabilities							
(i) Borrowings		3,717,502,584	(3,717,502,584)	-	3,650,542,473	(3,650,542,473)	-
(ii) Trade payables		-	-	-	-	-	-
(iii) Other financial liabilities		-	-	-	-	-	-
<b>Total Financial Liabilities</b>		3,717,502,584	(3,717,502,584)	-	3,650,542,473	(3,650,542,473)	-
(b) Provisions		-	-	-	-	-	-
(c) Deferred tax liabilities (Net)		-	-	-	-	-	-
(d) Other non current liabilities		-	-	-	-	-	-
<b>Total Non Current Liabilities</b>		3,717,502,584	(3,717,502,584)	-	3,650,542,473	(3,650,542,473)	-
<b>Current Liabilities</b>							
(a) Financial Liabilities							
(i) Borrowings		193,889,612	-	193,889,612	1,627,188	-	-
(ii) Trade payables		1,570,658	-	1,570,658	-	-	1,627,188
(iii) Other financial liabilities		-	-	-	-	-	-
<b>Total Financial Liabilities</b>		195,460,270	-	195,460,270	1,627,188	-	1,627,188
(b) Other current liabilities		149,382	-	149,382	126,300	-	126,300
(c) Provisions		9,340,273	-	9,340,273	11,901,387	-	11,901,387
(d) Current tax liabilities (Net)		-	-	-	-	-	-
<b>Total Current Liabilities</b>		204,949,925	-	204,949,925	13,654,875	-	13,654,875
<b>Liabilities associated with non current assets held for sale</b>							
<b>Total Equity and Liabilities</b>		3,278,005,671	(1,349,444,489)	1,928,561,182	2,940,184,695	(1,349,122,910.00)	1,591,061,785.01
		-	-	(0)	-	-	(0)

1 Borrowings

Adjustments includes regrouping of loans from group companies as Other Equity

2 Other Equity

Adjustments for retained earnings and other comprehensive income has been made in accordance with IndAS, for the above mentioned line items

Reconciliation Statement of Profit and Loss as previously reported under IGAAP in Ind AS

Particulars	Note	IGAAP	Effects of transition to Ind-AS	Ind - AS
<b>Income</b>				
Revenue from Operations		-	-	-
Other Income		-	-	1,891,079
<b>Total</b>		-	-	1,891,079
<b>Expenses</b>				
Employee Benefit Expense and Payment to Contractors				-
Finance Costs		4,452,193		4,452,193
Depreciation and Amortisation				-
Other Operating and General Expenses		579,334		109,204,701
<b>Total</b>		5,031,527	-	113,656,894
<b>Profit Before Tax and Exception items</b>		(5,031,527)	-	(111,765,815)
<b>Exceptional Items</b>		(106,734,288)		
<b>Profit/ (Loss) Before Tax</b>		(111,765,815)	-	(111,765,815)
<b>Tax Expenses</b>				
Current Tax				-
Deferred Tax		-		-
Minimum Alternative Tax Credit		-		-
Tax relating to earlier years		-		-
<b>Total</b>		-	-	-
<b>Profit for the year after tax</b>		(111,765,815)	-	(111,765,815)
<b>Other Comprehensive income, net of tax</b>				
<b>Items that will not be reclassified subsequently to profit and loss</b>				
Remeasurement of defined benefit obligation		-		-
<b>Items that will be reclassified subsequently to profit and loss</b>				
Currency translation difference (net)		-	-	-
<b>Other Comprehensive income for the year, net of tax</b>		-	-	-
<b>Total Comprehensive Income for the year</b>		(111,765,815)	-	(111,765,815)
<b>Earnings Per Share</b>				
Basic and Diluted - (Rs.)		(12.67)		(12.67)
Face Value per Ordinary share - (Rs.)		10.00		10.00

Explanation for reconciliation of Balance Sheet as previously reported under IGAAP to Ind AS.

There are no Adjustments. Previous Year's figures have been regrouped





**NOTE 1: COMPANY'S OVERVIEW AND SIGNIFICANT ACCOUNTING POLICIES**

**A. Background:** The Company is incorporated in the state of Tamilnadu in 2006. The Company is into energy sector and has been scouting for land for establishing power project. The Company looks forward to work in the areas of renewable energy and has made strategic investments in media and entertainment companies.

**B. SIGNIFICANT ACCOUNTING POLICIES**

**1.1 Basis of preparation of financial statements**

(A) The standalone financial statements of the Company have been prepared in accordance with Indian Accounting Standards (Ind AS) under the historical cost convention on the accrual basis except for certain financial instruments which are measured at fair values, the provisions of the Companies Act, 2013 ("Act") (to the extent notified). The Ind AS are prescribed under Section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) Amendment Rules, 2016.

The Company has adopted all the Ind AS standards and the adoption was carried out in accordance with Ind AS 101. - First time adoption of Indian Accounting Standards. The transition was carried out from Indian Accounting Principles generally accepted in India as prescribed under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 (IGAAP), which was the previous GAAP. Reconciliations and descriptions of the effect of the transition has been summarized in Note No. 15.

Accounting Policies have been consistently applied except where a newly accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hitherto in use.

(B) The classification of assets and liabilities of the Company is done into current and non-current based on the operating cycle of the business of the Company is less than twelve months and therefore all current and non-current classifications are done based on the status of reliability and expected settlement of the respective asset and liability within a period of twelve months from the reporting date.

**(C) Use of Estimates**

The preparation of financial statements in conformity with the Ind AS requires that the management to make estimates, judgements and assumptions. These estimates, judgements, and assumptions affect the application of accounting policies and the reported amounts of assets and liabilities, disclosure of contingent liabilities as at the date of the financial statements and the reported amounts of revenue and expenses during the reported period. Accounting estimates could change from period to period. Actual results could differ from those estimates. Appropriate changes in estimates are made as management becomes aware of changes in circumstances



surrounding the estimates. Changes in estimates are reflected in the financial statements in the period in which changes are made, if material, their effects are disclosed in the notes to the standalone financial statements.

## **1.2 Revenue Recognition**

As a consistent practice, the Company recognizes revenue on an accrual basis. Interest Income is recognized on time proportion basis on the outstanding amount.

## **1.3 Financial Instruments**

### **Initial Recognition**

The Company recognizes financial assets and financial liabilities when it becomes a party to the contractual provisions of the instrument. All financial assets and liabilities are recognized at fair value on initial recognition, except for trade receivables which are initially measured at transaction price. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities that are not at fair value through profit or loss are added to the fair value on initial recognition. Regular way purchase and sale of financial assets are accounted for at trade date.

### **Subsequent Measurement**

#### **(i) Financial assets carried at amortized cost**

A financial asset is subsequently measured at amortized cost if it is held within a business model whose objective is to hold the asset in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

#### **(ii) Financial assets at fair value through other comprehensive income**

A financial asset is subsequently measured at fair value through other comprehensive income if it is held within a business model whose objective is both collecting contractual cash flows and selling financial assets and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. Further in cases where the Company has made an irrevocable election based on its business model, for its investments which are classified as equity instruments, the subsequent changes in fair value are recognized in other comprehensive income.

#### **(iii) Financial assets at fair value through profit or loss**

A financial asset which are not classified in any of the above categories are subsequently fair valued through profit or loss.





**(iv) Financial liabilities**

Financial liabilities are subsequently carried at amortized costs using the effective interest method, except for contingent consideration recognized in a business combination which is subsequently measured at fair value through profit and loss. For trade and other payables maturing within one year from the balance sheet date, the carrying amounts approximate the fair value due to the short maturity of these instruments.

**Fair Value of financial instruments**

In determining the fair value of its financial instruments, the Company uses a variety of methods and assumptions that are based on market conditions and risks existing at each reporting date. The methods used to determine fair value include discounted cash flow analysis, available quoted market prices and dealer quotes. All methods of assessing fair value result in general approximation of value, and such value may never actually be realized.

For all other financial instruments the carrying amounts approximate fair value due to the short maturity of those instruments.

**1.4 Impairment**

The Company recognizes loss allowances using the expected credit loss (ECL) model for the financial assets which are not fair valued through profit or loss. Loss allowance for trade receivables with no significant financing component is measured at an amount equal to life time ECL. For all other financial assets, expected credit losses are measured at an amount equal to the 12 month ECL unless there has been a significant increase in credit risk. From initial recognition in which case those are measured at life time ECL. The amount of expected credit losses (or reversals) that is required to adjust the loss allowance at the reporting date to the amount that is to be required to be recognized is recognized as an impairment gain or loss in the statement of profit and loss.

Intangible Assets and Property, Plant and Equipment are evaluated for recoverability whenever events or changes in circumstances indicate that their carrying amounts may not be recoverable. For the purpose of impairment testing the recoverable amount i.e. higher of the fair value less cost to sell and the value in use is determined on an individual asset basis unless the asset does not generate cash flows that are largely independent of those from other assets. In such cases, the recoverable amount is determined for this cash generating unit to which the asset belongs.

If such assets are considered to be impaired, the impairment to be recognized in the statement of profit and loss is measured by the amount by which the carrying value of the assets exceeds the estimated recoverable amount of the asset. An Impairment



loss is reversed in the statement of profit and loss if there has been a change in the estimates used to determine the recoverable amount. The carrying amount of the

asset is increased to its revised recoverable amount, provided that this amount does not exceed the carrying amount that would have been determined net of (any accumulated amortization or depreciation) had no impairment loss been recognized for the asset in prior years.

#### **1.5 Cash Flow Statement**

Cash flows are reported using the indirect method, whereby profit is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of nature or expenses associated with investing or financing cash flows. The cash flows from operating, investing and financing activities of the Company are segregated.

#### **1.6 Borrowing Cost**

Expenditure on borrowing cost on the loans obtained specifically for acquisition, construction or production of qualifying assets is capitalized as part of the cost of that asset. Other borrowing costs are charged to revenue over the tenure of the loan.

#### **1.7 Taxes on Income**

Income tax expense comprises current and deferred income tax. Income Tax is recognized in net profit in the statement of profit and loss except to the extent that it relates to items recognized directly in equity, in which case it is recognized in other comprehensive income. Current income tax for current and prior periods is recognized at the amount expected to be paid to or recovered from the tax authorities, using the tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date. Deferred income tax assets and liabilities are recognized for all temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements except when the deferred income tax arises from the initial recognition of goodwill or an asset or liability in a transaction that is not a business combination and affects neither accounting nor taxable profit or loss at the time of the transaction. Deferred tax assets are reviewed at each reporting date and are reduced to the extent it is no longer probable that the related tax benefit will be realized.

Deferred income tax assets and liabilities are measured based on the tax rates and the tax laws enacted or substantively enacted at the balance sheet date and are expected to apply to taxable income in the years in which those temporary differences are expected to be recovered or settled. The effect of changes in tax rates on deferred income tax assets and liabilities is recognized as income or expense in the period that includes the enactment or the substantive enactment date. Deferred tax assets are





recognized only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized. In situations where the company has unabsorbed depreciation or carry forward tax losses, deferred tax assets are recognized only if there is virtual certainty supported by convincing evidence that such deferred tax assets can be realised against future taxable profits.

#### 1.8 Earnings per Share

The earnings considered for ascertaining the Company's Earnings per Share comprises the net profit / (loss) after tax attributable to the equity shares of the Company. The number of shares used in computing Basic EPS is the weighted average number of shares outstanding during the period. The number of shares used in computing diluted EPS comprises the weighted average shares considered for deriving basic EPS, and also the weighted average number of equity shares that would be issued on the conversion of all dilutive potential equity shares.

#### 1.9 Provisions, Contingent Liabilities and Contingent Assets

##### General

Provisions are recognized when the Company has an obligation as a result of past events and it is probable that an outflow of resources will be required to settle the obligation and the amount can be reliably estimated. Obligations are assessed on an ongoing basis and only those having a largely probable outflow of resources are provided for. Provisions are determined by discounting the expected future cash flows at a pre tax rate that reflects current market assessment of the time value of money and the risks specific to the liability.

Contingent Liabilities are recognized only when there is a possible obligation arising from past events due to occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company or where any present obligation cannot be measured in terms of future outflow of resources or where a reliable estimate of the obligation cannot be made.

##### Other litigation Claims

Provision for litigation related obligation represents liabilities that are expected to materialize in respect of matters in appeal.

#### 1.10 Miscellaneous Expenditure

Expenses incurred for merger of Bloomfield Power Projects Private Limited is written off in the year in which it is incurred. Goodwill on Merger Account has been written off in the year in which the amalgamation took place.



## Note 15. Other Items

### 15.1 First-time adoption of Ind-AS

These standalone financial statements of PVP Global Ventures Private Limited for the year ended 31s March, 2017 have been prepared in accordance with Ind AS. For the purpose of transition to Ind AS, the Company has followed the guidance prescribed in Ind AS 101 – First Time adoption of Indian Accounting Standard, with April 1, 2015 as the transition date and IGAAP as the previous GAAP.

The transition to Ind AS has resulted in changes in the presentation of the standalone financial statements, disclosures in the notes thereto and accounting policies and principles. The accounting policies set out in Note No.1 have been applied in preparing the standalone financial statements for the year ended March 31, 2017 and the comparative information. An explanation of how the transition from previous GAAP to Ind AS has affected the Company's Standalone Balance Sheet and Standalone Statement of Profit and Loss is enclosed with the financials. Exemption on first time adoption of Ind AS availed in accordance with Ind AS 101 have been set out in note 15.2

### 15.2 Exemptions availed on first time adoption of Ind AS 101

Ind AS 101 allows first time adopters certain exemption from the retrospective application of certain requirements under Ind AS. The Company has accordingly applied the following exemption

#### Designation of previously recognized financial instruments

Under Ind AS 109, at initial recognition of a financial asset, an entity may make an irrevocable election to present subsequent changes in the fair value of an investment in an equity instrument in other comprehensive income. Ind AS 101 allows such designation of previously recognized financial assets, as 'FVOCI' on the basis of facts and circumstances that existed at the date of transition to Ind AS.

Under Ind AS 109, at initial recognition of a financial asset, an entity may make an irrevocable election to present subsequent changes in the fair value of loans and advances in group companies in other comprehensive income. Ind AS 101 allows such designation of previously recognized financial assets as 'FOVCI' on the basis of facts and circumstances that existed at the date of transition to Ind AS. In view of the above, Loans given to subsidiary company and other group companies with no specific repayment period and carrying nil rate of interest has been considered as Investment.

Under Ind AS 109, at initial recognition of a financial liability, an entity may make an irrevocable election to present subsequent changes in the fair value of loans liability in group companies in other comprehensive income. Ind AS 101 allows such





**PVP Global Ventures Private Limited**

**Corporate Identification Number: U74999TN2006PTC065653**

**Notes forming part of the Standalone financial statements for the year ended March 31, 2017**

designation of previously recognized financial liabilities as 'FOVCI' on the basis of facts and circumstances that existed at the date of transition to Ind AS. In view of the above, Borrowings from holding company and other group companies with no specific repayment period and carrying nil rate of interest has been considered as Other Equity.

- 15.3 The Company has advanced a sum of Rs. 12,919.64 lakhs (PY: 12,827.67 lakhs) towards acquisition of land and other rights for its proposed power project(s). In terms of the arrangements, these parties are required to facilitate acquisition of certain areas of land parcels within 48 months against which these advances are paid off, failing the completion of the land parcel, the Company may demand payment of the advance and shall not be obliged to acquire the land parcel from these parties.
- 15.4 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.
- 15.5 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. During the year, no such trigger event has taken place.
- 15.6 The Company holds investments of 130.97 Crores in M/s. Jagati Publications Limited. The transfer of share certificates for the said investments in the name of the Company is still pending. Since, the original certificates are seized by Central Board of Investigation (CBI) during search operation in connection with quid pro quo case relating to investments in Jagati Publications Limited by the group, the same couldn't be delivered along with the share transfer form. The CBI couldn't establish any quid pro quo against the group and therefore the Company was not group is not charge sheeted. However the CBI is yet to return the original share certificates.
- 15.7 **Earnings per Share**

Particulars		March 31, 2017	March 31, 2016
Nominal Value of Equity Shares (Rs. per Share)		10	10
No. of Shares outstanding as at the year end	A	88,22,869	88,22,869
Net Profit (in Rs.)	B	(44,739,455)	(111,765,815)
Earnings Per Share- Rs. Per Share (Basic & Diluted)	B/A	(5.07)	(12.67)





## 15.8 Related Party Disclosures

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

Name of related party	Relationship
PVP Ventures Limited (PVP)	Holding Company
Platex Limited (PLA)	Ultimate Holding Company
New Cyberabad City Projects Private Limited (NCCPPL)	Fellow Subsidiary Company
PVP Media Ventures Private Limited (PVPMVPL)	Fellow Subsidiary Company
Adobe Realtors Private Limited (ARPL)	Subsidiary Company

Summary of transactions and outstanding balances with the above related parties:

Nature of transactions	Transactions for the year ended March 31		(In Rs.) Balance as at March 31	
	2017	2016	2017	2016
<b>(i) Loans Aailed</b>				
(a) Ultimate Holding Company (PLA)	Nil	Nil	70,700,000	70,700,000
(b) Holding Company - PVP	(23,28,483)	(6,69,60,111)	3,57,75,13,990	357,98,42,473
(c) Fellow Subsidiary Company - NCCPPL	Nil	(16,65,30,648)	Nil	Nil
(d) Subsidiary Company - ARPL	Nil	(2,73,58,964)	Nil	Nil
<b>(i) Loans Advanced</b>				
(a) Fellow Subsidiary Company - PVPMVPL	Nil	(27,96,51,000)	Nil	Nil
(b) Subsidiary Company - ARPL	12,650	Nil	12,650	Nil



**15.9 Specified notes disclosure:**

	Specified Bank Notes	Other denomination notes	Total (In Rs.)
Closing cash in hand as on 08.11.2016	Nil	20,421	20,421
(+) Permitted receipts	Nil	Nil	Nil
(-) Permitted payments	Nil	Nil	Nil
(-) Amount deposited in Banks	Nil	Nil	Nil
Closing cash in hand as on 30.12.2016	Nil	20,421	20,421

15.10 The Enforcement Directorate had provisionally attached the land measuring 28 Acres and 8 Guntas of the Subsidiary Company in connection with the redemption of the investments in M/s. Mahalakshmi Energy Ventures Private Limited by the Company. The said attachment order has been confirmed by the Adjudicating Authority of the Enforcement Directorate. The Company has filed an appeal against the said Order. Based on the expert advice, the Company is confident of succeeding before the appellate authority.

15.11 The Company has received an order from Securities and Exchange Board of India (SEBI) imposing a penalty of Rs.15 crores for the Company and further penalty of Rs.15 crores for Prasad V Potluri as Promoter Director of the Company towards alleged violation of Prohibition of Insider Trading (PIT) regulations during 2009. Aggrieved by the said orders, the Company has filed an appeal challenging the impugned orders before the Securities Appellate Tribunal (SAT). Considering the facts and circumstances of the issues, the Company is hopeful of succeeding in the appeal, provisions has not been made in the books of accounts.

15.12 There is an Income Tax demand of Rs. 4.86 lakhs for Assessment Year 2012-13 pursuant to the scrutiny proceedings under section 143(3) of the Income Tax Act. The Company has preferred an appeal before the Commissioner of Income Tax (Appeals) and is confident of getting the demand quashed in appeal. Hence no provision has been made.

15.13 There is an Income Tax demand of Rs. 22.40 lakhs for Assessment Year 2014-15 pursuant to the scrutiny proceedings under section 143(3) of the Income Tax Act. However, the Company is confident of getting demand quashed in appeal. Hence, no provision has been made.




**PVP Global Ventures Private Limited**

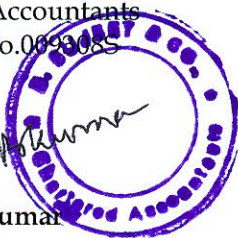
**Corporate Identification Number: U74999TN2006PTC065653**

Notes forming part of the Standalone financial statements for the year ended March 31, 2017

- 15.14 The Company has not received any intimation from suppliers, regarding their status, under Micro, Small and Medium Enterprises Development Act, 2006 and hence disclosure of any amounts unpaid as at the year-end together with interest paid/payable as required under the said Act have not been given.
- 15.14 The Company has not recognized deferred tax asset on carry forward losses on the grounds of prudence.
- 15.15 Previous year's figures have been regrouped/reclassified, wherever necessary, to conform to those of the current year.
- 15.16 Explanatory notes 1 to 15 form an integral part of the Balance Sheet and Statement of Profit and Loss and are duly authenticated.


As per report of our even date  
For M/s. B. Sujeet & Co  
Chartered Accountants  
Firm Reg.No.0693085

  
**B. Sujeet Kumar**  
(Proprietor)  
M. No : 209547  
Place: Hyderabad  
Date: 18<sup>th</sup> May, 2017



For and on behalf of the Board of Directors

  
**Jhansi Suredi**  
(Director)  
DIN: 01113261

  
**R. Nagarajan**  
(Director)  
DIN: 00443963