

**UFO MOVIEZ INDIA LIMITED**  
STATEMENT OF STANDALONE AND CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND 9 MONTHS ENDED DECEMBER 31, 2019

Rs. in Lacs

Sr. No.	Particulars	Standalone						Consolidated					
		Quarter ended			9 months period ended			Quarter ended			9 months period ended		
		31-Dec-19	30-Sep-19	31-Dec-18	31-Dec-19	31-Dec-18	31-Mar-19	31-Dec-19	30-Sep-19	31-Dec-18	31-Dec-19	31-Dec-18	31-Mar-19
		(Unaudited)	(Unaudited)*	(Unaudited)*	(Unaudited)	(Unaudited)*	(Audited)*	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	<b>Income from operations</b>												
	Net sales / income from operations	9,426	8,469	11,662	27,090	31,745	44,882	14,175	12,461	15,329	39,278	42,090	61,186
	Other income	71	21	16	113	44	69	90	53	137	178	200	499
	<b>Total income from operations (net)</b>	<b>9,497</b>	<b>8,490</b>	<b>11,678</b>	<b>27,203</b>	<b>31,789</b>	<b>44,951</b>	<b>14,265</b>	<b>12,514</b>	<b>15,466</b>	<b>39,456</b>	<b>42,290</b>	<b>61,685</b>
2	<b>Expenses</b>												
	(a) Operating direct costs												
	- Cost of consumables and spares consumed	86	79	70	258	204	286	194	124	48	435	228	330
	- Purchases of digital cinema equipment and lamps	177	315	710	827	1,632	1,951	2,713	2,347	2,222	7,009	5,579	8,773
	- Changes in inventories	70	1	(181)	74	11	83	(18)	(151)	(198)	(264)	(207)	(23)
	- Advertisement revenue share	1,545	1,427	1,909	4,559	5,117	6,911	1,545	1,426	1,944	4,559	5,117	6,911
	- Virtual print fees sharing	223	186	189	605	664	869	224	192	561	729	2,035	2,334
	- Other operating direct cost	994	1,051	1,533	3,305	4,433	5,959	1,132	1,348	1,761	3,945	5,235	7,029
	(b) Employee benefits expense	2,064	1,923	1,950	5,782	5,903	8,069	2,378	2,211	2,237	6,677	6,699	9,174
	(c) Other expenses	1,923	1,784	2,603	5,744	6,496	8,989	2,501	2,310	2,832	7,175	7,334	10,330
	<b>Total expenses</b>	<b>7,082</b>	<b>6,766</b>	<b>8,783</b>	<b>21,154</b>	<b>24,466</b>	<b>33,117</b>	<b>10,669</b>	<b>9,807</b>	<b>11,407</b>	<b>30,265</b>	<b>32,020</b>	<b>44,858</b>
3	<b>Earnings before interest, tax, depreciation and amortisation (EBITDA) (1-2)</b>	<b>2,415</b>	<b>1,724</b>	<b>2,895</b>	<b>6,049</b>	<b>7,323</b>	<b>11,834</b>	<b>3,596</b>	<b>2,707</b>	<b>4,059</b>	<b>9,191</b>	<b>10,270</b>	<b>16,827</b>
4	Depreciation and amortisation expense	(1,592)	(1,426)	(1,524)	(4,534)	(4,585)	(6,068)	(1,829)	(1,669)	(1,849)	(5,270)	(5,577)	(7,358)
5	Finance cost	(255)	(226)	(398)	(775)	(1,007)	(1,429)	(272)	(241)	(303)	(759)	(781)	(1,102)
6	Finance income	91	132	254	5,054	701	949	158	193	317	802	892	1,224
7	<b>Profit before tax and share of profit from associates</b>	<b>659</b>	<b>204</b>	<b>1,227</b>	<b>5,794</b>	<b>2,432</b>	<b>5,286</b>	<b>1,653</b>	<b>990</b>	<b>2,224</b>	<b>3,964</b>	<b>4,804</b>	<b>9,591</b>
8	Share of profit of associates (net of taxes)	-	-	-	-	-	-	136	143	72	312	348	358
9	<b>Profit before tax and after share of profit from associates</b>	<b>659</b>	<b>204</b>	<b>1,227</b>	<b>5,794</b>	<b>2,432</b>	<b>5,286</b>	<b>1,789</b>	<b>1,133</b>	<b>2,296</b>	<b>4,276</b>	<b>5,152</b>	<b>9,949</b>
10	<b>Tax expense</b>												
	- Current tax	(466)	47	787	48	1,813	2,630	(248)	198	1,066	758	2,524	3,695
	- Deferred tax (refer note 2)	(767)	1,146	(175)	122	(515)	(282)	(699)	1,290	(231)	319	(519)	(248)
	<b>Total tax expense</b>	<b>(1,233)</b>	<b>1,193</b>	<b>612</b>	<b>170</b>	<b>1,298</b>	<b>2,348</b>	<b>(947)</b>	<b>1,488</b>	<b>835</b>	<b>1,077</b>	<b>2,005</b>	<b>3,447</b>
11	<b>Profit/(loss) for the period (9 - 10)</b>	<b>1,892</b>	<b>(989)</b>	<b>615</b>	<b>5,624</b>	<b>1,134</b>	<b>2,938</b>	<b>2,736</b>	<b>(355)</b>	<b>1,461</b>	<b>3,199</b>	<b>3,147</b>	<b>6,502</b>
12	<b>Other comprehensive income (OCI)</b>												
A	(i) Items that will not be reclassified to profit or loss	(13)	(13)	1	(39)	4	(52)	(12)	(12)	1	(36)	3	(49)
	(ii) Income tax relating to items that will not be reclassified to profit or loss	3	2	(0)	10	(1)	18	3	2	(0)	9	(1)	17
B	(i) Items that will be reclassified to profit or loss	-	-	-	-	-	-	(22)	130	(123)	100	253	220
	(ii) Income tax relating to items that will be reclassified to profit or loss	-	-	-	-	-	-	-	-	-	-	-	-
13	<b>Total comprehensive income/(loss) for the period</b>	<b>1,882</b>	<b>(1,000)</b>	<b>616</b>	<b>5,595</b>	<b>1,137</b>	<b>2,904</b>	<b>2,705</b>	<b>(235)</b>	<b>1,339</b>	<b>3,272</b>	<b>3,402</b>	<b>6,690</b>
14	<b>Net profit attributable to</b>												
	a) Equity shareholders of the company							2,736	(355)	1,461	3,199	3,298	6,654
	b) Non-controlling interest							-	-	-	-	(151)	(152)
15	<b>Other comprehensive income attributable to</b>												
	a) Equity shareholders of the company							(31)	120	(122)	73	255	188
	b) Non-controlling interest							-	-	-	-	-	-
16	<b>Total comprehensive income for the period attributable to</b>												
	a) Equity shareholders of the company							2,705	(235)	1,339	3,272	3,553	6,842
	b) Non-controlling interest							-	-	-	-	(151)	(152)
17	<b>Paid-up equity share capital (Face Value of Rs. 10/- each)</b>	<b>2,835</b>	<b>2,835</b>	<b>2,835</b>	<b>2,835</b>	<b>2,835</b>	<b>2,835</b>	<b>2,835</b>	<b>2,835</b>	<b>2,835</b>	<b>2,835</b>	<b>2,835</b>	<b>2,835</b>
18	<b>Other equity</b>						40,834						45,936
19	<b>Earnings per share of Rs. 10/- each (quarters numbers not annualised):</b>												
	(a) Basic (in Rs.)	6.67	(3.49)	2.17	19.84	4.00	10.36	9.65	(1.26)	5.16	11.29	11.63	23.47
	(b) Diluted (in Rs.)	6.67	(3.49)	2.17	19.84	4.00	10.36	9.65	(1.26)	5.16	11.29	11.63	23.47

\* Refer Note - 2



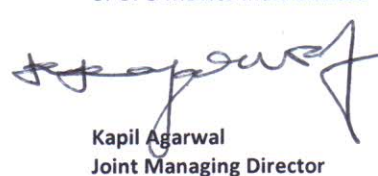


## NOTES

1. The above standalone and consolidated financial results of UFO Moviez India Limited ("the Company") have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on 14 February, 2020.
2. On July 18, 2019 the Company and Valuable Digital Screens Private Limited (VDSPL), its wholly owned subsidiary company, had filed joint application in relation to the Scheme of Arrangement between VDSPL and the Company and their respective shareholders ("the Scheme") with the Hon'ble National Company Law Tribunal ("NCLT"). NCLT vide its order dated November 21, 2019 sanctioned the Scheme for demerger of Caravan division of VDSPL with the Company with effect from April 1, 2019 (the Appointed date). The Scheme became effective from December 4, 2019.  
The scheme has been accounted using the 'pooling of interest' method and the figures (standalone) for the quarter and 9 months period ended December 2018, for the year ended 31 March 2019 and for the quarter ended September 30, 2019 has been recasted as if the Demerger had occurred from the beginning of the preceding period in accordance with the requirements of Appendix C of Ind AS 103 on Business Combinations. Pursuant to the Scheme, the carrying amount of all the assets, liabilities, income and expenses pertaining to the Caravan division has been transferred to the Company and the Company has also recognised deferred tax assets amounting to Rs. 1,238 lacs.
3. The Board of Directors of the Company at its meeting held on December 20, 2019 has approved an investment of up to Rs. 2,000 lacs by way of convertible instruments over a period of three years in Cinestaan Digital Private Limited (CDPL). During the quarter ended December 31, 2019, the company has made an initial investment of Rs. 500 lacs of the total approved investment. For the purpose of accounting, CDPL is treated as an associate in accordance with Ind AS 28 on Investments in Associates and Joint Ventures.
4. On November 1, 2017, the Board of Directors of the Company had approved the composite scheme of arrangement and amalgamation amongst the Company and Qube Cinema Technologies Private Limited ("QCTPL"); Qube Digital Cinema Private Limited ("QDCPL"); Moviebuff Private Limited ("MPL") and PJSA Technosoft Private Limited ("PJSA") and their respective shareholders and creditors ("the Qube Scheme") under Sections 230 to 232 and other relevant provisions of the Companies Act, 2013 ("the Act").  
The Company had filed the Qube Scheme with the NCLT, on March 13, 2018. Further, the shareholders of the Company had approved the Qube Scheme at the NCLT convened meeting held on May 21, 2018. NCLT vide its order dated January 21, 2019 ("NCLT Order") had dismissed the petition filed jointly by the Company and PJSA before NCLT for approval of the Qube Scheme. The Company and PJSA have filed an appeal on February 25, 2019 ("Appeal") before the Hon'ble National Company Law Appellate Tribunal ("NCLAT") challenging the NCLT Order. NCLAT by way of its order dated October 24, 2019 which was made available on October 25, 2019 allowed the Appeal and has set aside the NCLT Order. Further, the NCLAT Order records that the representative of the Union of India, Ministry of Corporate affairs, through the Regional Director, Western Region has conceded before the NCLAT that the grounds given for rejection of the Qube Scheme in the NCLT Order were uncalled for and the NCLT was only required to notice all the requirements of Section 230-232 of the Act.
5. The Group has adopted Ind AS 116 effective April 1, 2019 using the modified retrospective method. The Group has applied the standard to its leases with the cumulative impact recognised on the date of initial application (April 1, 2019). Accordingly, previous period information has not been restated. This has resulted in recognising a right-of-use asset of Rs. 637 lacs and a corresponding liability of Rs. 686 lacs. The difference of Rs.33 lacs (net of deferred tax asset created of Rs. 16 lacs) has been adjusted to retained earnings as at April 1, 2019.  
In the statement of profit and loss, nature of expenses in respect of operating leases (amounting to Rs. 293 lacs for the quarter and amounting to Rs. 406 lacs for the 9 months period ended December 31 2019) has changed from rent to depreciation expense for the right-of-use assets (amounting to Rs. 254 lacs for the quarter and amounting to Rs. 345 lacs for the 9 months period ended December 31 2019) and finance cost for interest accrued on lease liability (amounting to Rs. 63 lacs for the quarter and amounting to Rs. 97 lacs for the 9 months period ended December 31 2019). The adoption of this standard does not have any material impact on the profit for the period and earning per share.
6. Based on the management approach as defined in Ind AS 108, the chief operating decision maker evaluated the Group's performance as a whole. Accordingly, the business of Digital Cinema Services and sale of digital cinema equipments ancillary to sale of services is considered as a single operating segment.
7. Previous year / period figures have been regrouped / reclassified, where necessary, to conform to current period classification.



For and on behalf of the Board of Directors  
of UFO Moviez India Limited

  
Kapil Agarwal  
Joint Managing Director



Place of signature: Mumbai  
Date: February 14, 2020



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## Limited review report on Unaudited Quarterly Standalone Financial Results and Standalone Year - To - Date Financial Results of UFO Moviez India Limited under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

### To Board of Directors of UFO Moviez India Limited

1. We have reviewed the accompanying Statement of unaudited standalone financial results of UFO Moviez India Limited ('the Company') for the quarter ended 31 December 2019 and year to date results for the period from 1 April 2019 to 31 December 2019 ("the Statement") attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ('Listing Regulations').
2. This Statement, which is the responsibility of the Company's management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013, and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. Our responsibility is to issue a report on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with applicable accounting standards and other recognised accounting practices and policies, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.

For B S R & Co. LLP  
Chartered Accountants

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



**Rajesh Mehra**  
Partner

Mumbai  
14 February 2020

Membership Number: 103145  
UDIN: 20103145AAAAAN8222

B S R & Co (a partnership firm with  
Registration No. BA61223) converted into  
B S R & Co. LLP (a Limited Liability, Partnership  
with LLP Registration No. AAB-8181)  
with effect from October 14, 2013

Registered Office:  
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## Limited review report on Unaudited Quarterly Consolidated Financial Results and Consolidated Year - To - Date Financial Results of UFO Moviez India Limited under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

### To Board of Directors of UFO Moviez India Limited

1. We have reviewed the accompanying Statement of unaudited consolidated financial results of UFO Moviez India Limited ("the Parent") and its subsidiaries (the Parent and its subsidiaries together referred to as "the Group"), and its share of the net profit after tax and total comprehensive income of its associates for the quarter ended 31 December 2019 and year to date results for the period from 1 April 2019 to 31 December 2019 ("the Statement"), being submitted by the Parent pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ('Listing Regulations').
2. This Statement, which is the responsibility of the Parent's management and approved by the Parent's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013, and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by the Institute of Chartered Accountants of India. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

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

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

#### **Subsidiaries and Step-down subsidiaries**

- (i) Scrabble Entertainment Limited
- (ii) Scrabble Entertainment DMCC
- (iii) Scrabble Entertainment (Mauritius) Limited
- (iv) Scrabble Digital Inc
- (v) Scrabble Entertainment Lebanon Sarl



**Limited review report on Unaudited Quarterly Consolidated Financial Results and Consolidated Year – To - Date Financial Results of UFO Moviez India Limited under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015  
(Continued)**

**UFO Moviez India Limited**

- |        |  |
|--------|--|
| (vi)   | UFO Software Technologies Private Limited    |
| (vii)  | Valuable Digital Screens Private Limited     |
| (viii) | UFO Lanka Private Limited                    |
| (ix)   | United Film Organizers Nepal Private Limited |
| (x)    | PJSA Technosoft Private Limited              |
| (xi)   | Scrabble Digital Limited                     |

**Associates**

- |       |  |
|-------|--|
| (i)   | Mukta VN Films Limited                       |
| (ii)  | Scrabble Digital DMCC                        |
| (iii) | Scrabble Ventures LLC                        |
| (iv)  | Scrabble Ventures.S.de.R.L. de C.V. Mexico   |
| (v)   | Scrabble Audio Visual Equipment Trading LLC. |
| (vi)  | Cinestaan Digital Private Limited            |

5. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of the review reports of the other auditors referred to in paragraph 6 below, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.
  
6. We did not review the interim financial information of three (3) subsidiaries (including step-down subsidiaries) included in the Statement, whose interim financial information reflect total revenues of Rs. 2,846 lakhs and Rs. 8,572 lakhs, total net profit after tax of Rs. 964 lakhs and Rs. 813 lakhs and total comprehensive income of Rs. 964 lakhs and Rs. 813 lakhs, for the quarter ended 31 December 2019 and for the period from 1 April 2019 to 31 December 2019, respectively, as considered in the consolidated unaudited financial results. These interim financial information have been reviewed by other auditors whose reports have been furnished to us by the management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, is based solely on the reports of the other auditors and the procedures performed by us as stated in paragraph 3 above.

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





**Limited review report on Unaudited Quarterly Consolidated Financial Results and Consolidated Year – To - Date Financial Results of UFO Moviez India Limited under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015  
(Continued)**

**UFO Moviez India Limited**

7. The Statement includes the interim financial information of seven (7) subsidiaries which have not been reviewed, whose interim financial information reflect total revenue of Rs. (6) lakhs and Rs. 511 lakhs, total net profit after tax of Rs. 6 lakhs and Rs. 103 lakhs and total comprehensive income of Rs. 7 lakhs and Rs. 131 lakhs for the quarter ended 31 December 2019 and for the period from 1 April 2019 to 31 December 2019, respectively, as considered in the Statement. The Statement also includes the Group's share of net profit after tax of Rs. 136 lakhs and Rs. 312 lakhs and total comprehensive income of Rs.136 lakhs and Rs. 312 lakhs for the quarter ended 31 December 2019 and for the period from 1 April 2019 to 31 December 2019, respectively, as considered in the consolidated unaudited financial results, in respect of six (6) associates, based on their interim financial information which have not been reviewed. According to the information and explanations given to us by the management, these interim financial information are not material to the Group.

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

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

*Chartered Accountants*

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



**Rajesh Mehra**

*Partner*

Mumbai  
14 February 2020

Membership Number: 103145  
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