

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 (Unaudited)	30-Sep-19 (Unaudited)*	31-Dec-18 (Unaudited)*	31-Dec-19 (Unaudited)	31-Dec-18 (Unaudited)*	31-Mar-19 (Audited)*	31-Dec-19 (Unaudited)	30-Sep-19 (Unaudited)	31-Dec-18 (Unaudited)	31-Dec-19 (Unaudited)	31-Dec-18 (Unaudited)	31-Mar-19 (Audited)
1	Income from operations												
	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
	Total income from operations (net)	9,497	8,490	11,678	27,203	31,789	44,951	14,265	12,514	15,466	39,456	42,290	61,685
2	Expenses												
	(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	5,909	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
	Total expenses	7,082	6,766	8,783	21,154	24,466	33,117	10,669	9,807	11,407	30,265	32,020	44,858
3	Earnings before interest, tax, depreciation and amortisation (EBITDA) (1-2)	2,415	1,724	2,895	6,049	7,323	11,834	3,596	2,707	4,059	9,191	10,270	16,827
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	Profit before tax and share of profit from associates	659	204	1,227	5,794	2,432	5,286	1,653	990	2,224	3,964	4,804	9,591
8	Share of profit of associates (net of taxes)	-	-	-	-	-	-	136	143	72	312	348	358
9	Profit before tax and after share of profit from associates	659	204	1,227	5,794	2,432	5,286	1,789	1,133	2,296	4,276	5,152	9,949
10	Tax expense												
	- 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)
	Total tax expense	(1,233)	1,193	612	170	1,298	2,348	(947)	1,488	835	1,077	2,005	3,447
11	Profit/(loss) for the period (9 - 10)	1,892	(989)	615	5,624	1,134	2,938	2,736	(355)	1,461	3,199	3,147	6,502
12	Other comprehensive income (OCI)												
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	Total comprehensive income/(loss) for the period	1,882	(1,000)	616	5,595	1,137	2,904	2,705	(235)	1,339	3,272	3,402	6,690
14	Net profit attributable to												
	a) Equity shareholders of the company							2,736	(355)	1,461	3,199	3,298	6,654
	b) Non-controlling interest							-	-	-	-	(151)	(152)
15	Other comprehensive income attributable to												
	a) Equity shareholders of the company							(31)	120	(122)	73	255	188
	b) Non-controlling interest							-	-	-	-	-	-
16	Total comprehensive income for the period attributable to												
	a) Equity shareholders of the company							2,705	(235)	1,339	3,272	3,553	6,842
	b) Non-controlling interest							-	-	-	-	(151)	(152)
17	Paid-up equity share capital (Face Value of Rs. 10/- each)	2,835	2,835	2,835	2,835	2,835	2,835	2,835	2,835	2,835	2,835	2,835	2,835
18	Other equity						40,834						45,936
19	Earnings per share of Rs. 10/- each (quarters numbers not annualised):												
	(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

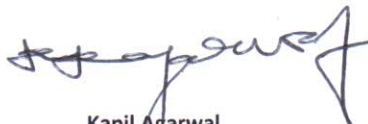


NOTES

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

