

ErosNow Private Limited
Balance Sheet as at 31 March 2023

Particulars	Note No.	Amount ₹ in Lakhs	
		As at 31 March 2023	As at 31 March 2022
Assets			
Non-current assets			
Property, plant and equipment	3	35	53
Financial assets			
Other financial assets	4	65	65
Loans	5	1,500	1,500
Tax assets (net)	6	499	290
Total Non-current assets		2,099	1,908
Current assets			
Financial assets			
Investments	7	0	0
Trade receivables	8	250	883
Cash and cash equivalents	9	161	134
Loans	10	5,253	3,299
Other current assets	11	937	658
Total Current assets		6,601	4,974
Total Assets		8,700	6,882
Equity and liabilities			
Equity			
Equity share capital	12	1	1
Other equity	13	(3,709)	(3,892)
Total Equity		(3,708)	(3,891)
Liabilities			
Non-current liabilities			
Employee benefit obligation	14	65	64
Total non-current liabilities		65	64
Current liabilities			
Financial liabilities			
Borrowings	15	0	1
Trade payables dues to	16		
Micro and small enterprises		100	63
Other than Micro and small enterprises		9,740	8,089
Other current liabilities	17	2,419	2,493
Employee benefit obligation	18	84	63
Total current liabilities		12,343	10,709
Total Equity and liabilities		8,700	6,882
		0 -	1

Note 1 to 40 form an integral part of these financial statements

As per our report on even date
For **Haribhakti & Co LLP**
Chartered Accountants
Firm Registration No.: 103523W/W100048

For and on behalf of Board of Directors

Sumant Sakhardande
Partner
Membership No: 034828

Sunil Lulla
Director
(DIN: 00243191)

Anand Shankar
Director
(DIN: 02942810)

Place: Mumbai
Date: May 27 2023

Place: Mumbai
Date: May 27 2023

Place: Mumbai
Date: May 27 2023

ErosNow Private Limited
Statement of Profit and Loss for the year ended 31 March 2023

Amount ₹ in Lakhs

Particulars	Note No.	Year ended 31 March 2023	Year ended 31 March 2022
Revenue			
Revenue from operations	19	1,873	403
Other income	20	586	236
Total revenue		2,459	639
Expenses			
Operating expenses	21	1,351	152
Employee benefits expense	22	19	2,448
Finance costs	23	292	143
Depreciation expense	3	12	34
Other expenses	24	583	282
Total expenses		2,257	3,059
Profit / (Loss) before tax		202	(2,420)
Tax expense			
Current tax		(0)	-
Deferred Tax		5	881
Income tax expense		5	881
Profit / (Loss) after tax for the year		197	(3,301)
Other Comprehensive Income			
Items that will not be reclassified to profit or loss			
(i) Re-measurement gain on defined benefit liability		(19)	48
(ii) Income tax effect		5	(13)
Total other comprehensive income		(14)	35
Total comprehensive income for the year		183	(3,267)
Earnings per equity share (face value of ₹ 100 each)			
	25		
Basic (Rs)		19,724	(330,115)
Diluted (Rs)		19,724	(330,115)

Note 1 to 40 form an integral part of these financial statements

As per our report on even date

For Haribhakti & Co LLP

Chartered Accountants

Firm Registration No.: 103523W/W100048

For and on behalf of Board of Directors

Sumant Sakhardande

Partner

Membership No: 034828

Sunil Lulla

Director

(DIN: 00243191)

Anand Shankar

Director

(DIN: 02942810)

Place: Mumbai

Date: May 27 2023

Place: Mumbai

Date: May 27 2023

Place: Mumbai

Date: May 27 2023

ErosNow Private Limited
Statement of Cash flows for the year ended 31 March 2023

Particulars	Amount ₹ in Lakhs	
	Year ended 31 March 2023	Year ended 31 March 2022
(A) Cash flow from operating activities		
Profit/ (Loss) before tax	202	(2,420)
Adjustments for		
Depreciation expenses	12	34
Foreign exchange loss/(gain)	424	144
Provision written back	(116)	-
Loss on Fixed assets written off	6	0
Reversal of ECL	-	4
Provision for doubtful advances	42	-
Interest expense	292	143
Interest income	(471)	(240)
Operating profit before working capital changes	391	(2,335)
Adjustment for		
Increase/(Decrease) in trade payables	1,803	4,777
Increase/(Decrease) in other current liabilities	(74)	862
Increase/(Decrease) in employee benefit obligation	1	(46)
Decrease / (increase) in trade receivables	168	65
(Increase)/Decrease in other current assets	(279)	(34)
(Increase)/Decrease in other financial assets		28
Cash generated from operations	2,010	3,317
Income taxes refund/(Paid)	(209)	222
Net cash flow from operating activities (A)	1,801	3,539
(B) Cash flow from investing activities		
Purchase of property, plant and equipment	0	(0)
Loan given to related party (net)	(1,953)	(3,443)
Interest Income	471	0
Net cash flow (used in)/ from investing activities (B)	(1,482)	(3,443)
(C) Cash flow from financing activities		
Repayment of borrowings	0	(2)
Interest expense	(292)	-
Net cash flow (used in)/ from financing activities (C)	(292)	(2)
Net cash flows during the year (A + B + C)	27	94
Cash and cash equivalents at the beginning of the year	134	40
Net cash and cash equivalents at the end of the year	161	134

Note 1 to 40 form an integral part of these financial statements

Change in liability arising from financing activities :-

	Non current borrowings	Current borrowing	Total
As on 1 April 2021	-	3	3
Cash Flows	-	(2)	(2)
Adjustments	-	-	-
As on 31 Mar 2022	-	1	1
Cash Flows	-	0	0
Adjustments	-	(1)	(1)
As on 31 Mar 2023	-	0	0

As per our report on even date

For Haribhakti & Co LLP

Chartered Accountants

Firm Registration No.: 103523W/W100048

Sumant Sakhardande

Partner

Membership No: 034828

Place: Mumbai

Date: May 27 2023

For and on behalf of Board of Directors

Sunil Lulla

Director

(DIN: 00243191)

Place: Mumbai

Date: May 27 2023

Anand Shankar

Director

(DIN: 02942810)

Place: Mumbai

Date: May 27 2023

ErosNow Private Limited
Notes forming part of the financial statements
Statement of changes in Equity

A. Equity Share Capital

	Amount ₹ in Lakhs except share data	
	Number	(Amount in ₹)
Balance as at 1 April 2021	1,000	1
Changes in Equity Share capital during the year 2021-22	-	-
Balance as at 31 March 2022	1,000	1
Changes in Equity Share capital during the year 2022-23	-	-
Balance as at 31 March 2023	1,000	1

B. Other equity

	Reserves and surplus			Amount ₹ in Lakhs
	Securities premium	'Other comprehensive income	Retained earnings	Total equity
	Amount in ₹	Amount in ₹	Amount in ₹	Amount in ₹
Balance as at 1 April 2021	267	46	(939)	(626)
Employee share-based compensation	-	-	-	-
Loss for the year	-	-	(3,301)	(3,301)
Other comprehensive income	-	35	-	35
Balance as at 31 March 2022	267	81	(4,240)	(3,892)
Employee share-based compensation	-	-	-	-
Loss for the year	-	-	197	197
Other comprehensive income	-	(14)	-	(14)
Balance as at 31 March 2023	267	67	(4,043)	(3,709)

As per our report on even date

For Haribhakti & Co LLP
Chartered Accountants

For and on behalf of Board of Directors

Sumant Sakhardande
Partner
Membership No: 034828

Sunil Lulla
Director
(DIN: 00243191)

Anand Shankar
Director
(DIN: 02942810)

Place: Mumbai
Date: May 27 2023

Place: Mumbai
Date: May 27 2023

Place: Mumbai
Date: May 27 2023

3 Property, plant and equipment

Amount ₹ in Lakhs

Descriptions of assets	Data processing equipments*	Electrical equipment	Furniture and fittings	Lease assets	Right of Use Asset	Motor vehicle*	Office equipment	Total
(I) For year ended 31 March 2023								
Acquisition Cost								
As at 31 March 2022	796	6	18	47	16	7	13	903
Additions	-	-	-	-	-	-	-	-
Disposals	(135)	(1)	(1)	(35)	-	-	(3)	(175)
As at 31 March 2023	661	5	17	12	16	7	10	728
	DP 1	DP 2	DP 3	DP 4	DP 5	DP 6	DP 7	
Depreciation								
As at 31 March 2022	746	6	17	47	16	7	11	850
Depreciation charge for the year	12	-	0	0	-	-	-	12
Disposals	(129)	(1)	(1)	(35)	-	0	(3)	(169)
As at 31 March 2023	629	5	16	12	16	7	8	693
Carrying amount as at 31 March 2023	32	0	1	0	-	0	2	35
(II) For year ended 31 March 2022								
Acquisition Cost								
As at 1 April 2021	801	6	18	47	16	7	13	908
Additions	0	-	-	-	-	-	-	0
Disposals	(5)	-	-	-	-	-	-	(5)
As at 31 March 2022	796	6	18	47	16	7	13	903
Depreciation								
As at 1 April 2021	718	6	17	45	16	7	11	820
Depreciation charge for the year	32	0	0	2	-	0	0	34
Disposals	(4)	-	-	-	-	-	-	(4)
As at 31 March 2022	746	6	17	47	16	7	11	850
Carrying amount as at 31 March 2022	50	0	1	0	-	0	2	53

*Finance lease disclosure

Lease under which the company assumes substantially all the risks and rewards of ownership are classified as finance leases. Company has acquired data processing equipment which has a lease period of 3 years. When acquired, such assets are capitalized at fair value or present value of the minimum lease payments at the inception of the lease, whichever is lower.

ErosNow Private Limited
Notes forming part of the financial statements

Amount ₹ in Lakhs

4. Other financial assets	As at 31 March 2023	As at 31 March 2022
Deposits- unsecured and considered good		
Security Deposit	26	26
Fixed Deposit with Bank (In lieu BG)	1	1
Interest accrued on Fixed Deposit	-	-
Trade deposit	38	38
Total	65	65

5. Loans

Unsecured and considered good

Amount due from related party (Refer note:- 27)	1,500	1,500
Loan to Related party		
Total	1,500	1,500

5.1 Following loans have been granted to promoters, directors, KMPs and the related parties, either severally or jointly with any other person that are repayable on demand

As at 31 March 2023

Type of borrower	Amount of loan or advance in the nature of loan outstanding	Percentage of the total loans and Advances in the nature of loans
Related Parties	1,500	100%

As at 31 March 2022

Type of borrower	Amount of loan or advance in the nature of loan outstanding	Percentage of the total loans and Advances in the nature of loans
Related Parties	1,500	100%

6. Non-current tax assets (net)

At the beginning of the year	290	513
Income tax refund/(paid) - net	209	(222)
At end of the year	499	290

7. Current investments

Equity shares in companies

(quoted and accounted at fair value)

10 (10) equity shares of Shyam Telecom	0	0
Total	0	0

8. Trade receivables (Unsecured)

Considered good		
Related party	123	-
Others	127	883
Considered doubtful	288	246
Less : Allowance for expected credit loss	(288)	(246)
Total	250	883

8.1 Refer Note 32 for Trade Receivable Ageing

ErosNow Private Limited
Notes forming part of the financial statements

9. Cash and cash equivalents

Balances with banks - in current account	159	134
Cash in hand	2	-
Total	161	134

10. Loans

Unsecured and considered good

Loan to Related party	5,253	3,299
Interest accrued on Loan	-	-
Total	5,253	3,299

10.1 Following loans have been granted to promoters, directors, KMPs and the related parties, either severally or jointly with any other person, that are repayable on demand

As at 31 March 2023

Type of borrower	Amount of loan or advance in the nature of loan outstanding	Percentage of the total loans and Advances in the nature of loans
Promoter	2,544	48%
Related Parties	2,709	52%

As at 31 March 2022

Type of borrower	Amount of loan or advance in the nature of loan outstanding	Percentage of the total loans and Advances in the nature of loans
Promoter	2,170	64%
Related Parties	1,129	36%

11. Other current assets (Unsecured and considered good)

Advance to suppliers	27	44
Advance to employees	3	3
Other receivable	34	35
Unbilled revenue	116	421
Prepaid expense	1	30
Receivable from related party (Refer note: 27)	755	126
Total	937	658

ErosNow Private Limited
Notes forming part of the financial statements

14. Employee benefit obligation

Non Current

Provisions for employee benefits

Compensated absence (Refer note: 26)

Gratuity (Refer note: 26)

Total

-	-
65	64
65	64

15. Other financial liabilities

Borrowing

Current maturities of non current borrowings

0	1
0	1

16. Trade payables

Micro and small enterprises

Others

Other than Micro and small enterprises

Others

Related parties (Refer note: 27)

-	-
100	63
3,970	2,567
5,770	5,523
9,840	8,153

16.1 Refer Note 33 for Trade Payable Ageing

17. Other current liabilities

Advance from customers

Unearned revenue

Other provisions

Expenses

Employees

Statutory dues

9	240
100	670
850	691
507	231
953	660
2,419	2,493

18. Employee benefit obligation

Current

Provisions for employee benefits

Compensated absence (Refer note: 26)

Gratuity (Refer note: 26)

Total

42	42
42	21
84	63

12. Equity

	Amount ₹ in Lakhs, except share data	
	Number	Amount
(A) Authorised share capital		
Beginning of the year 1 April 2022	5,000	5
Increase/(Decrease) during the year	-	-
Total shares authorised at 31 March 2023	5,000	5
Total authorised share capital as at 31 March 2023	5,000	5
Issued equity capital		
Equity shares of ₹ 100 each issued, subscribed & fully paid	1,000	1
Shares issued and fully paid as at 31 March 2023	1,000	1

a) Terms/Rights attached to shares

The Company has only one class of equity shares having a par value of ₹ 100 per share. Each holder of equity shares is entitled to one vote per share. The dividends, if any, proposed by Board of Directors is subject to approval by the Shareholders. All shares rank pari passu on repayment of capital in the event of liquidation.

b) Reconciliation of paid-up share capital (Equity Shares)

	As at 31 March 2023		As at 31 March 2022	
	Number	Amount (₹ in Lakhs)	Number	Amount (₹ in Lakhs)
Balance at the beginning of the year	1,000	1	1,000	1
Add:- issued during the year	-	-	-	-
Balance at the end of the year	1,000	1	1,000	1

c) Shares held by holding company, subsidiaries of holding company

	As at 31 March 2023		As at 31 March 2022	
	Number of shares held	Amount (₹ in lakhs)	Number of shares held	Amount (₹ in lakhs)
Eros International Media Limited - Holding company	1,000	1	1,000	1

d) Details of Shareholders holding more than 5% of the shares in the Company

	As at 31 March 2023		As at 31 March 2022	
	Number of shares held	% holding	Number of shares held	% holding
Eros International Media Limited - Holding company & nominee	1,000	100%	1,000	100%

e) Share holding of Promoter

As at 31 March 2023

Classs of Equity share	Promoter's Name	No. of shares at the beginning of the year	Change during the year	No. of shares at the end of the year
Equity Shares	Eros International Media Limited	1,000	-	1,000

As at 31 March 2022

Classs of Equity share	Promoter's Name	No. of shares at the beginning of the year	Change during the year	No. of shares at the end of the year
Equity Shares	Eros International Media Limited	1,000	-	1,000

13. Other Equity

	Security Premium	Other comprehensive income	Retained earnings	Total equity
	Balance as at 1 April 2021	267	46	(939)
Profit/ (Loss) for the year	-	-	(3,301)	(3,301)
Other comprehensive income / (loss) for the year	-	35	-	35
Balance as at 31 March 2022	267	81	(4,240)	(3,892)
Profit/ (Loss) for the year	-	-	197	197
Other comprehensive income / (loss) for the year	-	(14)	-	(14)
Issue of ESOP by Holding company	-	-	-	-
Balance as at 31 March 2023	267	67	(4,043)	(3,709)

Share premiums has been recorded in respect of the issue of share capital of Holding company related to employee share-based payment

ErosNow Private Limited
Notes forming part of the financial statements

	Amount ₹ in Lakhs	
	Year ended 31 March 2023	Year ended 31 March 2022
19. Revenue from operations		
Revenue from operations	1,867	393
Other operating income	6	10
Total	1,873	403
20. Other income		
Interest income		
Bank deposit *	0	0
Income tax refund	6	25
Loan to related party	464	216
Reversal of Provision for doubtful debt	-	(4)
Provision and balances written back	116	-
Total	586	236
21. Operating expenses		
Content expenses *	0	18
Technology expenses	1,344	46
Advertisement expenses	7	88
Total	1,351	152
22. Employee benefits expense		
Salary and bonus	4	2,288
Employer Contribution to provident funds (refer note 26)	-	123
Employee compensation expenses (refer note 26)	-	-
Gratuity expenses (refer note 26)	15	37
Total	19	2,448
23. Finance costs		
Interest on MSME & Others	26	3
Interest on delayed payment of taxes		
Delay Payment of TDS	210	115
Delay payment of GST	56	24
Interest on right to use rental asset	-	0
Total	292	143
24. Other expenses		
Rates and taxes	9	15
Legal and professional expenses	36	40
Auditors remuneration (refer note 35)	7	10
Loss on fixed assets written off	6	0
Provision for doubtful advances	42	-
Loss on foreign currency transactions and translation (net)	424	144
Bank charges	1	2
Miscellaneous expenses	58	71
Total	583	282
* amount represents below ₹ lakh		
25. Earnings per share (EPS)		
Profit/(Loss) after tax attributable to equity shareholders	197	(3,301)
Weighted average number of equity shares	1,000	1,000
Basic and diluted EPS (face value of ₹100 per share) (Rs)	19,724	(330,115)

26. Employee benefits

1. Short term employee benefits

All employee benefits payable wholly within twelve months of rendering the service are classified as short term employee benefits. Benefits such as Salaries, incentives and allowances, short terms compensated absences, etc., and the expected cost of bonus, ex-gratia are recognised in the period in which the employee renders the related service.

2. Long term employee benefits

The disclosures as per Ind AS-19 are as under:

(i) Defined benefit plan

Gratuity (Unfunded):

The Company provides for gratuity for employees in India as per the Payment of Gratuity Act, 1972. Employees who are in continuous service for a period of 5 years are eligible for gratuity. The amount of gratuity payable on retirement/termination is the employees last drawn basic salary per month computed proportionately for 15 days salary multiplied for the number of years of service. The gratuity plan is a unfunded plan.

A. Movement in the present value of projected benefit obligation for gratuity

Particulars	Amount ₹ in Lakhs	
	As at 31 March 2023	As at 31 March 2022
At the beginning of the period	85	105
Interest cost	6	6
Current service cost	31	31
Past service cost	-	-
Liability Transferred In/ Acquisitions (Benefit paid directly by the employer)	(9)	(9)
Actuarial (gains)/losses on obligations - due to change in demographic assumptions	(22)	(22)
Actuarial (gains)/losses on obligations - due to change in financial assumptions	1	1
Actuarial (gains)/losses on obligations - due to experience	(27)	(27)
At the end of the year	65	85
Current portion of gratuity	21	21
Non-current portion of gratuity	64	64
Total	85	85

B. Amount recognised in the statement of profit and loss

Particulars	Amount ₹ in Lakhs	
	Year ended 31 March 2023	Year ended 31 March 2022
Interest cost	6	6
Current service cost	31	31
Past service cost	-	-
Net impact as employee benefit expenses	37	36
Actuarial (gains)/losses on obligations - due to change in demographic assumptions	(22)	(22)
Actuarial (gains)/losses on obligations - due to change in financial assumptions	1	1
Actuarial (gains)/losses on obligations - due to experience	(27)	(27)
Net impact as other comprehensive income before tax	(48)	(47)

C. Amount recognised in the balance sheet

Particulars	Amount ₹ in Lakhs	
	As at 31 March 2023	As at 31 March 2022
Obligation for gratuity	65	85
	65	85

Number of active members are 67 (2022 - 85)

Weighted average duration of the projected benefit obligation for gratuity is 2 years (2022 : 3 years)

(this space has been intentionally left blank)

ErosNow Private Limited
Notes forming part of the financial statements

D. The defined benefit obligations shall mature after year end as follows:

Particulars	Amount ₹ in Lakhs	
	As at 31 March 2023	As at 31 March 2022
1st following year	42	21
2nd following year	28	26
3rd following year	18	17
4th following year	12	11
5th following year	8	7
Sum of years 6 to 10	11	9
Sum of years 11 to above	-	1

E. Assumptions

The actuarial calculations used to estimate commitments and expenses in respect of gratuity is based on the following assumptions which if changed, would affect the commitment's size, funding requirements and expense:

Particulars	As at 31 March 2023	As at 31 March 2022
Rate of discounting - Indicative Government security referenced rate of interest	7.29%	4.56%
Rate of salary increase	4.76%	4.76%
Rate of employee turnover	41.00%	45.00%
Mortality Rate During Employment - Published rates under the Indian Assured Lives Mortality (2012-14) Urban.		

F. Sensitivity

The sensitivity of the defined benefit obligation to changes in the weighted key assumptions are:

Particulars	Year ended 31 March 2023		Year ended 31 March 2022	
	Rate of discounting	Increase by 1%	Decrease by 1%	Increase by 1%
Increase / (decrease) in the defined benefit liability	(1)	2	(1)	1
Rate of salary increase	Increase by 1%	Decrease by 1%	Increase by 1%	Decrease by 1%
Increase / (decrease) in the defined benefit liability	1	(1)	1	(1)
Rate of employee turnover	Increase by 1%	Decrease by 1%	Increase by 1%	Decrease by 1%
Increase / (decrease) in the defined benefit liability	(0)	0	(1)	1

The sensitivity analyses above have been determined based on reasonably possible changes of the respective assumptions occurring at the end of the reporting period and may not be representative of the actual change. It is based on a change in the key assumption while holding all other assumptions constant. When calculating the sensitivity to the assumption, the method (Projected Unit Credit Method) used to calculate the liability recognised in the balance sheet has been applied. The methods and types of assumptions used in preparing the sensitivity analysis did not change compared with the previous period.

(ii) Defined contribution plan

(a) Provident fund and employee's state insurance corporation

The Company pays fixed contribution to the provident fund and employee's state insurance corporation entities in relation to several state plans and insurances for individual employees. This fund is administered by the respective Government authorities, and the Company has no legal or constructive obligations to pay contributions in addition to its fixed contributions, which are recognised as an expense in the period that related employee services are received.

Contribution to defined contribution plan recognised as employee benefit expenses

Particulars	Year ended 31 March 2023	Year ended 31 March 2022
Employer's Contribution towards Provident Fund (PF)	-	123
Employer's Contribution towards Employee's State Insurance Corporation (ESIC)	0	0
Total	0	123

(b) Compensated absences

The Company's had discontinued with leave encashment policy in earlier years. Thus, during the year, no leave encashment recognised by the Company. As at 31 March 2023, Company has obligation of ₹ Nil (2022 : ₹ 42 Lakhs related to period up to March 2021).

Current portion of compensated absence	-	42
Non-current portion of compensated absence	-	-
Total	-	42

(this space has been intentionally left blank)

ErosNow Private Limited
Notes forming part of the financial statements

27. Related party disclosures

Ultimate Holding company	Eros STX Global Corporation, Isle of Man (upto 15 September 2021)
Step up Holding company	Eros Worldwide FZ LLC, Dubai (upto 15 September 2021)
Holding company	Eros International Media Limited
Entities under common control (Fellow Subsidiaries)	Eros Digital Private Limited (upto 15 September 2021) Eros Digital FZ LLC (upto 15 September 2021) Eros International Films Private Limited
Key Management Personnel (KMP)	Mr. Sunil Lulla - Director Mr. Anand Shankar Kamtam - Director Mr. Farokh P. Gandhi - Director (upto 14 August 2021) Mr. Pradeep Dwivedi - Director Mr. Vijay Thaker - Director Mr. Vijay Sandeep Vaishnav - CFO (upto 11 February 2022)

Number of share held by related parties	% of Holding	% of Holding
	31 March 2023	31 March 2022
Eros International Media Limited - Holding company	100%	100%

A. Transactions during the year with related parties

Particulars	Amount ₹ in Lakhs	
	Year ended 31 March 2023	Year ended 31 March 2022
Revenue from operations		
Holding company		
Eros International Media Limited	-	-
	-	-
Interest Income		
Eros International Media Limited	335	172
	335	172
Entities under common control		
Interest Income		
Eros International Films Private Limited	129	44
	129	44
Operating expenses		
Holding company		
Eros International Media Limited	-	8
	-	8
Gratuity/ LE Liability transferred		
Holding company		
Eros International Media Limited	-	-
	-	-
Staff Loan/ Scrap sale transferred		
Holding company		
Eros International Media Limited	-	0
	-	0
Purchase of Film Rights		
Holding company		
Eros International Media Limited	1,351	-
	1,351	-
Loan given		
Holding company		
Eros International Media Limited	971	3,225
	971	3,225
Loan given		
Entities under common control		
Eros International Films Private Limited	1,793	1,442
Eros International Ltd.	723	448
Big Screen Ent. Pvt.Ltd.	-	1
	2,516	1,892
Repayment of loan given		
Holding company		
Eros International Media Limited	899	665

ErosNow Private Limited
Notes forming part of the financial statements

	Year ended 31 March 2023	Amount ₹ in Lakhs Year ended 31 March 2022
Repayment of loan given		
Entities under common control		
Eros International Films Private Limited	330	925
Eros International Ltd.	-	447
	330	1,372
Capital contribution / Employee compensation expenses		
Holding company		
Eros International Media Limited	-	-
	-	-
Revenue and cost attributable to (net):		
Entities under common control		
Eros Digital FZ LLC	515	295
	515	295
Revenue from operations		
Entities under common control		
Eros Digital FZ LLC	378	378
	378	378
B. Balances with related parties		
		Amount ₹ in Lakhs
Particulars	As at	As at
	31 March 2023	31 March 2022
Other current assets		
Loan given		
Holding company		
Eros International Media Limited	2,544	2,170
Companies and firms in which KMP / Relatives of KMP can exercise significant influence		
Eros International Ltd.	-	-
Kratos Ads Pte. Ltd. (Singapore)	-	-
	2,544	2,170
Other non- current assets		
Loan given		
Holding company		
Eros International Media Limited	1,500	1,500
	1,500	1,500
Loan given		
Entities under common control		
Eros International Films Private Limited	2,709	1,129
	2,709	1,129
Trade payables		
Holding company		
Eros International Media Limited	7	8
	7	8
Trade payables		
Entities under common control		
Eros Digital FZ LLC	5,762	5,516
	5,762	5,516
Other receivable		
Holding company		
Eros International Media Limited	123	123
	123	123
Other receivable		
Entities under common control		
Eros International Ltd.	753	2
Big Screen Ent. Pvt.Ltd.	1	1
	753	3

'0' (zero) denotes amount less than ₹ one lakh

ErosNow Private Limited
Notes forming part of the financial statements

28. Segment reporting

(a) Business Segment

The company is engaged in providing content services which includes development, marketing, promotion and distribution on digital platforms to telecom customers. Therefore, only one operating segment have been identified on the basis of nature of products and other quantitative criteria specified in the Ind AS 108. Operating segment disclosures are consistent with the information provided to and reviewed by the chief operating decision maker.

Particulars	Amount ₹ in Lakhs	
	Year ended 31 March 2023	Year ended 31 March 2022
External revenue	1,873	403

(a) Geographical Segment

	Amount ₹ in Lakhs	
	Year ended 31 March 2023	Year ended 31 March 2022
India	1,488	1
Rest of the world	385	402
	1,873	403

Non-current assets other than financial instruments, income tax assets and deferred tax

Non-current assets	Amount ₹ in Lakhs	
	Year ended 31 March 2023	Year ended 31 March 2022
Rest of the world	-	-
India	35	53
	35	53

(this space has been intentionally left blank)

ErosNow Private Limited
Notes forming part of the financial statements

29. Categories of financial assets and financial liabilities

The carrying value and fair value of financial instruments by categories are as follows:

Particulars	Amount ₹ in Lakhs	
	As at 31 March 2023	As at 31 March 2022
Financial assets		
Measured at fair value through profit and loss		
Investments	0	0
	<u>0</u>	<u>0</u>
Measured at amortised cost		
Trade receivables	250	883
Cash and cash equivalents	161	134
Loans	6,753	4,799
Other financial assets	65	65
	<u>7,229</u>	<u>5,881</u>
Financial liabilities		
Measured at amortised cost		
Borrowings	0	1
Trade payables	9,840	8,153
Other financial liabilities	1,352	1,352
	<u>11,192</u>	<u>9,506</u>

The net carrying value of cash and cash equivalents, other bank balances, trade receivables, trade payables, Unbilled revenue, and other financial liabilities/assets is a reasonable approximation of fair value largely due to the short-term maturities of these instruments.

30A. Fair value measurement of financial instruments

Financial assets and financial liabilities measured at fair value in the balance sheet are grouped into three Levels of a fair value hierarchy. The three Levels are defined based in the observability of significant inputs to the measurement, as follows:

- Level 1 — Quoted (unadjusted) market prices in active markets for identical assets or liabilities.
- Level 2 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable.
- Level 3 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

The following table shows the Levels within the hierarchy of financial assets and liabilities measured at fair value on a recurring basis:

Year ended 31 March 2023	Amount ₹ in Lakhs			
	Level 1	Level 2	Level 3	Total
Financial assets				
Measured at fair value through profit and loss				
Investments*	0	-	-	0
	<u>0</u>	<u>-</u>	<u>-</u>	<u>0</u>
Measured at amortised cost				
Trade receivables	-	-	-	250
Unbilled revenue	-	-	-	-
Cash and cash equivalents	-	-	-	161
Loans	-	-	-	6,753
Other financial assets	-	-	-	65
	<u>-</u>	<u>-</u>	<u>-</u>	<u>7,229</u>
Financial liabilities				
Measured at amortised cost				
Borrowings *	-	-	-	0
Trade payables	-	-	-	9,840
Other financial liabilities	-	-	-	1,352
	<u>-</u>	<u>-</u>	<u>-</u>	<u>11,192</u>
Year ended 31 March 2022				
Financial assets				
Measured at fair value through profit and loss				
Investments*	0	-	-	0
	<u>0</u>	<u>-</u>	<u>-</u>	<u>0</u>
Measured at amortised cost				
Trade receivables	-	-	-	883
Unbilled revenue	-	-	-	-
Cash and cash equivalents	-	-	-	134
Loans	-	-	-	4,799
Other financial assets	-	-	-	65
	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,881</u>
Financial liabilities				
Measured at amortised cost				
Borrowings	-	-	-	1
Trade payables	-	-	-	8,153
Other financial liabilities	-	-	-	1,352
	<u>-</u>	<u>-</u>	<u>-</u>	<u>9,505</u>

* amount represents below ₹ lakh

(this space has been intentionally left blank)

30. Financial instruments risk

Risk management objectives and policies

The Company's activities expose it to a variety of financial risks: market risk, credit risk and liquidity risk. The Company's primary focus is to foresee the unpredictability of financial markets and see to minimize potential adverse effects on its financial performance. The Company's financial assets and liabilities by category are summarized in Note 29.

The Company's risk management is coordinated at its office, in close cooperation with the board of directors. The most significant financial risks to which the Company is exposed are described

A. Market risk analysis

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risks: interest rate risk, currency risk and other price risk. Financial instruments affected by market risk includes borrowings, investments, trade payables, trade receivables and loans.

(i) Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. This risk exist mainly on account of borrowings of the Company. However, all these borrowings are at fixed interest rate and hence the exposure to change in interest rate is insignificant.

(ii) Foreign currency risk

The Company is exposed to foreign exchange risk from foreign currency transactions. As a result it faces both translation and transaction currency risk which are principally mitigated by matching foreign currency revenues and costs wherever possible. The Company has identified that it will need to utilize hedge transactions to mitigate any risks in movements between the US Dollar and the Indian Rupee and has adopted an agreed set of principles that will be used when entering into any such transactions. No such transactions have been entered into to date and the Company has managed foreign currency exposure by seeking to match foreign currency inflows and outflows as much as possible.

The Company adopts a policy of borrowing where appropriate in the foreign currency as a hedge against translation risk. The table below shows the Company's net foreign currency monetary assets and liabilities position in the main foreign currencies, translated to Indian Rupees (INR) equivalents, as at the year end

Net balance receivables/ (payables)	Amount ₹ in Lakhs	
	As at	As at
	31 March 2023	31 March 2022
USD	2.3	(5,339.6)
MVR	0.9	-
MYR	0.3	3.0
QAR	0.1	-
THB	0.0	1.2

Foreign currency sensitivity

Most of the Company's transactions are carried out in INR. Exposures to currency exchange rates arise from the Company's overseas transactions, which are primarily denominated in US dollars (USD) and British Pound (GBP)

The Company is not exposed to significant foreign currency risk as at the respective reporting dates and hence the exposure to change in interest rate is also insignificant.

(iii) Other price risk

The Company is mainly exposed to the price risk due to change in fair valuation of its investment in market traded equity instruments. The details of such investments are given in Note 4. The price risk arises due to uncertainties about the future market values of these investments. However, Company has insignificant value of investment in equity instruments and hence the exposure to change in interest rate is also insignificant.

The Company is not exposed to significant investment in market traded equity instruments as at the respective reporting dates and hence the exposure to change in interest rate is also insignificant.

B. Credit risk analysis

Credit risk is the risk that a counterparty fails to discharge an obligation to the Company. the Company's maximum exposure to credit risk is limited to the carrying amount of financial assets recognized at 31 March, as summarized below:

	Amount ₹ in Lakhs	
	As at	As at
	31 March 2023	31 March 2022
Trade receivables (net)	250	883
Loans	6,753	4,799
	7,002	5,683

ErosNow Private Limited**Notes forming part of the financial statements**

The Company measures the expected credit loss of trade receivables and loan from employees based on historical trend, industry practices and the business environment in which the entity operates. Loss rates are based on actual credit loss experience and past trends. Based on the historical data, loss on collection of receivable is detailed below

Credit risk arising other bank balances and other financial assets are limited. In case of other bank balance, counterparties are banks and recognized financial institutions with high credit ratings assigned by the international credit rating agencies whereas in case of other financial assets consist of bills receivables.

As at 31 March 2023, 31 March 2022 the Company's financial assets have contractual maturities less than a year.

C. Liquidity risk analysis

Liquidity risk is the risk that the Company will face in meeting its obligations associated with its financial liabilities. The Company's approach in managing liquidity is to ensure that it will have sufficient funds to meet its liabilities when due without incurring unacceptable losses.

The Company maintained a cautious liquidity strategy, with a positive cash balance throughout the year ended 31st March, 2022 and 31st March, 2021. Cash flow from operating activities provides the funds to service the financial liabilities on a day-to-day basis. The Company regularly monitors the rolling forecasts to ensure it has sufficient cash on an on-going basis to meet operational needs. Any short term surplus cash generated, over and above the amount required for working capital management and other operational requirements, is retained as cash and cash equivalents.

As at 31 March 2023, 31 March 2022 the Company's financial liabilities have contractual maturities (including interest payments where applicable) less than a year.

ErosNow Private Limited**Notes forming part of the financial statements****31. Management of capital risk**

The Company manages its capital to ensure that it will be able to continue as a going concern while maximizing the return to shareholders through the optimization of the debt and equity balance. The Company monitors capital using a gearing ratio, which is net debt divided by total capital. For the purpose of the Company's capital management, capital includes issued capital and all other equity reserves attributable to the equity shareholders of the Company whereas debt includes debt less cash and cash equivalent and other bank balances.

The gearing ratio at the end of the reporting period was as follows:

	Amount ₹ in Lakhs	
	As at 31 March 2023	As at 31 March 2022
Debt	0	1
Less: Cash and cash equivalents and other bank balances	(161)	(134)
Net debt (A)	(161)	(133)
Equity (B)	(3,708)	(3,891)
Net debt to equity (A/B)	4%	3%

32. Contingent liabilities and commitments (to the extent not provided for)

A. Contingent liabilities Particulars	Amount ₹ in Lakhs	
	As at 31 March 2023	As at 31 March 2022
Claims against the company not acknowledged as debt		
Service tax	94	94
	94	94

On 28 February, 2013, the Company received a service tax order with reference to the internal audit conducted by the service tax department. Based on the audit conducted, department has demanded tax amounting to ₹ 113.50 Lakhs against which the company has paid ₹ 20 Lakhs during the year ended 31 March 2016. The Company has not made any provision in the books to give effect to this order and filed an appeal against the demand. The Company expects that the final outcome will be favourable. Accordingly, based on the assessment made after appropriate legal advice, ₹ 93.50 Lakhs has been considered as contingent liability.

The Company has given first charge by way of hypothecation on current assets and cash flows to Srei equipments finance limited on behalf of holding company

B. Commitments

The Company does not have any commitment as at 31 March 2023, 31 March 2022.

32 Trade Receivables Ageing as at 31 March 2023

Amount ₹ in Lakhs

Particulars	Outstanding for following period from due date of payment							Total
	Not Due	Unbilled	Less than 6 months	6 months - 1 year	1 - 2 years	2 - 3 years	More than 3 years	
Undisputed Trade receivables-considered good	125	-	93	61	155	31	74	539
Undisputed Trade receivables-which have significant increase in credit risk								
Undisputed Trade receivables-credit impaired								
Disputed Trade receivables-considered good								
Disputed Trade receivables-which have significant increase in credit risk								
Disputed Trade receivables-credit impaired								
Total	125	-	93	61	155	31	74	539

Trade Receivables Ageing as at 31 March 2022

Particulars	Outstanding for following period from due date of payment							Total
	Not Due	Unbilled	Less than 6 months	6 months - 1 year	1 - 2 years	2 - 3 years	More than 3 years	
Undisputed Trade receivables-considered good	484	-	450	85	26	43	41	1,129
Undisputed Trade receivables-which have significant increase in credit risk	-	-	-	-	-	-	-	-
Undisputed Trade receivables-credit impaired	-	-	-	-	-	-	-	-
Disputed Trade receivables-considered good	-	-	-	-	-	-	-	-
Disputed Trade receivables-which have significant increase in credit risk	-	-	-	-	-	-	-	-
Disputed Trade receivables-credit impaired	-	-	-	-	-	-	-	-
Total	484	-	450	85	26	43	41	1,129

33 Trade Payables Ageing as at 31 March 2023

Amount ₹ in Lakhs

Particulars	Outstanding for following period from due date of payment					
	Note Due	Less than 1 year	1 - 2 years	2 - 3 years	More than 3 years	Total
MSME	-	60	36	3	-	99
Others	-	7,554	1,914	111	162	9,741
Disputed-MSME						
Disputed-Others						
Total	-	7,614	1,950	114	162	9,840

Trade Payables Ageing as at 31 March 2022

Particulars	Outstanding for following period from due date of payment					
	Note Due	Less than 1 year	1 - 2 years	2 - 3 years	More than 3 years	Total
MSME	-	60	3	-	-	63
Others	814	2,618	3,993	514	151	8,090
Disputed-MSME	-	-	-	-	-	-
Disputed-Others	-	-	-	-	-	-
Total	814	2,678	3,996	514	151	8,153

34 Ratio Analysis

Sr.	Particulars	FY 2022-23	FY 2021-22	% Change	Remark for Variations
1	Current Ratio	0.53	0.46	15.22%	-
2	Debt Equity Ratio	NA	NA	NA	NA
3	Debt Service Coverage Ratio	NA	NA	NA	NA
4	Return on Equity	(0.05)	0.85	-105.88%	Due to profit earned during the year as compared to loss in last year
5	Inventory Turnover Ratio	NA	NA	NA	NA
6	Trade Receivables Turnover Ratio	2.24	0.31	625.81%	Due to increase in sales in the current year
7	Trade Payables Turnover Ratio	0.15	0.03	400.00%	Due to increase in operating expenses and creditors in the current year
8	Net Capital Turnover Ratio	(0.51)	(0.10)	400.00%	Due to increase in sales in the current year
9	Net Profit Ratio	0.11	(8.19)	-101.34%	Due to profit earned during the year as compared to loss in last year
10	Return on Capital Employed	0.02	0.63	-96.83%	Due to profit earned during the year as compared to loss in last year
11	Return on Investments	0.06	0.04	50.00%	Due to higher other income and increase in total assets mainly due to increase in loans in current year

34.1 Formula for computation of ratios are as follows:

Sr.	Particulars	Formula
1	Current Ratio	Current Assets/ Current Liabilities
2	Debt Equity Ratio	Total Debt/ Total Equity
3	Debt Service Coverage Ratio	Earnings before Interest, Tax and Exceptional Items / (Interest Expense + Principal Repayments made during the period for long term loans)
4	Return on Equity Ratio	Profit After Tax (Attributable to Owners)/ Average Net Worth
5	Inventory Turnover Ratio	Cost of Goods Sold / (Average Inventories of Finished Goods, Stock-in-Process and Stock-in-Trade)
6	Trade Receivables Turnover Ratio	Value of Sales & Services / Average Trade Receivables
7	Trade Payables Turnover Ratio	Cost of Materials Consumed (after adjustment of RM Inventory) + Purchases of Stock-in-Trade + Other Expenses / Average Trade Payables
8	Net Capital Turnover Ratio	Value of Sales & Services / Net Worth
9	Net Profit Ratio	Profit After Tax (after Exceptional items) / Value of Sales & Services
10	Return on Capital Employed (Excluding Working Capital financing)	Earning before interest and taxes/ Capital Employed (Capital Employed = Tangible Net Worth + Total Debt + Deferred Tax Liability)
11	Return on Investments	Other Income (Excluding Dividend) / (Average Cash, Cash Equivalent & Other Marketable Securities)