



## Eros International Media Limited

CIN: L99999MH1994PLC080502

Regd Office : 201 Kailash Plaza, Plot No A-12, Opp Laxmi Industrial Estate, Link Road, Andheri (W), Mumbai 400053  
Standalone unaudited financial results for the quarter and nine months ended 31 December 2021

Particulars	Quarter ended on			Nine months ended		Year ended on
	31-Dec-21	31-Dec-20	30-Sep-21	31-Dec-21	31-Dec-20	31-Mar-21
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
Income						
1 Net sales/income from operations	10,753	5,922	2,768	15,404	14,306	24,450
2 Other income	(59)	679	2,798	3,424	4,867	6,814
<b>Total income (1+2)</b>	<b>10,694</b>	<b>6,601</b>	<b>5,566</b>	<b>18,828</b>	<b>19,173</b>	<b>31,264</b>
3 Expenses						
Operational Costs including content amortization	2,234	4,456	3,509	8,008	11,310	21,540
Employee benefits expense	746	826	856	2,538	2,373	3,138
Finance costs (net)	1,276	2,910	635	4,455	8,462	10,943
Depreciation and amortization expense	78	161	82	240	463	610
Other expenses	1,639	725	1,330	3,436	2,960	10,880
<b>Total expenses</b>	<b>5,973</b>	<b>9,078</b>	<b>6,412</b>	<b>18,677</b>	<b>25,568</b>	<b>47,111</b>
4 <b>Profit/(loss) before exceptional item and tax (1+2-3)</b>	<b>4,721</b>	<b>(2,477)</b>	<b>(846)</b>	<b>151</b>	<b>(6,395)</b>	<b>(15,847)</b>
5 Exceptional (loss)/ gain	-	-	-	-	-	-
6 <b>Profit/(loss) before tax (4-5)</b>	<b>4,721</b>	<b>(2,477)</b>	<b>(846)</b>	<b>151</b>	<b>(6,395)</b>	<b>(15,847)</b>
7 Tax expense						
a) Current tax including short/ (excess) provision of earlier periods	-	-	-	-	-	1,136
b) Deferred Tax	-	-	-	-	-	-
<b>Total tax expenses/(credit) net</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,136</b>
8 <b>Profit/(loss) for the period/year (6-7)</b>	<b>4,721</b>	<b>(2,477)</b>	<b>(846)</b>	<b>151</b>	<b>(6,395)</b>	<b>(16,983)</b>
9 Other comprehensive income/(loss): not to be reclassified- net of taxes	(5)	(7)	(5)	(13)	(12)	(14)
10 <b>Total comprehensive income/(loss) for the period/year</b>	<b>4,716</b>	<b>(2,484)</b>	<b>(851)</b>	<b>138</b>	<b>(6,407)</b>	<b>(16,997)</b>
11 Paid-up equity share capital (face value of ₹ 10 each)	9,588	9,581	9,588	9,588	9,581	9,586
12 Other equity excluding revaluation reserve	-	-	-	-	-	11,518
13 Earnings per share (EPS) (in Rs.) (not annualised)						
Basic (in ₹)	4.92	(2.59)	(0.88)	0.16	(6.68)	(17.74)
Diluted (in ₹)	4.92	(2.59)	(0.88)	0.16	(6.68)	(17.74)

### Notes:

- The above results have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 11 February, 2022.
- The Company operates on a single reportable segment, which is co-production, acquisition and distribution of Indian language films in multiple formats, being governed by similar risks and returns, forming the primary business segment.
- One Time Restructuring (OTR) under RBI's Resolution Framework for Covid-19 related stress as per RBI circular dated 6 August 2020 and Resolution Framework for Covid-19 related stress – Financial Parameters dated 7 September 2020 were invoked by the Company and the consortium bankers on 24 December 2020. The said resolution plan was duly approved and implemented by the company's bankers on 22 June 2021 with effect from the cutoff date as 1 January 2021 and accordingly, the outstanding debts liabilities were restructured and the impact of the said restructuring has been taken in the financial result for the nine months ended 31 December 2021 based on the OTR framework agreement, bank sanction letters and other related documents.
- The economic uncertainty created by the COVID-19 resulted in significant business disruptions for film distributor and broadcasting companies till date. As at 31 December 2021, the current liabilities of the Company exceed current assets by ₹15,767 lakhs. Material uncertainties exists that may cast significant doubt on the Company's ability to continue as a going concern. The Company has taken various steps aimed at augmenting liquidity including restructuring of the borrowing facilities, conserving cash including various costs saving initiatives, and maximizing revenue through content monetization on new partner platforms including monetizing of the film/music library by way of long term contracts. The Company has considered the impact of these uncertainties and steps and factored them into their financial forecasts including the realization of trade receivable dues from the holding company. For the said reason, Management continues to adopt the going concern basis in preparing the financial results.
- Since early March 2021, India has witnessed a second wave of COVID-19 with sudden rise in COVID-19 cases across India. This led to imposing lockdown like restrictions across the country and impacted the economic activity including the entire media and entertainment industry. India has also witnessed third wave of COVID 19 since January 2022. The business activities of the Company were also affected for the above periods/year. The Company's management has done an assessment of the situation, including the liquidity position, the recoverability and carrying value of all its investments, other assets and liabilities and concluded that there were no material adjustments required as on 31 December, 2021. As a result of the growing uncertainties with respect to COVID-19, the impact of this pandemic may be different from that estimated as at the date of approval of these financial results. The Company will continue to closely monitor any material changes to future economic condition.
- During the quarter and nine month ended 31 December 2021, Company has entered into the agreement with two related parties (fellow subsidiaries of holding Company) for a value exceeding 10% of the consolidated revenue of the previous year. The Company would be obtaining the approval of shareholders (postal ballot) as required by Regulation 23 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended ("the Listing Regulations").
- As at 31 December, 2021, the Company has receivables from Holding Company Eros Worldwide FLZ LLC ("EWW") comprising of trade receivables of ₹ 34,017 lakhs and EWW fellow subsidiaries amounting to ₹ 16,409 lakhs. The Ultimate Parent Company has entered into negotiations with a third party for the sale of one of its subsidiary company, which is currently in advanced stage, resulting in further inflows to the Group. Management is confident of recovery of the above dues from the related party in the due course and does not require any provision.
- The Company's financial results for any period fluctuate due to film release schedules which take into account holidays and festivals in India and elsewhere, competitor film releases and sporting events.
- The figures for the previous quarters/year have been regrouped/rearranged wherever necessary to make them comparative with the current quarter's figures.



For and on behalf of Board of Directors  
  
 Sunil Lulla  
 Executive Vice Chairman and Managing Director  
 DIN: 00243191

Place: Mumbai  
Date : 11 February 2022

### EROS INTERNATIONAL MEDIA LIMITED

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 CIN No. L99999MH1994PLC080502

**Independent Auditors Review Report**

To,  
The Board of Directors of  
EROS INTERNATIONAL MEDIA LIMITED

1. We have reviewed the accompanying statement of unaudited standalone financial results of **EROS INTERNATIONAL MEDIA LIMITED** ("the Company") for the quarter ended December 31, 2021 and year to date from April 01, 2021 to 31 December, 2021 ("the Statement") attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended ("the Listing Regulations").
2. The Statement, which is the responsibility of the Company's Management and approved by the Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34, (Ind AS 34) "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 as amended, read with relevant rules thereafter and other accounting principles generally accepted in India. 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 Engagement (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 Statements is free of material misstatement. 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.
4. **Basis for Qualified Conclusion**
  - a) With reference to Note 7 of the standalone financial results, the Company has receivables from Holding Company Eros Worldwide FZ LLC ("EWW") comprising of trade receivable of Rs. 34,017 Lakhs which are overdue. As per the management accounts for six months ended September 30, 2021 provided to us, the net worth of the EWW is eroded and has incurred losses during the period. Further, EWW has made significant write down in the carrying amount of film content. Considering the financial position of EWW as per management accounts, we are unable to comment on the extent of the recoverability of the carrying value of above receivables due from EWW and the consequential impact on the losses for quarter/nine months.

- b) During the quarter, Company has recognized revenue for sale of remake rights of certain movies to related parties who are fellow subsidiaries of holding Company i.e. EWW aggregating to Rs.9,163 Lakhs on deferred payment basis. As we are unable to assessed the collectability of dues from holding company as stated in para (a) above, the collectability of the revenue so recognized during the quarter is not ascertainable. Accordingly, it's impact on the revenue for quarter and nine months ended December 31, 2021 and Total Comprehensive Income for the period is not ascertainable.
5. Based on our review conducted as above, subject to the effects of matter described in paragraph 4 above, 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 applicable Indian Accounting Standards ('Ind AS') specified under Section 133 of the Companies Act, 2013, as amended, read with relevant rules issued thereunder and other accounting principles general has not disclosed the information required to be disclosed in terms of Regulation, read with the Circular, including the manner in which it is to be disclosed, or that it contains any material misstatement.

#### 6. Emphasis of Matter

We draw attention to Note 5 of the standalone financial results, which describes the Company's management evaluation of Covid 19 impact on the future business operations and future cash flows of the Company and its consequential effects on the carrying value of assets as on December 31, 2021. In view of uncertain economic conditions, the Company's management's evaluation of impact on subsequent periods is highly dependent upon conditions as they evolve.

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

#### 7. Material Uncertainty Related to Going Concern

With reference to Note 4 of the standalone financial results, the economic uncertainty created by the novel coronavirus has resulted in significant business disruptions for film distributor and broadcasting companies. Company's current liabilities exceeds the current assets as on December 31, 2021. These conditions, along with other matter as set forth in the aforesaid note, indicate the existence of a material uncertainty with respect to the Company's assessment to continue as a going concern and such assumption depends on the Company's monetizing of the film/music library by way of long term contracts and recovery of the dues from holding company.

Our conclusion is not modified in respect of this matter.



8. Other matter

During the quarter, Company has entered into the agreement with two related parties (fellow subsidiaries of holding Company) for a value exceeding 10% of the consolidated revenue of the previous year. The Company's management has represented to us, that Company would be obtaining the approval of shareholders by way of postal ballot as required by clause 23 of the Listing Regulations.

Our conclusion is not modified in respect of this matter.

**For Chaturvedi & Shah LLP**

Chartered Accountants

(Firm Registration no. 101720W/W100355)



**Amit Chaturvedi**

Partner

Membership No.:103141

UDIN: 22103141ABKJUF7911



Place: Mumbai

Date: February 11, 2022