

Saavn Media Limited
Financial Statements
2021-22

**SAAVN MEDIA LIMITED
INDEPENDENT AUDITOR'S REPORT**

To the Members of Saavn Media Limited

Report on the Audit of the Standalone Financial Statements**Opinion**

We have audited the accompanying standalone financial statements of Saavn Media Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2022, the Statement of Profit and Loss, including the statement of Other Comprehensive Income, the Cash Flow Statement and the Statement of Changes in Equity for the year then ended, and notes to the standalone financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act, 2013, as amended ("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 March 31, 2022, its profit including other comprehensive income, its cash flows and the changes in equity for the year ended on that date.

Basis for Opinion

We conducted our audit of the standalone financial statements in accordance with the Standards on Auditing (SAs), as specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the 'Auditor's Responsibilities for the Audit of the Standalone Financial Statements' section of our report. We are independent of the Company in accordance with the 'Code of Ethics' issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the standalone financial statements.

Information Other than the Financial Statements and Auditor's Report Thereon

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Board's Report but does not include the standalone financial statements and our auditor's report thereon.

Our opinion on the standalone financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the standalone financial statements, our responsibility is to read the other information and, in doing so, consider whether such other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibility of Management for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of 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 the 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 financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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In preparing the standalone financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Standalone Financial Statements

Our objectives are to obtain reasonable assurance about whether the standalone financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these standalone financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the standalone financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("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 1" a statement on the matters specified in paragraphs 3 and 4 of the Order.

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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 including the Statement of Other Comprehensive Income, 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 financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Companies (Indian Accounting Standards) Rules, 2015, as amended;
- (e) On the basis of the written representations received from the directors as on March 31, 2022 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2022 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 with reference to these standalone financial statements and the operating effectiveness of such controls, refer to our separate Report in "Annexure 2" to this report;
- (g) In our opinion, the managerial remuneration, if any, for the year ended March 31, 2022 has been paid / provided by the Company to its directors in accordance with the provisions of section 197 read with Schedule V to the Act;
- (h) 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, as amended in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company does not have any pending litigations which would impact its financial position;
 - ii. The Company did not have any 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. a) The management has represented that, to the best of its knowledge and belief, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
 b) The management has represented that, to the best of its knowledge and belief, no funds have been received by the Company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and
 c) Based on such audit procedures that were considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (a) and (b) contain any material misstatement.
 - v. No dividend is declared or paid during the year by the Company.

For **S R B C & CO LLP**
 Chartered Accountants
 ICAI Firm Registration Number: 324982E/E300003

per Vishal Bansal
 Partner
 Membership Number: 097546
 UDIN: 22097546AHVMFO6111
 Place of Signature: Mumbai
 Date: April 26, 2022

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Annexure 1 referred to in paragraph under the heading "Report on Other Legal and Regulatory Requirements" of our report of even date

Re: Saavn Media Limited ("the Company")

In terms of the information and explanations sought by us and given by the company and the books of account and records examined by us in the normal course of audit and to the best of our knowledge and belief, we state that:

- (i)
 - (a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of property, plant and equipment.
(B) The Company has maintained proper records showing full particulars of intangible assets and intangibles assets under development.
 - (b) Property, plant and equipment have been physically verified by the management during the year and no material discrepancies were identified on such verification.
 - (c) There are no immovable properties (other than properties where the Company is the lessee and the lease agreements are duly executed in favour of the lessee), held by the Company and accordingly, the requirements under paragraph 3(i)(c) of the Order are not applicable to the Company.
 - (d) The Company has not revalued its Property, Plant and Equipment (including right of use assets) or Intangible Assets Under Development during the year ended March 31, 2022.
 - (e) There are no proceedings initiated or are pending against the Company for holding any benami property under the Prohibition of Benami Property Transactions Act, 1988 and rules made thereunder.
- (ii)
 - (a) The Company's business does not involve inventories and, accordingly, the requirements under paragraph 3(ii) (a) of the Order are not applicable to the Company.
 - (b) The Company has not been sanctioned any working capital limits from banks or financial institutions during any point of time of the year on the basis of security of current assets. Accordingly, the requirement to report on clause 3(ii)(b) of the Order is not applicable to the Company.
- (iii) The Company has not provided any loans, advances in the nature of loans, stood guarantee or provided security to companies, firms, Limited Liability Partnerships or any other parties covered during the year nor there were any outstanding balances at the beginning of the year. Accordingly, the provisions of clause 3(iii)(a), (b), (c), (d), (e) and (f) of the Order are not applicable to the Company and hence not commented upon.
- (iv) The Company has not advanced loans to directors including the entities in which they are interested to which provisions of section 185 of the Act apply and hence not commented upon. In our opinion and according to the information and explanations given to us, provisions of section 186 of the Act in respect of investments, loans, securities and guarantees given have been complied with by the Company.
- (v) The Company has neither accepted any deposits from the public nor accepted any amounts which are deemed to be deposits within the meaning of Sections 73 to 76 of the Act and the Companies (Acceptance of Deposits) Rules, 2014 (as amended). Accordingly, the provisions of clause 3(v) of the Order are not applicable.
- (vi) The Central Government has not specified the maintenance of cost records under Section 148(1) of the Act, for the services of the Company. Accordingly, the requirement to report on clause 3 (vi) of the Order is not applicable to the Company.
- (vii)
 - (a) The Company is regular in depositing with appropriate authorities undisputed statutory dues including provident fund, income tax, service tax, goods and service tax, cess and other material statutory dues applicable to it. The provisions relating to employees' state insurance, sales tax, duty of custom, duty of

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excise and value added tax are not applicable to the Company. According to the information and explanations given to us and based on audit procedures performed by us, no undisputed amounts payable in respect of these statutory dues were outstanding, at the year end, for a period of more than six months from the date they became payable.

- (b) There are no dues of income tax, sales-tax, provident fund, service tax, goods and service tax, customs duty, excise duty, value added tax and cess and other statutory dues which have not been deposited on account of any dispute.
- (viii) The Company has not surrendered or disclosed any transaction, previously unrecorded in the books of account, in the tax assessments under the Income Tax Act, 1961 as income during the year. Accordingly, the requirement to report on clause 3(viii) of the Order is not applicable to the Company.
- (ix)
 - (a) The Company did not have any outstanding loans or borrowings or interest thereon due to any lender during the year. Accordingly, the requirement to report on clause ix(a) of the Order is not applicable to the Company.
 - (b) The Company has not been declared wilful defaulter by any bank or financial institution or government or any government authority.
 - (c) The Company did not have any term loans outstanding during the year hence, the requirement to report on clause (ix)(c) of the Order is not applicable to the Company.
 - (d) The Company did not raise any funds during the year hence, the requirement to report on clause (ix)(d) of the Order is not applicable to the Company.
 - (e) On an overall examination of the financial statements of the Company, the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures.
 - (f) The Company has not raised loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies. Hence, the requirement to report on clause (ix)(f) of the Order is not applicable to the Company.
- (x)
 - (a) The Company has not raised any money way of initial public offer or further public offer or debt instruments hence, reporting under clause 3(x)(a) is not applicable to the Company and hence not commented upon.
 - (b) The Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review and hence, reporting requirements under clause 3(x)(b) are not applicable to the Company and, not commented upon.
- (xi)
 - (a) No material fraud by the Company or no material fraud on the Company has been noticed or reported during the year.
 - (b) During the year, no report under sub-section (12) of section 143 of the Companies Act, 2013 has been filed by the secretarial auditor or by us in Form ADT – 4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government. The secretarial audit is not applicable to the Company.
 - (c) As represented to us by the management, there are no whistle blower complaints received by the Company during the year.
- (xii) The Company is not a Nidhi Company as per the provisions of the Companies Act, 2013 (as amended). Therefore, the provisions of clause 3(xii) (a), (b) and (c) of the order are not applicable to the Company and hence not commented upon.
- (xiii) Transactions with the related parties are in compliance with section 188 of the Act where applicable and the details have been disclosed in the notes to the financial statements, as required by the applicable accounting standards. The provisions of section 177 of the Act are not applicable to the Company and accordingly reporting under clause 3(xiii) insofar as it relates to section 177 of the Act is not applicable to the Company and hence not commented upon.

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- (xiv) The Company does not have an internal audit system and is not required to have an internal audit system under the provisions of Section 138 of the Companies Act, 2013. Therefore, the requirement to report under clause 3(xiv)(a) and (b) of the Order is not applicable to the Company.
- (xv) The Company has not entered into any non-cash transactions with its directors or persons connected with him as referred to in section 192 of the Act and hence requirements to report on clause 3 (xv) of the Order is not applicable to the Company.
- (xvi) (a) The provisions of section 45-IA of the Reserve Bank of India Act, 1934 are not applicable to the Company. Accordingly, the requirement to report on clause (xvi)(a) of the Order is not applicable to the Company.
- (b) The Company has not conducted any Non Banking Financial or Housing Finance activities without obtaining a valid certificate of Registration (CoR) from the Reserve Bank of India as per the Reserve Bank of India Act, 1934.
- (c) The Company is not a Core Investment Company (CIC) as defined in the regulations made by Reserve Bank of India (RBI). Accordingly, the requirement to report on clause 3(xvi) of the Order is not applicable to the Company.
- (d) There is no Core Investment Company as a part of the Group, hence, the requirement to report on clause 3(xvi) of the Order is not applicable to the Company.
- (xvii) The Company has not incurred cash losses in the current financial year and immediately preceding financial year.
- (xviii) There has been no resignation of the statutory auditors during the year and accordingly requirement to report on Clause 3(xviii) of the Order is not applicable to the Company.
- (xix) On the basis of the financial ratios disclosed in note 28 to the financial statements, the ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions and considering the Company's current liabilities exceeds the current assets by INR 4,48,612 thousands, the Company has obtained the letter of financial support from the Holding Company, nothing has come to our attention, which causes us to believe that Company is not capable of meeting its liabilities, existing at the date of balance sheet, as and when they fall due within a period of one year from the balance sheet date.
- We, further state that this is not an assurance as to the future viability of the Company and our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.
- (xx) (a) The Company is not required to incur any expenditure on CSR activities in the year ended March 31, 2022. Accordingly, provisions of section 135(5) and 135 (6) is not applicable and hence the requirement to report under clause 3 (xx) (a) & (b) is not applicable to the Company.

For **S R B C & CO LLP**

Chartered Accountants

ICAI Firm Registration Number: 324982E/E300003

per Vishal Bansal

Partner

Membership Number: 097546

UDIN: 22097546AHVMFO6111

Place of Signature: Mumbai

Date: April 26, 2022

**SAAVN MEDIA LIMITED
INDEPENDENT AUDITOR'S REPORT**

Annexure 2 to the Independent Auditor's Report of even date on the Standalone financial statements of Saavn Media Limited ('the Company')

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls with reference to standalone financial statements of Saavn Media Limited ("the Company") as of March 31, 2022 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's Management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India ("the ICAI"). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to the Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

Auditor's Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls with reference to these standalone financial statements based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, as specified under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls, both issued by ICAI. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to these standalone financial statements was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls with reference to these standalone financial statements and their operating effectiveness. Our audit of internal financial controls with reference to standalone financial statements included obtaining an understanding of internal financial controls with reference to these standalone financial statements, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls with reference to these standalone financial statements.

Meaning of Internal Financial Controls with Reference to these Standalone Financial Statements

A company's internal financial controls with reference to standalone financial statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A Company's internal financial controls with reference to standalone financial statements includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls With Reference to Standalone Financial Statements

Because of the inherent limitations of internal financial controls with reference to standalone financial statements, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls with reference to standalone financial statements to future periods are subject to the risk that the internal financial control with reference to standalone

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financial statements may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, the Company has, in all material respects, adequate internal financial controls with reference to standalone financial statements and such internal financial controls with reference to standalone financial statements were operating effectively as at March 31, 2022, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note issued by the ICAI.

For **S R B C & CO LLP**
Chartered Accountants
ICAI Firm Registration Number: 324982E/E300003

per Vishal Bansal
Partner
Membership Number: 097546
UDIN: 22097546AHVMFO6111
Place of Signature: Mumbai
Date: April 26, 2022

SAAVN MEDIA LIMITED
(Formerly known as Saavn Media Private Limited)

Balance Sheet as at 31st March 2022

(All amounts are in thousands of INR unless stated otherwise)

Particulars	Notes	As at 31st March 2022	As at 31st March 2021
ASSETS			
Non-Current Assets			
Property, Plant and Equipment	5	16,974	13,547
Intangible Assets Under Development	5	62,136,880	58,502,171
Financial Assets			
Investments	6	17,668,253	17,668,253
Other Non-Current Assets	7	2,896,542	2,192,262
Total non-current assets		82,718,649	78,376,233
Current assets			
Financial Assets			
Investments	8	72,560	91,747
Trade Receivables	9	97,052	144,540
Cash and Cash Equivalents	10	30,798	4,832
Others	11	56,416	46,096
Other Current Assets	12	280,574	341,936
Total Current Assets		537,400	629,151
TOTAL ASSETS		83,256,049	79,005,384
EQUITY AND LIABILITIES			
Equity			
Equity Share Capital	13	779	660
Instruments Entirely Equity in Nature	13	-	83
Other Equity	14	82,218,994	76,014,627
Total Equity		82,219,773	76,015,370
Non-Current Liabilities			
Provisions	15	50,262	40,628
Total Non-Current Liabilities		50,262	40,628
Current Liabilities			
Financial Liabilities			
Trade Payables	16		
- Dues of Micro and Small Enterprises		334	26,028
- Dues of creditors other than Micro and Small Enterprises		806,862	2,656,018
Other Current Liabilities	17	131,839	224,447
Provisions	18	46,979	42,893
Total Current Liabilities		986,014	2,949,386
TOTAL LIABILITIES		1,036,276	2,990,014
TOTAL EQUITY AND LIABILITIES		83,256,049	79,005,384

Significant Accounting Policies

1 to 4

See accompanying Notes to the Financial Statements

5 to 35

As per our report on even date

For **S R B C & CO LLP**

Chartered Accountants

(Registration No.324982E/E300003)

For and on behalf of the Board

Vishal Bansal

Partner

Membership No. 097546

Date: 26 April, 2022

Akash M Ambani

Director

Arvind Kumar Tiwari

Director

Vinod V Bhatt

Director

Anshuman Thakur

Director

Khushboo Yadav

Director

Rishi Malhotra

Director

Jyoti Deshpande

Director

Paramdeep Singh

Director

Avinash Godse

Company Secretary

SAAVN MEDIA LIMITED
(Formerly known as Saavn Media Private Limited)

Statement of Profit and Loss for the year ended 31st March 2022
(All amounts are in thousands of INR unless stated otherwise)

Particulars	Notes	FY 2021-22	FY 2020-21
Revenue from Operations		-	-
Other Income	19	18,780	25,157
Total Income		18,780	25,157
Expenses			
Employee Benefits Expense	20	-	-
Finance Cost		-	-
Depreciation and Amortisation		-	-
Other Expenses	21	14,151	14,068
Total Expenses		14,151	14,068
Profit/(Loss) Before Tax		4,629	11,089
Tax Expenses	22		
Current Tax (relating to current period)		-	-
Deferred tax (benefit) / expense		-	-
Total Tax Expense		-	-
Profit/(Loss) for the Year		4,629	11,089
Other Comprehensive Income			
Items that will not be reclassified to profit or loss			
- Remeasurements of the defined benefit plans		43	4,242
Total Other Comprehensive Income for the Year (net of tax)		43	4,242
Total Comprehensive Income for the Year		4,672	15,331
Earnings per equity share of face value per share of Re. 1 each			
Basic (in Rs.)	25	6.38	17.24
Diluted (in Rs.)		6.04	15.28
Significant Accounting Policies	1 to 4		
See accompanying Notes to the Financial Statements	5 to 35		

As per our report on even date

For **S R B C & CO LLP**

Chartered Accountants

(Registration No.324982E/E300003)

For and on behalf of the Board

Vishal Bansal

Partner

Membership No. 097546

Date: 26 April, 2022

Akash M Ambani

Director

Arvind Kumar Tiwari

Director

Vinod V Bhatt

Director

Anshuman Thakur

Director

Khushboo Yadav

Director

Rishi Malhotra

Director

Jyoti Deshpande

Director

Paramdeep Singh

Director

Avinash Godse

Company Secretary

SAAVN MEDIA LIMITED
(Formerly known as Saavn Media Private Limited)

Statement of Changes in Equity for the year ended 31st March 2022
(All amounts are in thousands of INR unless stated otherwise)

(a) Equity share capital

Particulars	Amount
As at 1st April, 2020	619
Increase during the year	41
As at 31st March 2021	660
Increase during the year	53
Increase on account of equity shares issued on conversion of Compulsorily Convertible Preference Shares (CCPS)	66
As at 31st March 2022	779

(b) Instrument entirely equity in nature (compulsorily convertible preference shares)

Particulars	Amount
As at 1st April, 2020	83
Increase during the year	-
As at 31st March 2021	83
Decrease on account of equity shares issued on conversion of Compulsorily Convertible Preference Shares (CCPS)	(83)
As at 31st March 2022	-

(C) Other equity

Particulars	Securities premium	Retained earnings	Other Comprehensive Income	Total
As at 1st April, 2020	71,268,102	(16,257)	(2,088)	71,249,757
<i>Profit for the year</i>	-	11,089	-	11,089
<i>Other comprehensive income for the year</i>	-	-	4,242	4,242
Total comprehensive income for the year	-	11,089	4,242	15,331
Issue of equity shares during the year	4,749,540	-	-	4,749,540
As at 31st March 2021	76,017,642	(5,168)	2,154	76,014,628
<i>Profit for the year</i>	-	4,629	-	4,629
<i>Other comprehensive income for the year</i>	-	-	43	43
Total comprehensive income for the year	-	4,629	43	4,672
Issue of equity shares during the year	6,199,695	-	-	6,199,695
As at 31st March 2022	82,217,337	(539)	2,197	82,218,995

See accompanying Notes to the Financial Statements

5 to 35

As per our report on even date
For **S R B C & CO LLP**
Chartered Accountants
(Registration No.324982E/E300003)

For and on behalf of the Board

Vishal Bansal
Partner
Membership No. 097546
Date: 26 April, 2022

Akash M Ambani
Director

Arvind Kumar Tiwari
Director

Vinod V Bhatt
Director

Anshuman Thakur
Director

Khushboo Yadav
Director

Rishi Malhotra
Director

Jyoti Deshpande
Director

Paramdeep Singh
Director

Avinash Godse
Company Secretary

SAAVN MEDIA LIMITED
(Formerly known as Saavn Media Private Limited)

Cash Flow Statement for the year ended 31st March 2022
(All amounts are in thousands of INR unless stated otherwise)

Particulars	FY 2021-22	FY 2020-21
(A) CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit/(Loss) before tax as per Statement of Profit and Loss	4,629	11,089
<i>Adjusted for:</i>		
Net gain on financial assets	(18,427)	(24,563)
Sundry Balances written back	(310)	(109)
Provision for doubtful debts	1,196	-
(Gain)/loss on disposal of property, plant and equipment	(11)	(87)
Interest income on Fixed deposits with bank	(32)	(37)
Interest income on Income tax refund	-	(361)
Operating loss before working capital changes	(12,955)	(14,068)
<i>Adjusted for:</i>		
Trade and other receivables	(594,645)	(690,362)
Trade and other payables	(1,953,383)	(452,294)
Cash generated from operations	(2,560,983)	(1,156,724)
Taxes paid (Net)	(12,301)	(4,533)
Net cash flow (used in)/from operating activities	(2,573,284)	(1,161,257)
(B) CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment and intangible assets (Net)	(3,638,126)	(4,447,342)
Purchase of other investments	(6,228,939)	(3,644,758)
Proceeds from sale of financial assets	6,266,552	4,279,638
Interest income	32	37
Net Cash flow (used in)/from investing activities	(3,600,481)	(3,812,425)
(C) CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from issue of equity shares capital (including securities premium)	6,199,731	4,749,580
Net Cash flow (used in)/from financing activities	6,199,731	4,749,580
Net increase (decrease) in cash and cash equivalents	25,966	(224,102)
Cash and cash equivalents at the beginning of the year	4,832	228,934
Cash and cash equivalents at the end of the year (Refer Note 10)	30,798	4,832

See accompanying Notes to the Financial Statements

5 to 35

As per our report on even date

For **S R B C & CO LLP**

Chartered Accountants

(Registration No.324982E/E300003)

For and on behalf of the Board

Vishal Bansal

Partner

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Date: 26 April, 2022

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Company Secretary

SAAVN MEDIA LIMITED
(Formerly known as Saavn Media Private Limited)

Notes to the Financial Statements for the year ended 31st March 2022
(All amounts are in thousands of INR unless stated otherwise)

1 CORPORATE INFORMATION

Saavn Media Limited (formerly known as Saavn Media Private Limited) (the Company) is a public limited company, and was incorporated on 26 August 2011, having registered office at One BKC, A Wing, 19 Floor, G Block, Bandra Kurla Complex, Bandra (E), Mumbai - 400051. W.e.f. May 19, 2020, the Company has changed its status from private limited company to public limited company. The Company is a subsidiary of Jio Platforms Limited (the Holding Company). Reliance Industries Limited is the Ultimate Holding Company. The Company is in the business of online music content streaming, digital distribution of music through its website and mobile application.

2 SIGNIFICANT ACCOUNTING POLICIES

2.1 BASIS OF PREPARATION AND PRESENTATION

The financial statements have been prepared on an accrual basis under the historical cost convention except for certain financial instruments that are measured at fair value at the end of each reporting year, as explained in the accounting policies below.

The financial statements of the Company have been prepared to comply with the Indian Accounting standards ('Ind AS'), including the Rules notified under the relevant provisions of the Companies Act, 2013 (as amended).

Accounting policies followed in preparation of financial statements are consistent with previous year.

The financial statements are presented in Indian Rupees which is the Company's functional currency and rounded of to nearest thousand's ('000) except otherwise indicated.

2.2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

a Current and Non Current Classification

The Company presents assets and liabilities in the balance sheet based on current / non-current classification. An asset is treated as current when it is:

- Expected to be realized or intended to be sold or consumed in normal operating cycle
- Expected to be realized within twelve months after the reporting period, or
- Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.

All other assets are classified as non-current.

A liability is current when

- It is expected to be settled in normal operating cycle
- It is due to be settled within twelve months after the reporting period, or
- There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.

The Company classifies all other liabilities as non-current.

Deferred tax assets and liabilities are classified as non-current assets and liabilities.

b Property, Plant and Equipment

Property, plant and equipment are stated at cost, net of recoverable taxes, trade discount and rebates less accumulated depreciation and impairment losses, if any. Such cost includes purchase price, borrowing cost (if capitalization criteria is met) and any cost directly attributable to bringing the assets to its working condition for its intended use.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the entity and the cost can be measured. Depreciation on property, plant and equipment is provided using straight line method. Depreciation is provided based on useful life of the assets as prescribed in Schedule II to the Companies Act, 2013.

The residual values, useful lives and methods of depreciation of property, plant and equipment are reviewed at each financial year end and adjusted prospectively, if appropriate.

Gains or losses arising from derecognition of a property, plant and equipment are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognised in the Statement of Profit and Loss when the asset is derecognised.

c Leases

The Company as Lessee

The Company, as a lessee, recognises a right-of-use asset and a lease liability for its leasing arrangements, if the contract conveys the right to control the use of an identified asset.

For short-term and low value leases, the Company recognizes the lease payments as an operating expense on a straight-line basis over the lease term.

SAAVN MEDIA LIMITED
(Formerly known as Saavn Media Private Limited)

Notes to the Financial Statements for the year ended 31st March 2022
(All amounts are in thousands of INR unless stated otherwise)

d Intangible Assets

Intangible assets are stated at cost of acquisition net of recoverable taxes, trade discount and rebates less accumulated amortisation/depletion and impairment loss, if any. Such cost includes purchase price, borrowing costs (if capitalization criteria is met), and any cost directly attributable to bringing the asset to its working condition for the intended use.

Other Indirect Expenses incurred relating to project, net of income earned during the project development stage prior to its intended use, are considered as pre-operative expenses and disclosed under Intangible Assets Under Development (if capitalization criteria is met).

Gains or losses arising from derecognition of an intangible asset are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognised in the Statement of Profit and Loss when the asset is derecognised.

The Company's intangible assets include assets with finite useful lives which are amortised on a straight-line basis over their license period.

The amortisation period and the amortisation method for intangible assets with a finite useful life are reviewed at each reporting date and adjusted prospectively if necessary.

e Research and Development Expenditure

Revenue expenditure pertaining to research is charged to the Statement of Profit and Loss.

Development costs are capitalized as an intangible asset if it can be demonstrated that prescribed capitalisation criteria are met, the project is expected to generate future economic benefits, it is probable that those future economic benefits will flow to the Company and the costs of the asset can be measured reliably, else it is charged to the Statement of Profit and Loss.

f Cash and Cash Equivalents

Cash and cash equivalents for balance sheet and cash flow statement comprises of cash on hand, cash at banks and short-term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

g Finance Cost

Borrowing costs that are directly attributable to the acquisition or construction of qualifying assets are capitalised as part of the cost of such asset. A qualifying asset is one that necessarily takes substantial period of time to get ready for its intended use.

Interest income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing costs eligible for capitalisation.

h Impairment of Non-Financial Assets

The Company assesses at each reporting date as to whether there is any indication that any non-financial or group of assets, called cash generating units (CGU), may be impaired. If any such indication exists or when annual impairment testing is required, the recoverable amount of an asset or CGU is estimated to determine the extent of impairment, if any. When it is not possible to estimate the recoverable amount of an individual asset, the Company estimates the recoverable amount of the CGU to which the asset belongs.

An impairment loss is recognised in the Statement of Profit and Loss to the extent the asset's carrying amount exceeds its recoverable amount. The recoverable amount is higher of an asset's fair value less cost of disposal and value in use. Value in use is based on the estimated future cash flows, discounted to their present value using pre-tax discount rate that reflects current market assessments of the time value of money and risk specific to the assets. The impairment loss recognised in prior accounting period is reversed if there has been a change in the estimate of recoverable amount.

i Provisions

Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.

SAAVN MEDIA LIMITED
(Formerly known as Saavn Media Private Limited)

Notes to the Financial Statements for the year ended 31st March 2022
(All amounts are in thousands of INR unless stated otherwise)

j Contingent Liabilities

Disclosure of contingent liability is made when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company or a present obligation that arises from past events where it is either not probable that an outflow of resources embodying economic benefits will be required to settle or a reliable estimate of amount cannot be made.

k Employee Benefits Expense

Short Term Employee Benefits

The undiscounted amount of short term employee benefits expected to be paid in exchange for the services rendered by employees are recognised as an expense during the period when the employees render the services.

Post-Employment Benefits:

Defined Contribution Plans: The Company recognizes contribution payable to the provident fund scheme as an expense, when an employee renders the related service. If the contribution payable to the scheme for service received before the balance sheet date exceeds the contribution already paid, the deficit payable to the scheme is recognized as a liability. If the contribution already paid exceeds the contribution due for services received before the balance sheet date, then excess is recognized as an asset to the extent that the pre-payment will lead to, a reduction in future payment or a cash refund.

Defined Benefit Plans: The Company pays gratuity to the employees who have completed five years of service with the Company at the time of resignation / superannuation. The gratuity is paid at 15 days salary for every completed year of service as per the Payment of Gratuity Act 1972. This is an unfunded plan.

The liability in respect of gratuity and other post-employment benefits is calculated using the Projected Unit Credit Method and spread over the period during which the benefit is expected to be derived from employees' services.

Remeasurement gains and losses arising from adjustments and changes in actuarial assumptions are recognized in the period in which they occur, directly in OCI. Current service cost, past service cost and interest in net defined benefit liability is recognised in Statement of Profit and Loss.

l Tax Expenses

The tax expense for the period comprises current and deferred tax. Tax expense is recognised in Statement of Profit and Loss, except to the extent that it relates to items recognised in the comprehensive income; in which case, the related tax expense is also recognised in other comprehensive income.

Current tax

Current tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities, based on tax rates and laws that are enacted at the balance sheet date.

Deferred tax

Deferred tax is recognised on temporary differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax assets are recognised to the extent it is probable that taxable profit will be available against which the deductible temporary differences, and the carry forward of unused tax losses can be utilised.

Deferred tax liabilities and assets are measured at the tax rates that are expected to apply in the period in which the liability will be settled or the asset realised, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period. The carrying amount of deferred tax liabilities and assets are reviewed at the end of each reporting period.

Deferred tax assets and liabilities are offset when there is legally enforceable right to offset current tax assets and liabilities and when the deferred tax balances relate to the same taxation authority.

m Foreign Currency Transactions and Translation

Transactions in foreign currencies are recorded at the exchange rate prevailing on the date of transaction. Monetary assets and liabilities denominated in foreign currencies are translated at the functional currency closing rates of exchange at the reporting date. Exchange differences arising on settlement or translation of monetary items are recognised in Statement of Profit and Loss.

The Company does not hold any non-monetary items denominated in foreign currencies.

SAAVN MEDIA LIMITED
(Formerly known as Saavn Media Private Limited)

Notes to the Financial Statements for the year ended 31st March 2022
(All amounts are in thousands of INR unless stated otherwise)

n Revenue Recognition

Revenue from contracts with customers is recognized when control of the services are transferred to the customer at an amount that reflects the consideration entitled in exchange for those goods or services. The Company is generally the principal as it typically controls the services before transferring them to the customer.

Revenue from rendering of services is recognized over time by measuring the progress towards complete satisfaction of performance obligations at the reporting period.

Revenue is measured at the amount of consideration which the company expects to be entitled to in exchange for transferring distinct services to a customer as specified in the contract, excluding amounts collected on behalf of third parties (for example taxes and duties collected on behalf of the government). Consideration is generally due upon satisfaction of performance obligations and a receivable is recognised when it becomes unconditional. Generally, the credit period varies between 0-60 days from the delivery of services as the case may be.

The Company does not adjust short-term advances received from the customer for the effects of significant financing component if it is expected at the contract inception that the promised good or service will be transferred to the customer within a period of one year.

Subscription revenue

The Company receives subscription revenue from the sale of premium version of its music streaming service called "Saavn Pro". The Company recognizes subscription revenues over time because the customer simultaneously receives and consumes the benefits provided by the Company. The progress is measured using the output method which measures revenue by comparing 'time elapsed' to the 'total subscription period'.

Advertising revenue

The Company offers customers the right to purchase advertising space on its websites and applications. Revenue from such advertisement is measured at fair value of consideration received or receivable net of return and allowances, trade discounts and volume rebates. The Company recognizes advertising revenues over time because the customer simultaneously receives and consumes the benefits provided by the Company. The progress is measured using the output method which measures revenue by comparing 'task completed' to the 'total contractual task'.

Interest income

Interest income from financial assets is recognised using effective interest rate.

Dividend Income

Dividend Income is recognised when the Company's right to receive the amount has been established.

Contract Balances:

Trade Receivables

A receivable represents the Company's right to an amount of consideration that is unconditional.

Contract Assets (Unbilled Revenue):

Contract assets are initially recognised for revenue earned from advertising as receipt of consideration is conditional on receipt and consumption of advertising space. Upon acceptance by the customer, the amounts recognised as contract assets are reclassified to trade receivables.

Contract Liabilities (Deferred Revenue):

A contract liability is the obligation to transfer services to a customer for which the Company has received consideration (or an amount of consideration is due) from the customer. If a customer pays consideration before the Company transfers services to the customer, a contract liability is recognised when the payment is made or the payment is due (whichever is earlier). Contract liabilities are recognised as revenue when the Company performs under the contract.

SAAVN MEDIA LIMITED
(Formerly known as Saavn Media Private Limited)

Notes to the Financial Statements for the year ended 31st March 2022
(All amounts are in thousands of INR unless stated otherwise)

o **Financial instruments**

Financial Asset

A. Initial recognition and measurement

All financial assets are initially recognized at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets which are not at fair value through profit or loss, are adjusted to the fair value on initial recognition. Regular way purchase and sale of financial assets are recognised using trade date accounting.

B. Subsequent measurement

Financial assets carried at amortised cost (AC)

A financial asset is measured at amortised 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.

Financial assets at fair value through other comprehensive income (FVTOCI)

A Financial Asset is measured at FVTOCI if it is held within a business model whose objective is achieved by 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. The Company do not hold any financial assets to be measured at FVTOCI.

Financial assets at fair value through profit or loss (FVTPL)

A Financial Asset which is not classified in any of the above categories are measured at FVTPL.

Impairment of financial assets

In accordance with Ind AS 109, the Company uses 'Expected Credit Loss' (ECL) model, for evaluating impairment of financial assets other than those measured at fair value through profit and loss (FVTPL).

Expected credit losses are measured through a loss allowance at an amount equal to:

- The 12-months expected credit losses (expected credit losses that result from those default events on the financial instrument that are possible within 12 months after the reporting date); or
- The lifetime expected credit losses (expected credit losses that result from all possible default events over the life of the financial instrument)

For trade receivables, the Company applies 'simplified approach' which requires expected lifetime credit losses to be recognised from initial recognition of the receivables. The Company uses historical default rates and future expectations to determine impairment loss on the portfolio of trade receivables. At every reporting date, these historical default rates are reviewed and changes in the forward looking estimates are analysed.

Financial assets which are equity instruments

Investments in subsidiary

The Company has accounted for its investments in Subsidiaries at cost less impairment loss (if any).
(Refer **note 2.2 h** on policy relating to impairment of non-financial assets)

Financial Liabilities

A. Initial recognition and measurement

All financial liabilities are recognized at fair value and in case of loans, net of directly attributable cost.

B. Subsequent measurement

Financial liabilities are carried at amortized cost using the effective interest method. For trade and other payables maturing within one year from the balance sheet date, the carrying amounts approximate fair value due to the short maturity of these

Offsetting

Financial assets and financial liabilities are offset and the net amount is reported in the balance sheet, only when, the Company has a legally enforceable right to set off the amount and it intends, either to settle them on a net basis or realise the asset and settle the liability simultaneously.

SAAVN MEDIA LIMITED
(Formerly known as Saavn Media Private Limited)

Notes to the Financial Statements for the year ended 31st March 2022
(All amounts are in thousands of INR unless stated otherwise)

Derecognition of Financial Instruments

The Company derecognizes a financial asset when the contractual rights to the cash flows from the financial asset expire or it transfers the financial asset and the transfer qualifies for derecognition under Ind AS 109. A financial liability (or a part of a financial liability) is derecognized from the Company's balance sheet when the obligation specified in the contract is

Investment in Subsidiary

The Company has accounted for its investments in Subsidiaries at cost less impairment loss (if any). Impairment on investment in subsidiary is calculated in accordance with policy applicable to impairment of non-financial assets, property plant and equipment and intangible assets.

p Earnings Per Share

Basic earnings per share is calculated by dividing the net profit/(loss) after tax by the weighted average number of equity shares outstanding during the year.

Diluted earnings per share adjusts the figures used in determination of basic earnings per share to take into account the conversion of all dilutive potential equity shares. Dilutive potential equity shares are deemed converted as at the beginning of the period unless issued at a later date.

3 CRITICAL ACCOUNTING JUDGMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

The preparation of the Company's financial statements requires management to make judgement, estimates and assumptions that affect the reported amount of revenue, expenses, assets and liabilities and the accompanying disclosures. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in next financial years.

a Intangible Asset Under Development

The Company capitalises intangible asset under development for a platform in accordance with the accounting policy. Initial capitalisation of costs is based on management's judgement that technological and economic feasibility is confirmed, usually when a product development project has reached a defined milestone according to an established project management model. In determining the amounts to be capitalised, management makes assumptions regarding the expected future cash generation of the project, discount rates to be applied and the expected period of benefits.

b Global Health Pandemic on COVID-19

The outbreak of corona virus (COVID-19) pandemic globally and in India is causing significant disturbance and slowdown of economic activity. The Company's operations and platform development during the period were not significantly impacted due to COVID-19. The Company has taken into account the possible impact of COVID-19 in preparation of financial statements, including its assessment of recoverable value of its assets based on internal and external information upto the date of approval of these financial statements and current indicators of future economic conditions.

4 STANDARDS ISSUED BUT NOT EFFECTIVE

On March 23, 2022, the Ministry of Corporate Affairs (MCA) has notified Companies (Indian Accounting Standards) Amendment Rules, 2022. This notification has resulted into amendments in the following existing accounting standards which are applicable to company from April 1, 2022.

- i. Ind AS 101 – First time adoption of Ind AS
- ii. Ind AS 103 – Business Combination
- iii. Ind AS 109 – Financial Instrument
- iv. Ind AS 16 – Property, Plant and Equipment
- v. Ind AS 37 – Provisions, Contingent Liabilities and Contingent Assets
- vi. Ind AS 41 – Agriculture

Application of above standards are not expected to have any significant impact on the company's financial statements.

SAAVN MEDIA LIMITED

(Formerly known as Saavn Media Private Limited)

Notes to the Financial Statements for the year ended 31st March 2022

(All amounts are in thousands of INR unless stated otherwise)

5 PROPERTY, PLANT AND EQUIPMENT, INTANGIBLE ASSETS & INTANGIBLE ASSETS UNDER DEVELOPMENT

As at 31st March 2022

Particulars	Gross Block				Depreciation / Amortisation				Net Block	
	As at 01-04-2021	Additions/ Adjustments	Deductions/ Adjustments	As at 31-03-2022	As at 01-04-2021	For the Year	Deductions/ Adjustments	Upto 31-03-2022	As at 31-03-2022	As at 31-03-2021
OWN ASSETS										
Equipments ^	36,477	13,037	171	49,343	23,411	9,392	85	32,718	16,625	13,066
Furniture & Fixtures	1,028	-	-	1,028	547	132	-	680	349	481
Sub-Total	37,505	13,037	171	50,371	23,958	9,524	85	33,398	16,974	13,547
INTANGIBLE ASSETS										
Software	3,293	-	-	3,293	3,293	-	-	3,293	-	-
Sub-Total	3,293	-	-	3,293	3,293	-	-	3,293	-	-
Total	40,798	13,037	171	53,664	27,251	9,524	85	36,691	16,974	13,547
Intangible Assets Under Development *									62,136,880	58,502,171

As at 31st March 2021

Particulars	Gross Block				Depreciation / Amortisation				Net Block	
	As at 01-04-2020	Additions/ Adjustments	Deductions/ Adjustments	As at 31-03-2021	As at 01-04-2020	For the Year	Deductions/ Adjustments	Upto 31-03-2021	As at 31-03-2021	As at 31-03-2020
OWN ASSETS										
Equipments ^	27,767	9,169	459	36,477	16,308	7,423	320	23,411	13,066	11,459
Furniture & Fixtures	1,028	-	-	1,028	415	132	-	547	481	613
Sub-Total	28,795	9,169	459	37,505	16,723	7,555	320	23,958	13,547	12,072
INTANGIBLE ASSETS										
Software	2,973	320	-	3,293	2,825	468	-	3,293	-	148
Sub-Total	2,973	320	-	3,293	2,825	468	-	3,293	-	148
Total	31,768	9,489	459	40,798	19,548	8,023	320	27,251	13,547	12,220
Intangible Assets Under Development *									58,502,171	54,056,073

^ Includes office equipments

*Addition to Intangible assets under development includes:

(i) Rs. 36,34,709 thousands (Previous year Rs.44,46,098 thousands) on account of capitalisation of platform development expenditure mainly comprising of content spends, website operation costs, depreciation, amortisation, employee benefits expenses, net off revenue generated from trial run.

(ii) Depreciation / Amortisation for the year includes depreciation of Rs. 9,524 thousands (Previous year: Rs. 8,023 thousands) capitalised during the year.

SAAVN MEDIA LIMITED**(Formerly known as Saavn Media Private Limited)****Notes to the Financial Statements for the year ended 31st March 2022*****(All amounts are in thousands of INR unless stated otherwise)***

(iii) Intangible Assets Under Development (IAUD):

(a) Ageing schedule as at 31st March, 2022:

Intangible assets under development	Amount in IAUD for period of				Total
	< 1 year	1-2 year	2-3 year	> 3 year	
Projects in Progress	3,634,709	4,446,098	6,549,257	47,506,816	62,136,880
Projects temporarily suspended	-	-	-	-	-
Total	3,634,709	4,446,098	6,549,257	47,506,816	62,136,880

(b) Ageing schedule as at 31st March, 2021:

Intangible assets under development	Amount in IAUD for period of				Total
	< 1 year	1-2 year	2-3 year	> 3 year	
Projects in Progress	4,446,098	6,549,257	47,506,816	-	58,502,171
Projects temporarily suspended	-	-	-	-	-
Total	4,446,098	6,549,257	47,506,816	-	58,502,171

SAAVN MEDIA LIMITED
(Formerly known as Saavn Media Private Limited)

Notes to the Financial Statements for the year ended 31st March 2022
(All amounts are in thousands of INR unless stated otherwise)

6 INVESTMENTS (NON-CURRENT)

Particulars	As at 31st March 2022	As at 31st March 2021
Investment measured at cost		
In equity shares of subsidiary - Unquoted 1,078 (Previous years: 1078) equity shares of USD 0.01 each fully paid-up of Saavn Inc.	17,668,253	17,668,253
Total	17,668,253	17,668,253

7 OTHER ASSETS (NON-CURRENT)

Particulars	As at 31st March 2022	As at 31st March 2021
Balances with government authorities	2,872,158	2,180,178
Advance tax (net of provision)	24,384	12,084
Total	2,896,542	2,192,262

8 INVESTMENTS (CURRENT)

Particulars	As at 31st March 2022	As at 31st March 2021
Financial assets measured at fair value through profit and loss (FVTPL)		
Investments in units of Mutual Funds - Unquoted		
22,898.51 units of Nippon India Low Duration Fund Direct Growth (Previous year: Nil)	72,560	-
Nil units of Kotak Low Duration Fund Standard Growth (Previous year: 34911.437)	-	91,747
Total	72,560	91,747

9 TRADE RECEIVABLES

Particulars	As at 31st March 2022	As at 31st March 2021
Unsecured and considered good	97,052	144,540
Credit impaired	8,051	5,385
Less: Allowance for credit losses	(8,051)	(5,385)
Total	97,052	144,540

SAAVN MEDIA LIMITED
(Formerly known as Saavn Media Private Limited)

Notes to the Financial Statements for the year ended 31st March 2022
(All amounts are in thousands of INR unless stated otherwise)

9.1 Trade Receivables ageing schedule as at 31st March 2022:

Particulars	Outstanding for following periods from due date of payment					Total
	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	
(i) Undisputed Trade Receivables - considered good	91,427	3,530	2,095	-	-	97,052
(ii) Undisputed Trade Receivables - which have significant increase in credit risk	-	-	-	-	-	-
(iii) Undisputed Trade Receivables - credit impaired	-	-	-	-	-	-
(iv) Disputed Trade Receivables - considered good	-	-	-	-	-	-
(v) Disputed Trade Receivables - which have significant increase in credit risk	-	-	-	-	-	-
(vi) Disputed Trade Receivables - credit impaired	-	-	-	-	-	-
Total	91,427	3,530	2,095	-	-	97,052

9.2 Trade Receivables ageing schedule as at 31st March 2021:

Particulars	Outstanding for following periods from due date of payment					Total
	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	
(i) Undisputed Trade Receivables - considered good	137,132	5,814	1,594	-	-	144,540
(ii) Undisputed Trade Receivables - which have significant increase in credit risk	-	-	-	-	-	-
(iii) Undisputed Trade Receivables - credit impaired	-	-	-	-	-	-
(iv) Disputed Trade Receivables - considered good	-	-	-	-	-	-
(v) Disputed Trade Receivables - which have significant increase in credit risk	-	-	-	-	-	-
(vi) Disputed Trade Receivables - credit impaired	-	-	-	-	-	-
Total	137,132	5,814	1,594	-	-	144,540

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Notes to the Financial Statements for the year ended 31st March 2022

(All amounts are in thousands of INR unless stated otherwise)

10 CASH AND CASH EQUIVALENTS

Particulars	As at 31st March 2022	As at 31st March 2021
Cash in hand	1	7
Balances with banks	30,797	4,825
Total cash and cash equivalents	30,798	4,832

11 OTHER FINANCIAL ASSETS (CURRENT)

Particulars	As at 31st March 2022	As at 31st March 2021
Security deposits	4,295	4,299
Other receivables	1,259	2,077
Unbilled revenue	50,862	39,720
Total	56,416	46,096

12 OTHER ASSETS (CURRENT)

Particulars	As at 31st March 2022	As at 31st March 2021
Prepaid expenses	280,554	341,892
Others	20	44
Total	280,574	341,936

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13 SHARE CAPITAL

(a) Equity share capital

Particulars	As at 31st March 2022		As at 31st March 2021	
	Amount	Number of shares	Amount	Number of shares
Authorised share capital of Re. 1 each	19,917	19,917,164	19,917	19,917,164
Issued, subscribed and paid-up share capital of Re. 1 each	779	778,850	660	659,662

(b) Instruments entirely equity in nature (0.001% Compulsorily Convertible Preference Shares)

Particulars	As at 31st March 2022		As at 31st March 2021	
	Amount	Number of shares	Amount	Number of shares
Authorised share capital of Re.1 each	83	82,836	83	82,836
Issued, subscribed and paid-up share capital of Re. 1 each	-	-	83	82,836

13.1 Reconciliation of outstanding equity shares

Particulars	Amount	Number of shares
As at 1st April 2020 (face value: Re. 1 per share)	619	618,970
Increase during the year	41	40,692
As at 31st March 2021 (face value: Re. 1 per share)	660	659,662
Increase during the year	53	53,117
Increase on account of equity shares issued on conversion of Compulsorily Convertible Preference Shares (CCPS)	66	66,071
As at 31st March 2022 (face value: Re. 1 per share)	779	778,850

Reconciliation of outstanding preference shares

Particulars	Amount	Number of shares
As at 1st April 2020	83	82,836
Increase during the year	-	-
As at 31st March 2021	83	82,836
Decrease on account of equity shares issued on conversion of Compulsorily Convertible Preference Shares (CCPS)	(83)	(82,836)
As at 31st March 2022	-	-

Terms / rights attached to equity shares

The Company has only one class of equity shares having a par value of Re. 1 per share. Each holder of equity shares is entitled to one vote per share. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, post distribution of all preferential amounts, in proportion to the number of equity shares held by them.

SAAVN MEDIA LIMITED**(Formerly known as Saavn Media Private Limited)****Notes to the Financial Statements for the year ended 31st March 2022****(All amounts are in thousands of INR unless stated otherwise)****Terms / rights attached to preference shares**

82,836 0.001% Compulsorily Convertible Preference Share (CCPS) holders entitled to the preferential non-cumulative dividend at 0.001% p.a.

13.2 During the year, the Company has issued and allotted 66,071 equity shares of Re. 1 each upon conversion of 82,836 Compulsory Convertible Preference Shares on September 30, 2021.

13.3 Of the above, 3,76,980 Equity shares and 82,836 CCPS were issued for consideration other than cash during the period ended 31st March 2019. In the last five years, 4,43,051 Equity shares (Previous year: 3,76,980 equity shares) were issued for consideration other than cash.

13.4 Equity shares held by the holding company

Particulars	As at 31st March 2022		As at 31st March 2021	
	Number of shares	% of holding	Number of shares	% of holding
Jio Platforms Limited (with effect from 22nd May 2020)	678,735	87.15	625,618	94.84

Shareholders holding more than 5% of the equity share capital

Particulars	As at 31st March 2022		As at 31st March 2021	
	Number of shares	% of holding	Number of shares	% of holding
Jio Platforms Limited (with effect from 22nd May 2020)	678,735	87.15	625,618	94.84
Saavn Global Holdings Limited (with effect from September 30, 2021) (Refer note 12.1)	66,071	8.48	-	-
Saavn Mauritius	34,044	4.37	34,044	5.16

Shareholders holding more than 5% of CCPS

Particulars	As at 31st March 2022		As at 31st March 2021	
	Number of shares	% of holding	Number of shares	% of holding
Saavn Global Holdings Limited	-	-	82,836	100.00

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13.5 Shareholding of Promoter

As at 31st March 2022

Particulars	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	% of total Holding	% change during the year
Fully paid-up equity shares of Re. 1 each	Jio Platforms Limited	625,618	53,117	678,735	87.15	-7.69

As at 31st March 2021

Particulars	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	% of total Holding	% change during the year
Fully paid-up equity shares of Re. 1 each	Jio Platforms Limited	-	625,618	625,618	94.84	94.84

14 OTHER EQUITY

Particulars	FY 2021-22	FY 2020-21
Securities premium		
As per last Balance Sheet	76,017,642	71,268,102
Increase during the year	6,199,695	4,749,540
	82,217,337	76,017,642
Retained earnings		
As per last Balance Sheet	(5,169)	(16,257)
Profit / (loss) for the year	4,629	11,088
	(540)	(5,169)
Other comprehensive income		
As per last Balance Sheet	2,154	(2,088)
Other comprehensive income for the year	43	4,242
	2,197	2,154
Total	82,218,994	76,014,627

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15 PROVISIONS (NON-CURRENT)

Particulars	As at 31st March 2022	As at 31st March 2021
Provision for gratuity	50,262	40,628
Total	50,262	40,628

16 TRADE PAYABLES

Particulars	As at 31st March 2022	As at 31st March 2021
Micro, small and medium enterprises*	334	26,028
Others	806,862	2,656,018
Total	807,196	2,682,046

*There are no overdue amounts to micro, small and Medium enterprises for which disclosure requirements under the Micro, Small and Medium Enterprises Development Act, 2006 are applicable.

16.1 Trade Payables Ageing as at 31st March 2022:

Particulars	Outstanding for following periods from due date of payment				Total
	< 1 year	1 - 2 years	2 - 3 years	> 3 years	
MSME	334	-	-	-	334
Others	369,291	472	147	227	370,137
Disputed-MSME	-	-	-	-	-
Disputed-Others	-	-	-	-	-
Total	369,625	472	147	227	370,471

16.2 Trade Payables Ageing as at 31st March 2021:

Particulars	Outstanding for following periods from due date of payment				Total
	< 1 year	1 - 2 years	2 - 3 years	> 3 years	
MSME	26,028	-	-	-	26,028
Others	1,595,009	192	138	276	1,595,615
Disputed-MSME	-	-	-	-	-
Disputed-Others	-	-	-	-	-
Total	1,621,037	192	138	276	1,621,643

17 OTHER LIABILITIES (CURRENT)

Particulars	As at 31st March 2022	As at 31st March 2021
Contract Liabilities	92,688	98,455
Statutory remittances	37,558	81,857
Advance from customers	1,593	44,135
Total	131,839	224,447

18 PROVISIONS (CURRENT)

Particulars	As at 31st March 2022	As at 31st March 2021
Provision for leave encashment	43,370	40,216
Provision for gratuity	3,609	2,677
Total	46,979	42,893

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19 OTHER INCOME

Particulars	FY 2021-22	FY 2020-21
Gains on financial assets measured at FVTPL	18,427	24,563
Sundry balances written back	310	109
Interest income		
Fixed deposits with banks	32	37
Others	-	361
Gain on disposal of property, plant and equipment	11	87
Total	18,780	25,157

20 EMPLOYEE BENEFITS EXPENSES

As per Indian Accounting Standard 19 "Employee Benefits", the disclosures as defined are given below :

20.1 Defined contribution plans

Contribution to Defined Contribution Plans, recognised as expense for the year is as under:

Particulars	FY 2021-22	FY 2020-21
Employer's Contribution to Provident Fund	-	-

The Company's Provident Fund is exempted under Section 17 of the Employees' Provident Funds and Miscellaneous Provisions Act, 1952.

20.2 Defined benefits plan

I) Reconciliation of opening and closing balances of Defined Benefit Obligation

Particulars	Gratuity (Unfunded)	
	FY 2021-22	FY 2020-21
Present value of defined benefit obligation	53,872	43,305
Net defined benefit liability recognised in balance sheet	53,872	43,305
Current portion	3,609	2,677
Non-current portion	50,263	40,628

II) Expense recognised during the year

Particulars	Gratuity (Unfunded)	
	FY 2021-22	FY 2020-21
In income statement/ Intangible assets under development		
Current service cost	12,507	11,878
Past service cost	-	-
Interest in net defined benefit liability	2,888	2,315
Net cost	15,395	14,193
In other comprehensive income		
Re-measurements during the period due to		
Changes in financial assumptions	(744)	104
Changes in demographic assumptions	(2)	(925)
Experience adjustments	703	(3,421)
Amount recognised in OCI	(43)	(4,242)

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III) Movement in Defined Benefit Obligation

Particulars	Gratuity (Unfunded)	
	FY 2021-22	FY 2020-21
Opening balance of defined benefit obligation	43,307	34,558
Current service cost	12,507	11,878
Past service cost	-	-
Interest on defined benefit obligation	2,888	2,315
Remeasurements due to:		
Actuarial loss / (gain) arising from changes in financial assumptions	(744)	104
Actuarial loss / (gain) arising from changes in demographic assumptions	(2)	(925)
Actuarial loss / (gain) arising on account of experience changes	703	(3,421)
Benefits paid	(4,786)	(1,202)
Closing balance of defined benefit obligation	53,873	43,307

IV) Actuarial assumptions

Particulars	Gratuity (Unfunded)	
	FY 2021-22	FY 2020-21
Discount rate (p.a.)	6.85%	6.67%
Salary escalation rate (p.a.)	11.00%	11.00%
Employee turnover rate (p.a.)	12.00%	12.00%

The estimates of rate of escalation in salary considered in actuarial valuation, take into account inflation, seniority, promotion and other relevant factors including supply and demand in the employment market. The above information is certified by the actuary.

V) Sensitivity analysis

Significant actuarial assumptions for the determination of the defined benefit obligation are discount rate, expected salary increase and employee turnover. The sensitivity analysis below, have been determined based on reasonably possible changes of the assumptions occurring at end of the reporting period, while holding all other assumptions constant. The result of sensitivity analysis is given below:

Particulars	Gratuity (Unfunded)			
	FY 2021-22		FY 2020-21	
	Increase	Decrease	Increase	Decrease
Change in discounting rate (delta effect of +/- 0.5%)	(3,815)	4,384	(1,675)	1,799
Change in rate of salary increase (delta effect of +/-0.5%)	2,697	(2,686)	1,205	(1,190)
Change in rate of employee turnover (delta effect of +/- 0.5%)	(824)	850	(448)	461

21 OTHER EXPENSES

Particulars	FY 2021-22	FY 2020-21
Payment to auditors		
- Fees as auditors	9,940	8,346
- Fees for other services	506	400
- Tax audit fees	925	2,475
General expenses	894	2,562
Rates and taxes	690	285
Provision for doubtful debts	1,196	-
Total	14,151	14,068

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22 INCOME TAXES

INCOME TAX RECOGNISED IN STATEMENT OF PROFIT AND LOSS

Particulars	FY 2021-22	FY 2020-21
Current tax (relating to current year)	-	-
Deferred tax expense	-	-
Total	-	-

RECONCILIATION OF EFFECTIVE TAX RATE

Particulars	FY 2021-22	FY 2020-21
Profit before tax	4,629	11,089
Tax at the rate of 25.1680% (Previous year - 25.1680%)*	1,165	2,792
<i>Adjustments:</i>		
Effect of temporary difference on which no deferred taxes were recognised	(1,162)	(2,771)
Expenses that are not deductible in determining taxable profit	(3)	(21)
Current Tax Provision (A)	-	-
Incremental Deferred tax Liability/(Asset) on account of Property, Plant and Equipment and Intangible assets	-	-
Deferred Tax provision (B)	-	-
Tax expense as per Statement of profit and loss	-	-

*The tax rate used for the above reconciliation is the corporate tax rate applicable to the Company under tax laws of India.

RECONCILIATION OF NON CURRENT TAX ASSETS (LIABILITIES)

Particulars	FY 2021-22	FY 2020-21
Opening balance of tax assets (liabilities)	12,084	7,189
Add: Taxes paid	12,300	4,895
Less: Current tax payable for the year	-	-
Add: Reversal of excess provision for tax	-	-
Closing balance of tax assets (liabilities) (Note no 6)	24,384	12,084

Deferred Tax Liability (net)

Particulars	FY 2021-22	FY 2020-21
Deferred Tax Asset		
Provisions	26,500	22,376
Carry forward business loss and unabsorbed depreciation	11,518,267	9,247,738
Sub - total (A)	11,544,767	9,270,114
Deferred Tax Liabilities		
On Property, Plant and equipment and intangible assets under development	11,544,767	9,270,114
Sub - total (B)	11,544,767	9,270,114
Deferred Tax Liability (net)	-	-

UNRECOGNISED DEDUCTIBLE TEMPORARY DIFFERENCES, UNUSED TAX LOSSES AND UNUSED TAX CREDITS

Particulars	As at 31st March 2022	As at 31st March 2021
Deductible temporary differences for which no deferred tax assets/liabilities have been recognised (Will begin to expire from financial year: 2029-30)	76,470	107,018

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23 FINANCIAL INSTRUMENTS

A Capital management

The capital structure of the Company consists of equity share capital and accumulated reserves. The Company is not subject to any externally imposed capital requirements. The Company's objectives while managing capital are to safeguard its ability to continue as a going concern. As on reporting date, the Company does not have any external borrowings.

This framework is adjusted based on underlying macro-economic factors affecting business environment, financial market conditions, and interest rates environment.

B Financial instruments

B.1 Fair Value Measurement Hierarchy:

Particulars	As at 31st March 2022				As at 31st March 2021			
	Carrying Amount*	Level 1	Level 2	Level 3	Carrying Amount*	Level 1	Level 2	Level 3
Financial Assets #								
<i>At Fair Value Through Profit and Loss</i>								
Investments ^	72,560	72,560	-	-	91,747	91,747	-	-
<i>At Amortised Cost</i>								
Trade receivables	97,052	-	-	-	144,540	-	-	-
Cash and cash equivalents	30,798	-	-	-	4,832	-	-	-
Other financial assets	56,416	-	-	-	46,096	-	-	-
Financial Liabilities								
<i>At Amortised Cost</i>								
Trade payables	807,196	-	-	-	2,682,046	-	-	-
Other financial liabilities	-	-	-	-	-	-	-	-

* Considering the term of financial assets and financial liabilities, the Company considers that its carrying amounts approximates their fair values.

Exclude Investments in subsidiary of Rs.1,76,68,253 (Previous year Rs. 1,76,68,253) measured at cost (Refer Note 6).

^ Fair Value of Investments in mutual funds has been determined using the NAV declared by the AMCs

B.2 Financial risk management

The Company's business activities expose it to a variety of financial risks, namely foreign currency risk and credit risk. The following table summarises the risks, its source, and its management:

Risk	Source of exposure	Management
Foreign currency risk	Exchange rate fluctuation	Sensitivity analysis
Credit risk	Trade receivables	Credit assessment of customers

Foreign currency risk:

Foreign currency risk is the risk that the fair value or future cash flows of an exposure will fluctuate because of changes in foreign currency rates. Exposure can arise on account of the various assets and liabilities which are denominated in currencies other than INR, being the functional currency of the Company.

The following table shows foreign currency exposures in USD on financial instruments at the end of the reporting period (Rs. in thousands). The exposure to foreign currency for all other currencies are not material.

Particulars	As at 31st March 2022	As at 31st March 2021
Trade payables	575,685	1,480,005
Trade receivables	47,917	63,141

The following table shows sensitivity analysis of 1% change in exchange rate at the end of reporting period (Rs. in thousands):

Particulars	As at 31st March 2022	As at 31st March 2021
1% depreciation in INR against USD	(5,278)	(14,169)
Impact on equity	-	-
Impact on profit or loss	-	-
1% appreciation in INR against USD	5,278	14,169
Impact on equity	-	-
Impact on profit or loss	-	-

The aforesaid would not have an impact in the Statement of Profit and Loss in view of platform development.

Credit risk:

Credit risk is the risk that a customer or counterparty to a financial instrument fails to perform or pay the amounts due, causing financial loss to the company. The Company deals with the credit worthy customers only, resulting low credit risk.

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24 RELATED PARTY

As per Ind AS 24, list of related parties where control exists and related parties with whom transactions have taken place and relationships are given below :

<i>Name of the Related Party</i>	<i>Relation</i>
Reliance Industries Limited (Control Exist)	Ultimate Holding Company
Jio Platforms Limited	Holding Company
Saavn, Inc	Subsidiary
Saavn, LLC	Step down subsidiary
Rahul Sawale	Key Managerial Personnel till 7th October, 2021
Avinash Godse	Key Managerial Personnel from 14th January, 2022
Big Tree Entertainment Private Limited	Associate of Reliance Industries Limited
Reliance Jio Infocomm Limited	Fellow Subsidiary
Reliance Retail Limited	Fellow Subsidiary
Network18 Media & Investments Limited	Fellow Subsidiary
E- Eighteen.com Limited	Fellow Subsidiary
Indiawin Sports Private Limited	Fellow Subsidiary
Reliance Payment Solutions Limited	Fellow Subsidiary
Viacom 18 Media Private Limited	Fellow Subsidiary
Reliance Projects & Property Management Services Limited (Formerly known as Reliance Digital Platform & Project Services Limited)	Fellow Subsidiary
Reverie Language Technologies Limited (Formerly known as Reverie Language Technologies Private Limited)	Fellow Subsidiary

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Transactions during the year with related parties:

Name of the Related Party (excluding reimbursements)	Nature of transactions	FY 2021-22	FY 2020-21
Jio Platforms Limited	Issue of equity share capital (including securities premium)	6,200,008	4,749,605
Jio Platforms Limited	Content delivery charges	44,687	12,392
Jio Platforms Limited	Advertisement Revenue	1,563	-
Jio Platforms Limited	User Acquisition Cost	500	-
Reliance Industries Limited	Advertisement Revenue	990	-
Reliance Industries Limited	Professional fees	100	100
Reliance Industries Limited	Rent Expenses	27,000	27,000
Reliance Industries Limited	User Acquisition Cost	2,490	-
Reliance Jio Infocomm Limited	General Expenses	2,286	2,708
Reliance Retail Limited	Purchase of Equipment	7,493	7,287
Reliance Retail Limited	Office Expenses	134	74
Reliance Retail Limited	User Acquisition Cost	728	813
Reliance Retail Limited	Advertisement Revenue	-	685
Reliance Retail Limited	Subscription Revenue	1,400	-
Key Managerial Personnel	Remuneration Paid	2,188	2,758
Saavn, LLC	Royalty expenses	31,021	28,598
Saavn, LLC	Service Fees	911,526	822,710
Big Tree Entertainment Private Limited	User Acquisition Cost	-	41
Big Tree Entertainment Private Limited	Subscription Revenue	-	9
Reliance Projects & Property Management Services Limited (Formerly known as Reliance Digital Platform & Project Services Limited)	Rent Expenses	1,176	686
Reliance Projects & Property Management Services Limited (Formerly known as Reliance Digital Platform & Project Services Limited)	User Acquisition Cost	33,941	19,877
Reliance Projects & Property Management Services Limited (Formerly known as Reliance Digital Platform & Project Services Limited)	Authentication expenses	4,317	2,012
Reverie Language Technologies Limited (Formerly known as Reverie Language Technologies Private Limited)	General Expenses	233	257
Network18 Media & Investments Limited	User Acquisition Cost	104,701	95,592
Network18 Media & Investments Limited	Advertisement Revenue	105,639	84,244
E- Eighteen.com Limited	User Acquisition Cost	2,624	8,466
E- Eighteen.com Limited	Advertisement Revenue	2,624	8,466
Viacom 18 Media Private Limited	Advertisement Revenue	1,396	-
Viacom 18 Media Private Limited	User Acquisition Cost	1,396	-
Indiawin Sports Private Limited	Subscription Revenue	-	510
Indiawin Sports Private Limited	User Acquisition Cost	-	510
Reliance Payment Solutions Limited	Subscription Revenue	-	843
Reliance Payment Solutions Limited	User Acquisition Cost	-	803

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Balances as at 31st March 2022:

Name of the Related Party	Particulars	As at 31st March 2022	As at 31st March 2021
Reliance Industries Limited	Trade Payables	-	40,202
Saavn, LLC	Trade Payables	463,534	1,257,415
Saavn, LLC	Trade Receivables	18,314	5,303
Reliance Jio Infocomm Limited	Trade Payables	186	185
Reliance Jio Infocomm Limited	Deposits - Current (Given)	-	3
Reliance Retail Limited	Payables for Capital Expenditure	20	19
Reliance Retail Limited	Trade Payables	718	845
Reliance Retail Limited	Trade Receivables	360	708
Jio Platforms Limited	Trade Payables	14,206	-
Jio Platforms Limited	Trade Receivables	1,845	-
Reliance Payment Solutions Limited	Trade Payables	48	-
Reliance Projects & Property Management Services Limited (Formerly known as Reliance Digital Platform & Project Services Limited)	Trade Payables	1,627	22,319
Network18 Media & Investments Limited	Trade Payables	964	4,556
Network18 Media & Investments Limited	Trade Receivables	1,180	-
Viacom 18 Media Private Limited	Trade Payables	1,368	-
Viacom 18 Media Private Limited	Trade Receivables	1,647	-
Reverie Language Technologies Limited (Formerly known as Reverie Language Technologies Private Limited)	Trade Payables	6	284

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25 EARNINGS PER SHARE (EPS)

Particulars	FY 2021-22	FY 2020-21
Net profit / (loss) after tax as per statement of profit and loss	4,629	11,089
Weighted average number of equity shares used as denominator for calculating Basic EPS	725,512	642,998
Weighted average number of equity shares used as denominator for calculating Diluted EPS	767,043	725,834
Basic earnings per equity share (in Rs.)	6.38	17.24
Diluted earnings per equity share (in Rs.)	6.04	15.28
Face value per equity share (INR)	1	1

26 LEASES

The Company has leases of office premises for with lease term of 12 months or less. The Company applies 'short term lease' recognition exemption for these leases.

27 SEGMENT REPORTING

The Company is mainly engaged in 'Digital Music Services' primarily catering to Indian consumers in various consumption baskets. All the activities of the Company revolve around this main business. Accordingly, the Company has only one identifiable segment reportable under Ind AS 108 "Operating Segment". The Chief Operational Decision Maker monitors the operating results of the entity's business for the purpose of making decisions about resource allocation and performance assessment.

Geographical segment information:

Particulars	FY 2021-22	FY 2020-21
Non-current assets		
(i) Within India	65,050,396	60,707,980
(ii) Outside India	17,668,253	17,668,253

28 Ratio Analysis[^] :

Particulars	FY 2021-22	FY 2020-21
1. Current Ratio*	0.55	0.21

* Current Ratio increased as the company has settled various payables before the reporting date in current year

[^] To the extent applicable to the company's operations

28.1 Formulae for computation of ratios are as follows:

Particulars	Formula
1. Current Ratio	$\frac{\text{Current Assets}}{\text{Current Liabilities}}$

29 Details Of Loans Given, Investments Made And Guarantee Given Covered U/S 186 (4) Of The Companies Act, 2013:

No investments are made, no loans and guarantees are given by the Company as at 31st March, 2022
(Previous year NIL)

SAAVN MEDIA LIMITED**(Formerly known as Saavn Media Private Limited)****Notes to the Financial Statements for the year ended 31st March 2022****(All amounts are in thousands of INR unless stated otherwise)****30 Other Statutory information**

- (i) There are no balance outstanding on account of any transaction with companies struck off under section 248 of the Companies Act, 2013 or section 560 of Companies Act, 1956.
- (ii) The Company do not have any Capital-work-in progress or intangible assets under development, whose completion is overdue or has exceeded its cost compared to its original plan.
- (iii) The Company have not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall:
- (a) Directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or
- (b) Provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.
- (iv) The Company have not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall:
- (a) Directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or
- (b) Provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
- (v) The Company have not any such transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income-tax Act, 1961.

31 The figures for the corresponding previous year have been regrouped / reclassified wherever necessary, to make them comparable.

32 The Company has, in accordance with Ind AS 110 and Rule 6 of Companies (Accounts) Rules, 2014 availed the exemption to prepare the consolidated financial statements. The parent Company's consolidated financial statements complies with Ind AS which have been produced to the public and it can be obtained from the parent company's website.

33 Contingent liabilities

There are no contingent liabilities and outstanding commitments as on balance sheet date.

34 Subsequent events:

There are no material adjusting events from the reporting date to the date of signing.

35 APPROVAL OF FINANCIAL STATEMENTS

The Financial Statements were approved for issue by the Board of Directors on 26 April, 2022.

As per our report on even date

For **S R B C & CO LLP**

Chartered Accountants

(Registration No.324982E/E300003)

For and on behalf of the Board

Vishal Bansal

Partner

Membership No. 097546

Date: 26 April, 2022

Akash M Ambani

Director

Anshuman Thakur

Director

Jyoti Deshpande

Director

Arvind Kumar Tiwari

Director

Khushboo Yadav

Director

Paramdeep Singh

Director

Vinod V Bhatt

Director

Rishi Malhotra

Director

Avinash Godse

Company Secretary

Form AOC- 1

Salient features of the Financial Statements of Subsidiaries / Associates / Joint Ventures as per Companies Act, 2013

Part A: Subsidiaries

(All amounts are in thousands of INR unless stated otherwise)

Sr. No.	Particulars	Name of the subsidiary	
		Saavn, Inc.	Saavn, LLC
1	Date since which the subsidiary was acquired	April 4, 2018	April 4, 2018
2	Reporting period	1 January 2021 to 31 December 2021	1 January 2021 to 31 December 2021
3	Reporting currency	USD	USD
4	Exchange rate as on the last date of the financial year of the subsidiary	1 USD = 74.366634 INR	1 USD = 74.366634 INR
5	Share capital	1	Not Applicable
6	Member's contribution	Not Applicable	14,792,193
7	Other equity	1,456,959	(14,288,582)
8	Total assets	1,456,960	664,912
9	Total liabilities	-	161,301
10	Investments	1,456,955	-
11	Turnover / Total income for the year	826,572.00	972,344
12	Profit before taxation	826,545.00	110,211
13	Provision for taxation	-	110,063
14	Profit after taxation	826,545.00	149
15	Proposed dividend	-	-
16	% of shareholding	100	100

* Amounts are below the rounding off norms adopted by the Company

Names of subsidiaries which are yet to commence operations: Not applicable

Names of subsidiaries which have been liquidated or sold during the year: Not applicable

Part B: Associates and Joint Ventures

The Company does not have any interest in associates, and joint ventures

For S R B C & CO LLP
Chartered Accountants
(Registration No.324982E/E300003)

For and on behalf of the Board

Vishal Bansal
Partner
Membership No. 097546
Date: 26 April, 2022

Akash M Ambani
Director

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Director

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Director

Avinash Godse
Company Secretary