

Indiawin Sports Private Limited

Independent Auditor's Report

To the Members of Indiwain Sports Private Limited

Report on the Financial Statements

We have audited the accompanying financial statements of **Indiwain Sports Private Limited** ("the Company"), which comprise the Balance Sheet as at 31st March, 2016, and the Statement of Profit and Loss and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under section 133 of the Act, read with rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of the appropriate accounting policies; making judgements and estimates that are reasonable and prudent; and 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 fair presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit.

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. 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. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by 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 31st March, 2016, and its loss and its cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("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 A" a statement on the matters specified in paragraphs 3 and 4 of the Order.
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 appears from our examination of those books.

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- c) The Balance Sheet, Statement of Profit and Loss and Cash Flow Statement dealt with by this report are in agreement with the books of account.
- d) In our opinion, the aforesaid financial statements comply with the accounting standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- e) On the basis of written representations received from the directors as on 31st March, 2016 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2016, 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 over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in “Annexure B”.
- g) With respect to the other matters to be included in the Auditor’s Report in accordance with Rules 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i) The Company has disclosed the impact of pending litigations on its financial position in its financial statements – Refer Note 24 to the financial statements.
 - ii) The Company did not have any material foreseeable losses on long-term contracts including derivative contracts that require provision under any law or accounting standards 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.

For **Pathak H.D. & Associates**
Chartered Accountants
(Firm Registration No. 107783W)

Saurabh Pamecha
Partner
Membership No.: 126551

Mumbai
Date: 19th April, 2016

“Annexure A” to Independent Auditors’ Report referred to in Paragraph 1 under the heading of “Report on other legal and regulatory requirements” of our report of even date.

- i) In respect of its fixed assets:
 - a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets on the basis of available information.
 - b) As explained to us, all the fixed assets have been physically verified by the management in a phased periodical manner, which in our opinion is reasonable, having regard to the size of the Company and nature of its assets. No material discrepancies were noticed on such physical verification.
 - c) As the Company has no immovable assets during the year, clause (c) (i) of paragraph 3 of the Order is not applicable to the company.
- ii) As the Company had no Inventories during the year, clause (ii) of paragraph of 3 of the Order is not applicable to the Company.
- iii) The Company has not granted any loans, secured or unsecured to companies, firms, limited liability partnerships or other parties covered in the register maintained under Section 189 of the Act. Consequently, the requirement of clause (iii) (a) to clause (iii) (c) of paragraph 3 of the Order is not applicable to the Company.
- iv) Company has not granted any loans, investments, guarantees and securities covered under section 185 and 186 of the Act.
- v) According to the information and explanations given to us, the Company has not accepted any deposits within the meaning of provisions of sections 73 to 76 or any other relevant provisions of the Act and the rules framed there under. Therefore, the clause (v) of paragraph 3 of the Order is not applicable to the Company.
- vi) To the best of our knowledge and explanations given to us, the Central Government has not prescribed the maintenance of cost records under sub section (1) of Section 148 of the Act in respect of the activities undertaken by the Company.
- vii) In respect of Statutory dues:
 - a) According to the records of the Company, undisputed statutory dues including provident fund, employees’ state insurance, income tax, sales tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues have been regularly deposited with appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of the aforesaid dues, were outstanding as at March 31, 2016 for a period of more than six months from the date they became payable.
 - b) According to the information and explanations given to us, there are no dues of income tax, sales tax, service tax, duty of customs, duty of excise, value added tax, cess on account of any dispute, which have not been deposited.
- viii) The company has not raised loans from financial institution or banks or by issue of debentures and hence clause (viii) of paragraph 3 of the Order is not applicable to the company.
- ix) The money raised by term loans has been applied for the purpose for which they are raised.
- x) Based on the audit procedures performed for the purpose of reporting the true and fair view of the financial statements and as per information and explanations given to us, no fraud by the Company or on the Company by its officers or employees has been noticed or reported during the year.
- xi) Company has not paid any managerial remuneration during the year and hence clause (xi) of paragraph 3 of the Order is not applicable to the Company.
- xii) In our opinion company is not a nidhi company. Therefore, the provisions of clause (xii) of paragraph 3 of the Order are not applicable to the company.
- xiii) In our opinion and according to the information and explanations given to us, all transactions with related parties are in compliance with sections 177 and 188 of the Act and their details have been disclosed in the financial statements etc., as required by the applicable accounting standards.

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- xiv) In our opinion and according to the information and explanations given to us, the Company has not made any preferential allotment or private placement or fully or partly convertible debentures during the year and hence clause (xiv) of paragraph 3 of the Order is not applicable to the company.
- xv) In our opinion and according to the information and explanations given to us, the Company has not entered into any non-cash transaction with the directors or persons connected with him and covered under section 192 of the Act. Hence, clause (xv) of the paragraph 3 of the Order is not applicable to the Company.
- xvi) To the best of our knowledge and as explained, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

For Pathak H.D. & Associates
Chartered Accountants
(Firm Registration no. 107783W)

Saurabh Pamecha
Partner
Membership No.: 126551

Mumbai
Date: 19th April, 2016

“Annexure B” to Independent Auditors’ Report referred to in paragraph 2(f) under the heading “Report on other legal and regulatory requirements” of our report of even date.

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 Control over financial reporting of **Indiawin Sports Private Limited** (“the company”) as of 31st March, 2016 in conjunction with our audit of the financial statements of the Company for the year then ended.

Management Responsibility for the 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 (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 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 over financial reporting 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, issued by ICAI and deemed to be prescribed under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the 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 over financial reporting 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 system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, 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 judgment, 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 system over financial reporting.

Meaning of Internal Financial Controls Over Financial Reporting

A company’s internal financial control over financial reporting 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 control over financial reporting 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 unauthorised 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 Over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, 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 over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting 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, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March, 2016, 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 ICAI.

For **Pathak H.D. & Associates**
Chartered Accountants
(Firm Registration no. 107783W)

Saurabh Pamecha
Partner
Membership No.:126551

Mumbai
Date: 19th April, 2016

Balance Sheet as at 31st March, 2016

(₹ In Lakhs)

	Note	As at 31st March, 2016		As at 31st March, 2015	
EQUITY AND LIABILITIES					
Shareholders' Funds					
Share Capital	1	265.00		265.00	
Reserves and Surplus	2	(10,515.19)		(10,494.19)	
			(10,250.19)		(10,229.19)
Non-Current Liabilities					
Long-term borrowings	3	22,409.00		22,409.00	
Long-term provisions	4	11.97		24.55	
			22,420.97		22,433.55
Current Liabilities					
Trade payables					
Micro, Small and Medium Enterprises		-		-	
Others		558.11		53.97	
Other Current liabilities	5	4,262.58		4,101.79	
Short-term provisions	6	0.35		0.73	
			4,821.04		4,156.50
TOTAL			16,991.82		16,360.86
ASSETS					
Non-current assets					
Fixed Assets					
Tangible assets	7		2.74		3.03
Current Assets					
Current investments	8	1,350.00		3,637.15	
Trade receivables	9	6,557.19		4,783.20	
Cash and Bank Balances	10	249.14		467.27	
Short-term loans and advances	11	8,832.75		7,470.21	
			16,989.08		16,357.83
TOTAL			16,991.82		16,360.86
Significant Accounting Policies					
Notes on Financial Statements	1-25				

As per our Report of even date

For Pathak H. D. & Associates

Chartered Accountants

Firm Registration No. 107783W

Saurabh Pamecha

Partner

Membership No.: 126551

Place: Mumbai

Date: 19th April, 2016

For and on behalf of the Board**S. Rajagopal**

Director

Dilip Doshi

Director

Harsh Jain

Director

Statement of Profit and Loss for the year ended 31st March, 2016

(₹ In Lakhs)			
	Note	For the year 2015-16	For the year 2014-15
Revenue			
Revenue from operations	12	19,272.98	16,775.38
Other Income	13	867.00	543.91
Total Revenue		20,139.98	17,319.29
Expenses			
Employee benefits expenses	14	138.21	176.49
Finance Cost		-	1.07
Depreciation		0.29	3.56
Other Expenditure	15	20,022.48	17,525.41
Total Expenses		20,160.98	17,706.53
Profit/ (Loss) before tax		(21.00)	(387.24)
Tax expenses:			
Current Tax		-	-
Profit/ (Loss) for the year		(21.00)	(387.24)
Significant Accounting Policies			
Notes on Financial Statements	1-25		

Earnings per equity share (In ₹) (Face value of ₹ 10)

i Basic	(0.79)	(14.61)
ii Diluted	(0.79)	(14.61)

As per our Report of even date

For Pathak H. D. & Associates
Chartered Accountants
Firm Registration No. 107783W

Saurabh Pamecha
Partner
Membership No.: 126551

Place: Mumbai
Date: 19th April, 2016

For and on behalf of the Board

S. Rajagopal
Director

Dilip Doshi
Director

Harsh Jain
Director

Cash Flow Statement for the year 2015-16

(₹ In Lakhs)

	For the year 2015-16		For the year 2014-15	
A: CASH FLOW FROM OPERATING ACTIVITIES				
Net Profit/ (Loss) before tax as per Profit and Loss account		(21.00)		(387.24)
Adjusted for:				
Finance Cost	-		1.07	
Depreciation	0.29		3.56	
Profit on Sale of Investments (net)	(372.58)		(218.38)	
		(372.29)		(213.75)
Operating Profit before Working Capital Changes		(393.29)		(600.99)
Adjusted for:				
Trade and Other Receivables	(3,715.69)		(740.54)	
Trade and Other Payables	651.96		2,694.92	
		(3,063.73)		1,954.38
Cash Generated from / (used in) Operations		(3,457.02)		1,353.39
Taxes Paid		579.15		(471.14)
Net Cash from/ (used in) Operating Activities		(2,877.87)		882.25
B: CASH FLOW FROM INVESTING ACTIVITIES				
Purchase of Investments		(17,850.00)		(13,750.00)
Sale of Investments		20,509.74		13,076.14
Net Cash from/ (used in) Investing Activities		2,659.74		(673.86)
C: CASH FLOW FROM FINANCING ACTIVITIES				
Proceeds from Long Term Borrowings		-		300.00
Repayment of Long Term Borrowings		-		(300.00)
Interest Paid		-		(1.07)
Net Cash from/ (used in) Financing Activities		-		(1.07)
Net Increase/ (Decrease) in Cash and Cash Equivalents		(218.13)		207.32
Opening Balance of Cash and Cash Equivalents		467.27		259.95
Closing Balance of Cash and Cash Equivalents		249.14		467.27
(Refer Note No. 10)				

As per our Report of even date

For Pathak H. D. & Associates

Chartered Accountants

Firm Registration No. 107783W

Saurabh Pamecha

Partner

Membership No.: 126551

Place: Mumbai

Date: 19th April, 2016

For and on behalf of the Board**S. Rajagopal**

Director

Dilip Doshi

Director

Harsh Jain

Director

Significant Accounting Policies

1. Basis of preparation of financial statements:

These financial statements have been prepared to comply with Accounting Principles Generally accepted in India (Indian GAAP), the Accounting Standards notified under the relevant provisions of the Companies Act, 2013. The financial statements are prepared on accrual basis under the historical cost convention. The financial statements are presented in Indian rupees rounded off to the nearest rupees in Lakhs.

2. Use of Estimates:

The preparation of financial statements requires estimates and assumptions to be made that affect the reported amount of assets and liabilities on the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Difference between the actual results and estimates are recognized in the period in which the results are known / materialized. The management believes that the estimates used in the preparation of the financial statements are prudent and reasonable.

3. Fixed Assets:

Fixed Assets are stated at cost net of cenvat less accumulated depreciation and impairment loss, if any.

4. Depreciation:

Depreciation on fixed assets is provided on straight line method at the rates derived in the manner prescribed in Schedule II to the Companies Act, 2013 over their useful life.

5. Impairment of Assets:

The Company assess at each reporting date as to whether there is any indication that an asset (tangible and intangible) may be impaired. An asset is treated as impaired, when the carrying cost of the asset exceeds its recoverable value. Recoverable amount is higher of an asset's or cash generating unit's net selling price and its value in used. Value in use is the present value of estimated future cash flows expected to arise from the continuing use of an asset and from its disposal at the end of its useful life.

An impairment loss is charged to Profit and Loss Account in the year in which an asset is identified as impaired. The impairment loss recognised in previous accounting period is reversed if there has been a change in the estimate of recoverable amount.

6. Foreign Currency Transactions:

- (i) Transactions denominated in foreign currencies are recorded at the exchange rate prevailing on the date of the transaction.
- (ii) Monetary items denominated in foreign currencies at the year end are restated at year end rates. In case of items which are covered by forward exchange contracts, the difference between the year end rate and rate on the date of the contract is recognized as exchange difference and the premium paid on forward contract is recognized over the life of the contract.
- (iii) Non monetary foreign currency item are carried at cost.
- (iv) Any income or expense on account of exchange difference either on settlement or on transaction is recognized in the statement of profit and loss other than long term liabilities, in which case they are adjusted to the carrying cost of such assets.

7. Revenue Recognition:

The Company follows mercantile system of accounting and recognizes significant items of income and expenditure on accrual basis. Significant items of Income & Expenditure which directly relates to particular tournament are recognized in the financial year in which such tournament is concluded. Fees paid for players transfer are charged to Statement of Profit & Loss. Interest income is recognised on time proportion basis taking into account the amount outstanding and rate applicable.

8. Employee Benefits:

i) Short term employee benefits:

The undiscounted amount of short-term employee benefits expected to be paid in exchange for the services rendered by

Notes on Financial Statements for the Year ended 31st March, 2016

employees are recognised as an expense during the period when the employees render the services. These benefits include performance incentive and compensated absences.

ii) Post employment benefits:

a) Defined Contribution Plans:

A defined contribution plan is a post-employment benefit plan under which the Company pays specified contributions to a separate entity. The Company makes specified monthly contributions towards Provident Fund and Pension Scheme. The Company's contribution is recognised as an expense in the Statement of Profit and Loss during the period in which the employee renders the related service.

b) Defined Benefit Plans:

The liability in respect of defined benefit plans 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. Actuarial gains and losses in respect of post-employment and other long term benefits are charged to the Statement of Profit and Loss.

9. Investment:

Investments that are readily realisable and intended to be held for not more than 12 months from the date of acquisition are classified as current investment. All other investments are classified as non-current investments. Current Investment are carried at lower of cost and quoted / fair value.

10. Provision for Current and Deferred Tax:

Provision for Current Tax is made after taking into consideration benefits admissible under the provisions of Income Tax Act, 1961. Deferred tax resulting from "timing differences" between taxable and accounting income is accounted for using the tax rates and laws that are enacted or substantively enacted as on the Balance Sheet date. The deferred tax asset is recognized and carried forward only to the extent that there is a virtual or reasonable certainty that the asset will be realized in future.

11. Provisions, Contingent Liabilities and Contingent Assets:

Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent Liabilities are not recognised but are disclosed in notes. Contingent assets are neither recognized nor disclosed in the financial statements.

Notes on Financial Statements for the Year ended 31st March, 2016

NOTE 1

(₹ In Lakhs)

SHARE CAPITAL	As at 31st March, 2016	As at 31st March, 2015
Authorised:		
70,00,000 Equity Shares of ₹ 10 each (70,00,000)	700.00	700.00
30,00,000 Preference Shares of ₹ 10 each (30,00,000)	300.00	300.00
TOTAL	1,000.00	1,000.00
Issued, Subscribed and Paid-up:		
Fully Paid-up		
26,50,000 Equity Shares of ₹ 10 each fully paid-up (26,50,000)	265.00	265.00
TOTAL	265.00	265.00

1.1 All the above shares 26,50,000 (Previous Year 26,50,000) Equity Shares ₹ 10 each are held by Reliance Industrial Investments and Holdings Limited, the holding company along with its nominees.

1.2 The details of Shareholders holding more than 5% shares:

Name of Shareholders	As at 31st March, 2016		As at 31st March, 2015	
	No. of Shares	% held	No. of Shares	% held
Reliance Industrial Investments and Holdings Limited	26 50 000	100%	26 50 000	100%

1.3 Reconciliation of Equity shares:

	As at 31st March, 2016	As at 31st March, 2015
Equity Shares outstanding at the beginning of the year	26 50 000	26 50 000
Equity Shares Issued during the year	-	-
Equity Shares bought back during the year	-	-
Equity Shares outstanding at the end of the year	26 50 000	26 50 000

1.4 The Company has one class of ordinary shares which carry equal voting rights on income and distribution of assets on liquidation or otherwise.

Notes on Financial Statements for the Year ended 31st March, 2016

NOTE 2

(₹ In Lakhs)

RESERVES AND SURPLUS	As at 31st March, 2016		As at 31st March, 2015	
Deficit in Profit and Loss Account				
As per last Balance Sheet	(10,494.19)		(10,105.38)	
Less: Adjustment relating to Fixed Assets	-		(1.56)	
Add: Transferred from Profit and Loss Account	(21.00)	(10,515.19)	(387.24)	(10,494.19)
TOTAL		(10,515.19)		(10,494.19)

2.1 In view of the loss for the year, the company has not created the Debenture Redemption Reserve for a cumulative amount of ₹ 7.16 Lakhs in terms of section 71(4) of the Companies Act, 2013. The Company shall create the Debenture Redemption Reserve out of profits, if any in the future years.

NOTE 3

(₹ In Lakhs)

LONG TERM BORROWINGS	As at 31st March, 2016		As at 31st March, 2015	
Unsecured				
Loans and advances from related parties				
Zero Coupon Optionally Convertible Loans	-		12,053.00	
Others	-		10,356.00	
Zero Coupon Optionally Fully Convertible Debenture*	22,409.00		-	
		22,409.00		22,409.00
TOTAL		22,409.00		22,409.00

3.1 * The Company has an option for conversion of OFCDs in to equity shares, at any time after allotment of the OFCDs by giving one month notice to the OFCD holder. The conversion into equity shares shall be based on higher of face value or book value of the Company as at March 31, 2015. If not converted, the Company will redeem the outstanding OFCDs on the expiry of 15 years from the date of allotment i.e. 25.03.2016.

NOTE 4

(₹ In Lakhs)

LONG TERM PROVISIONS	As at 31st March, 2016	As at 31st March, 2015
Provision for employee benefits	11.97	24.55
TOTAL	11.97	24.55

Notes on Financial Statements for the Year ended 31st March, 2016

NOTE 5

(₹ In Lakhs)

OTHER CURRENT LIABILITIES	As at 31st March, 2016		As at 31st March, 2015	
Other Current Liabilities:				
Income received in advance	4,189.08		4,067.92	
Statutory Liabilities	73.50		33.87	
		4,262.58		4,101.79
TOTAL		4,262.58		4,101.79

The company has not received information from vendors regarding their status under Micro, Small and Medium Enterprises Development Act, 2006 and hence disclosure relating to amounts unpaid as at the end together with interest paid / payable, if any, under the said Act have not been given.

NOTE 6

(₹ In Lakhs)

SHORT TERM PROVISIONS	As at 31st March, 2016	As at 31st March, 2015
Provision for employee benefits	0.35	0.73
TOTAL	0.35	0.73

NOTE 7

FIXED ASSETS

TANGIBLE ASSETS

(₹ In Lakhs)

Description	Gross Block				Depreciation			Net Block	
	As at 1st April, 2015	Additions	Deductions/ Adjustments	As at 31st March, 2016	Upto 31st March, 2015	For the year	Upto 31st March, 2016	As at 31st March, 2016	As at 31st March, 2015
Own Assets:									
Equipments	11.37	-	-	11.37	8.63	0.20	8.83	2.54	2.74
Furniture and Fixtures	0.55	-	-	0.55	0.26	0.09	0.35	0.20	0.29
Total	11.92	-	-	11.92	8.89	0.29	9.18	2.74	3.03
Previous year	11.92	-	-	11.92	5.33	3.56	8.89	3.03	

NOTE 8

(₹ In Lakhs)

CURRENT INVESTMENTS (Valued at Lower of cost and quoted / fair value)	As at 31st March, 2016	As at 31st March, 2015
Non Trade Investments		
In Mutual Fund - Unquoted fully paid face value of ₹ 1000 each		
45,271 HDFC Liquid Fund - Growth*	1,350.00	3,637.15
(1,34,72,044)		
TOTAL	1,350.00	3,637.15

Aggregate Value of unquoted Investment

1,350.00

3,637.15

* Refer Note 25

Notes on Financial Statements for the Year ended 31st March, 2016

NOTE 9

(₹ In Lakhs)

TRADE RECEIVABLES (UNSECURED CONSIDERED GOOD UNLESS OTHERWISE STATED)	As at 31st March, 2016		As at 31st March, 2015	
<u>Over six months</u>				
Considered Good	2,428.40		1,861.70	
Considered Doubtful	118.00		118.00	
	2,546.40		1,979.70	
Less: Provision for doubtful debts	118.00		118.00	
	2,428.40		1,861.70	
Others	4,128.79		2,921.50	
TOTAL	6,557.19		4,783.20	

NOTE 10

(₹ In Lakhs)

CASH AND BANK BALANCES	As at 31st March, 2016	As at 31st March, 2015
Cash and cash equivalents		
Bank Balances:		
In current accounts	249.14	467.27
TOTAL	249.14	467.27

NOTE 11

(₹ In Lakhs)

SHORT-TERM LOANS AND ADVANCES (Unsecured and Considered Good)	As at 31st March, 2016	As at 31st March, 2015
Advance Income Tax (net of Provision)	1,702.21	1,123.06
Balance with Excise, Custom and Service Tax Authorities	4,982.64	4,645.14
Prepaid Expenses	1,374.24	1,355.05
Others *	773.66	346.96
TOTAL	8,832.75	7,470.21

* Includes advance to vendors

NOTE 12

(₹ In Lakhs)

REVENUE FROM OPERATIONS	For the year 2015-16	For the year 2014-15
Share in Net Revenue of BCCI-IPL Central Rights	6,697.77	5,786.82
Sponsorship Fees	5,642.58	4,669.69
Ticket Revenue	3,327.63	3,459.09
Prize Money Received	1,535.00	779.50
Other operating revenues	2,070.00	2,080.28
TOTAL	19,272.98	16,775.38

Notes on Financial Statements for the Year ended 31st March, 2016

NOTE 13

(₹ In Lakhs)

OTHER INCOME	For the year 2015-16	For the year 2014-15
Net gain/ (loss) on sale of Current investment	372.58	218.38
Interest Received others	3.36	121.29
Insurance Claims Received	307.56	163.40
Miscellaneous Receipts	183.50	40.84
TOTAL	867.00	543.91

NOTE 14

(₹ In Lakhs)

EMPLOYEE BENEFITS EXPENSES	For the year 2015-16	For the year 2014-15
Salaries and Wages	144.77	165.56
Contribution to Provident and other funds	(6.56)	10.93
TOTAL	138.21	176.49

NOTE 15

(₹ In Lakhs)

OTHER EXPENDITURE	For the year 2015-16		For the year 2014-15	
OPERATING EXPENSES				
Advertisement & Sales Promotion Expenses	1,353.77		852.55	
Event Management Fees & Related Expenses	991.15		428.13	
Player & Support staff fees	7,054.17		7,969.58	
Franchise Fees	4,476.00		4,476.00	
Ground Hire and related charges	470.43		408.57	
Entertainment Tax	1,175.87		833.58	
Hospitality Expenses	397.46		593.07	
Prize Money, Gifts & Mementos	1,608.64		552.80	
Insurance	120.27		143.67	
Legal & Professional Fees	885.48		324.92	
Kit Expenses	32.41		30.45	
General Expenses	25.66		13.88	
Printing and Stationery	18.52		14.73	
Exchange Difference Net	(14.14)		(7.48)	
Rates & Taxes	13.19		39.66	
Security Expenses	638.10		334.45	
Transportation Expenses	85.13		54.81	
Travelling, Lodging & Boarding Expenses	687.52		459.39	
		20,019.63		17,522.76
PAYMENT TO AUDITORS				
Audit Fees	2.15		2.00	
Tax Audit Fees	0.70		0.65	
		2.85		2.65
TOTAL		20,022.48		17,525.41

Notes on Financial Statements for the Year ended 31st March, 2016

16. The previous year figures have been reworked, regrouped, rearranged and reclassified, wherever necessary. Amounts and other disclosures for the preceding year are included as an integral part of current year financial statements and are to be read in relation to the amounts and other disclosures relating to the current year.

(₹ In Lakhs)

17. Deferred Tax:

	As at 31st March, 2016	As at 31st March, 2015
Deferred Tax liability		
Related to Fixed Assets	-	-
Deferred Tax Assets		
Related to Fixed Assets	0.82	0.99
Carried Forward Losses	3,504.10	3,329.63
Disallowances under the Income Tax Act 1961	4.26	8.35
Deferred Tax	<u>3,508.36</u>	<u>3,337.98</u>

The Total Deferred Tax Assets being higher than total Deferred Tax Liabilities, the Company recognizes Deferred Tax Assets only to extent of Deferred Tax Liabilities on a conservative basis and the excess of Deferred Tax Assets has not been given effect to in the Balance Sheet.

18. Earning per share:	2015-16	2014-15
Net Profit / (Loss) After Tax (₹ In Lakhs)	(21.00)	(387.24)
No. of Equity shares used to Compute EPS	26,50,000	26,50,000
No. of Equity shares used to Compute Diluted EPS *	69,35,874	12,31,80,000
Basic earnings per equity share (In ₹)	(0.79)	(14.61)
Diluted earnings per equity share (In ₹)*	(0.79)	(14.61)
Nominal value per equity share (In ₹)	10	10

* Diluted earnings per share is same as basic earnings per share, since the potential equity share are anti dilutive.

19. As per Accounting Standard 18, the disclosures of transactions with the related parties as defined in the accounting standard are given below:

(a) List of related parties and relationships:

Sr. No.	Name of the Related Party	Relationship
i	Reliance Industries Limited	Ultimate Holding Company
ii	Reliance Industrial Investments and Holdings Limited	Holding Company
iii	Reliance Retail Limited	Fellow Subsidiary
iv	Big Tree Entertainment Private Limited	Fellow Subsidiary
v	Reliance Corporate IT Park Limited	Fellow Subsidiary

Notes on Financial Statements for the Year ended 31st March, 2016

(b) Transactions during the year with related parties (Excluding reimbursements): (₹ In Lakhs)

Nature of Transactions	Total	
	2015-16	2014-15
Zero Coupon Optionally Convertible Loans:		
Reliance Industrial Investments and Holdings Ltd.		
Balance as at 1st April 2015	12,053.00	12,053.00
Taken during the year	-	-
Converted to Zero Coupon Optionally Fully Convertible Debenture	12,053.00	-
Balance as at 31st March 2016	-	12,053.00
Loan Taken:		
Reliance Industrial Investments and Holdings Ltd.		
Balance as at 1st April 2015	10,356.00	10,356.00
Taken during the year	-	300.00
Converted to Zero Coupon Optionally Fully Convertible Debenture	10,356.00	300.00
Balance as at 31st March 2016	-	10,356.00
Zero Coupon Optionally Fully Convertible Debenture:		
Reliance Industrial Investments and Holdings Ltd.		
Balance as at 1st April 2015	-	-
Converted from Zero Coupon Optionally Convertible Loans	12,053.00	-
Converted from Loan	10,356.00	-
Repaid during the year	-	-
Balance as at 31st March 2016	22,409.00	-
Expenditure:		
a) Advertisement & Sales Promotion Expenses:		
i Reliance Retail Limited	35.74	36.75
b) Professional Fees:		
i Bigtree Entertainment Private Limited	119.90	62.89
ii Reliance Corporate IT Park Limited	549.60	-
c) Finance Cost:		
i Reliance Industrial Investments and Holdings Ltd.	-	1.07
d) Prize Money, Gifts & Mementos:		
i Reliance Retail Limited	22.56	17.58
Revenue:		
a) Ticket Revenue:		
i Reliance Industries Limited	-	1,331.10
Balances as at 31.03.2016:		
a) Trade Payable		
i Reliance Corporate IT Park Limited	501.60	

Notes on Financial Statements for the Year ended 31st March, 2016

20. Principal business of the company is to own and operate the franchisee of Indian Premiere League (IPL) and tournament is organized by The Board of Control for Cricket in India (BCCI). All other activities are connected with its principal business. Considering this the company has only one business / geographical segments as per Accounting Standard - 17.

(₹ In Lakhs)

21. Expenditure in Foreign Currency:	2015-16	2014-15
Player & Supporting staff related	3,799.52	3,548.38
Legal & Professional fees	127.65	109.97
Others	12.23	380.77

(₹ In Lakhs)

22. Earning in Foreign Exchange	2015-16	2014-15
Sponsorship income	692.29	378.10

23. Employee Benefits:

As per Accounting Standard 15 "Employee Benefits", the disclosures of Employee benefits as defined in the Accounting Standard are given below:

Defined Contribution Plan (₹ In Lakhs)

Contribution to Defined contribution plan, recognised as expenses for the year are as under:

	2015-16	2014-15
Employer's contribution to Provident Fund	3.77	5.91
Employer's contribution to Pension Scheme	0.44	0.57

Defined Benefit Plan

The present value of obligation for Gratuity is recognised based on actuarial valuation using the Projected Unit Credit Method, which recognises each period of service rise to additional unit of employee entitlement each unit separately to build up the final obligation. The obligation for Compensated Absences is recognised in the similar manner.

(₹ In Lakhs)

i) Reconciliation of opening and closing balances of Defined Benefit obligation

	Gratuity (Unfunded)		Compensated Absences (Unfunded)	
	As at 31st March 2016	2015	As at 31st March 2016	2015
Defined benefit obligation at beginning of the year	17.53	14.16	7.74	7.20
Current service cost	1.93	1.78	0.60	0.55
Interest cost	1.40	1.13	0.62	0.57
Actuarial (gain)/loss	(13.57)	0.46	(2.13)	(0.58)
Benefits paid	-	-	(1.81)	-
Settlement cost	-	-	-	-
Defined benefit obligation at year end	7.30	17.53	5.00	7.74

Notes on Financial Statements for the Year ended 31st March, 2016

ii) Reconciliation of fair value of assets and obligation (₹ In Lakhs)

	Gratuity (Unfunded) As at 31st March		Compensated Absences (Unfunded) As at 31st March	
	2016	2015	2016	2015
	Fair value of plan assets	-	-	-
Present value of obligation	7.30	17.53	5.00	7.74
Amount recognised in Balance sheet	7.30	17.53	5.00	7.74

iii) Expense recognised during the year (₹ In Lakhs)

	Gratuity (Unfunded)		Compensated Absences (Unfunded)	
	2015-16	2014-15	2015-16	2014-15
Current service cost	1.93	1.78	0.60	0.55
Interest cost	1.40	1.13	0.62	0.57
Expected return on plan assets	-	-	-	-
Actuarial (gain)/loss	-13.57	0.46	(2.13)	(0.58)
Net cost	-10.24	3.37	-0.92	0.55

iv) Actuarial assumptions

	Gratuity (Unfunded)		Compensated Absences (Unfunded)	
	2015-16	2014-15	2015-16	2014-15
Mortality Table	2006-08 (Ultimate)	2006-08 (Ultimate)	2006-08 (Ultimate)	2006-08 (Ultimate)
Discount rate (per annum)	8.00%	8.00%	8.00%	8.00%
Rate of escalation in salary (per annum)	6.00%	6.00%	6.00%	6.00%

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) Amount recognised in current year and previous four year (₹ In Lakhs)

Particular	As at 31st March				
	2016	2015	2014	2013	2012
Gratuity	7.30	17.53	14.16	11.47	0.88
Defined benefit obligation	7.30	17.53	14.16	11.47	0.88
Fair value of planned assets	-	-	-	-	-
(Surplus)/ Deficit in the plan	7.30	17.53	14.16	11.47	0.88
Actuarial (gain)/ loss on plan liabilities	(13.57)	0.46	(0.01)	8.89	(1.13)
Actuarial gain/ (loss) on plan assets	-	-	-	-	-

vi) The expected contributions for Defined Benefit Plan for the next financial year will be in line with FY 2015-16.

Notes on Financial Statements for the Year ended 31st March, 2016

(₹ In Lakhs)

24. Contingent Liabilities

	As at 31st March, 2016	As at 31st March, 2015
(A) Claim against the Company /disputed liability not acknowledge as debt	455.40	455.40
(B) The Income-Tax Assessments of the Company have been completed up to Assessment year 2013-14. The disputed demand outstanding up to the said assessment year is ₹ 594.43 Lakhs. Based on the interpretations of relevant provisions the demand is likely to be either deleted or substantially reduced and accordingly no provision has been made.		

The above litigations are not expected to have any material adverse impact on the financial position of the company.

25. Details of Investment made u/s. 186(4) of the Companies Act, 2013 are given under the respective heads.

As per our Report of even date

For Pathak H. D. & Associates

Chartered Accountants

Firm Registration No. 107783W

Saurabh Pamecha

Partner

Membership No.: 126551

Place: Mumbai

Date: 19th April, 2016

For and on behalf of the Board

S. Rajagopal

Director

Dilip Doshi

Director

Harsh Jain

Director