

M Entertainments Private Limited
Financial Statements
2021-22

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF M Entertainments Private Limited**

Report on the Standalone Financial Statements

Opinion

We have audited the accompanying standalone financial statements of **M Entertainments Private Limited** (“the Company”), which comprise the Balance Sheet as at 31st March, 2022, and the Statement of Profit and Loss (including Other Comprehensive Income), the Cash Flow Statement and the Statement of Changes in Equity for the year then ended, and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as standalone financial statements).

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 (financial position) of the Company as at 31st March, 2022, and its loss (financial performance), total comprehensive profit, its cash flows and the changes in equity for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013 (“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 in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India, and we have fulfilled our other ethical responsibilities in accordance with the provisions of the Act. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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 Annual 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 the 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.

Management’s Responsibility 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 state of affair (financial position), profit and loss (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 specified under Section 133 of the Act read with Companies (Indian Accounting Standard) Rules 2015 as amended.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding 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 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.

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.

Those Board of Directors are also responsible for overseeing the Company’s financial reporting process.

Auditor’s Responsibilities for the Audit of 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 Standards on Auditing (SAs), we exercise professional judgment and maintain professional scepticism 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 system 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 financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the standalone financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the standalone financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the standalone financial statements.

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 in terms of Section 143(11) of the Act, we give in "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, based on our audit on the standalone financial statements, we report that:
 - i. 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.
 - ii. 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.

- iii. The Balance Sheet, the Statement of Profit and Loss including 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 accounts.
- iv. In our opinion, the aforesaid standalone financial statements comply with the Indian Accounting Standards specified under section 133 of the Act read with Companies (Indian Accounting Standard) Rules 2015 as amended.
- v. On the basis of the written representations received from the directors as on 31st March, 2022, and taken on record by the Board of Directors, we report that none of the directors is disqualified as on 31st March, 2022 from being appointed as a director in terms of Section 164 (2) of the Act.
- vi. 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”.
- vii. With respect to the other matters to be included in the Auditor’s Report in accordance with the requirements of section 197(16) of the Act, as amended we report that no remuneration has been paid by the company to its directors during the year.
- viii. 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, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company doesn’t 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 to the best of it’s knowledge and belief has represented to us that 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 or entity, 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 to the best of it’s knowledge and belief has represented to us that no funds have been received by the Company from any person or entity, 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 our audit procedures that has been 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. Dividend declared or paid during the year by the Company is in compliance of section 123 of the Companies Act 2013.

For D T S & Associates LLP

Chartered Accountants

Firm Registration No. 142412W/ W100595

Ashish G. Mistry

Partner

Membership No.: 132639

UDIN No : 22132639AGPSJJ2790

Place: Mumbai

Date: 7th April, 2022

Annexure “A” To the Independent Auditors’ Report

(Referred to in paragraph 1 under ‘Report on other legal and regulatory requirements’ section of our report of even date to the members of M Entertainments Private Limited for the year ended 31st March, 2022)

- i. The Company does not have any fixed assets and hence reporting under clause (i) of paragraph 3 of the Order is not applicable to the Company.
- ii.
 - (a) During the year the Company had no inventory in its books. Thus, paragraph 3 (ii)(a) of the Order is not applicable to the company.
 - (b) Also during any point of time of the year, the Company has not been sanctioned with any working capital limits from banks or financial institution. Thus, paragraph 3(ii)(b) of the order is not applicable to the Company.
- iii. On the basis of examination of records of the Company, during the year the Company has not made any investment in, not provided any guarantees or securities and not granted any loans or advances in the nature of loans, secured or unsecured to any companies, firms, limited liability partnerships or other parties. Hence, hence the reporting requirement of clause iii (a), (b),(c), (d), (e), (f) of the Order is not applicable to the Company.
- iv. In our opinion and according to the information and explanations given to us, there are no loans, investments, guarantees granted or securities provided in respect of which provisions of Section 185 and 186 of the Act are applicable.
- v. According to the information and explanations given to us, the Company has not accepted any deposits or amounts which are deemed to be 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. In our opinion and according to the information and explanations given to us, the requirements for maintenance of cost records by the Company pursuant to Companies (Cost Records and Audit) Rules, 2014 specified by the Central Government under Section 148 of the Act is not applicable to the Company for the year under audit.
- vii. According to the information and explanations given to us, in respect of statutory dues:
 - (a) The Company has generally been regular in depositing undisputed statutory dues including Goods and Service Tax, Provident Fund, Employees’ State Insurance, Income Tax, Duty of Customs, Cess and any other statutory dues applicable to it to the 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 31st March , 2022 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 statutory dues referred to in sub-clause (a) which have not been deposited with the appropriate authority on account of any dispute.
- viii. According to information and explanation given to us and examination of records of the Company, there are no unrecorded transactions surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961.

ix.

- (a) In our opinion and according to the information and explanations given and books of accounts and records examined by us, the Company has not taken any loans or other borrowings from any lender during the year and hence, reporting under clause 3(ix)(a) of the Order is not applicable to the Company.
- (b) According to the information and explanations given to us and on the basis of the audit procedures, we report that the Company has not been declared as wilful defaulter by any banks, financial institution or government or any government authority.
- (c) Based on the examination of records of the Company, the Company has not taken any term loan during the year and hence, reporting under clause 3(ix)(c) of the Order is not applicable to the Company.
- (d) According to the information and explanations given to us, and the procedures performed by us, and on an overall examination of the financial statements of the Company, we report that no funds raised for short term purpose have been utilised for long term purpose.
- (e) The Company do not have any subsidiary, associates or joint ventures, hence reporting under clause 3(ix)(e) of the Order is not applicable to the Company.
- (f) In our opinion and according to the information and explanations given to us, the Company has not raised loans during the year, hence reporting under clause 3(ix)(f) of the Order is not applicable to the Company.

x.

- (a) In our opinion and according to the information and explanations given to us, the Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) and the term loans have been applied for the purpose for which they were raised.
- (b) In our opinion and according to the information and explanation given to us, the Company during the year has not made any preferential allotment or private placement of shares or fully or partly convertible debentures and hence reporting under clause x(b) of the Order is not applicable to the Company.

xi.

- (a) To the best of our knowledge and according to the information and explanations given by management, no fraud by the Company or on the Company by its officers or employees has been noticed or reported during the year.
- (b) To the best of our knowledge and according to the information and explanations given to us, no report under sub-section (12) of section 143 of the Act has been filed by the auditors in form ADT-4 as prescribed under rule 13 of the Companies (Audit and Auditors) Rules, 2014 with the Central Government.
- (c) As represented to us by the management, there are no whistle blower complaints received by the Company during the year. Accordingly, the reporting under clause 3(xi)(c) of the Order is not applicable to the Company.

- xii. The Company is not a Nidhi Company and hence reporting under clause (xii) of the Order is not applicable.
- xiii. The Company has entered into transactions with related parties in compliance with the provisions of Section 188 of the Act. The details of such related party transactions have been disclosed in the financial statements as required under Indian Accounting Standard 24 "Related Party Disclosures" specified under Section 133 of the Act. Further, the Company is not required to constitute an Audit Committee under Section 177 of the Act and, accordingly, to this extent, the reporting under clause 3(xiii) of the Order is not applicable to the Company.
- xiv. In our opinion and accordingly to information and explanation given to us, internal audit is not applicable to the Company. Hence, reporting under clause 3(xiv) of the Order is not applicable to the Company.
- xv. According to the information and explanations given by the management, during the year the Company has not entered into any non-cash transactions with directors or persons connected with them and hence, provisions of Section 192 of the Act are not applicable.
- xvi.
- (a) The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934.
 - (b) On the basis of examination of records and according to the information and explanation given to us by the Company, the Company has not conducted any Non-Banking Financial or Housing Finance activities hence the reporting requirements under clause xvi(b) of the Order is not applicable.
 - (c) The Company is not a Core Investment Company as defined in the regulations made by the Reserve Bank of India.
 - (d) The Group does not have any Core Investment Company (CIC) as part of the Group as per the definition of Group contained in the Core Investment Companies (Reserve Bank) Directions, 2016 and hence the reporting under clause (xvi)(d) of the Order is not applicable.
- xvii. The Company has not incurred cash loss 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 this clause is not applicable.
- xix. According to the information and explanations given to us and on the basis of the financial ratios, 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, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report 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, however, state that this is not an assurance as to the future viability of the Company. We further state that 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. Based on the examination of records of the Company and according to the information and explanation given to us by the Company, section 135 of the Act is not applicable. Accordingly, the reporting requirements of clause xx of the Order is not applicable to the Company.
- ii. Company does not have any subsidiary, associate or joint venture and hence not required to prepare the consolidated financial statement. Therefore, provisions of clause (xxi) of Paragraph 3 of the Order are not applicable to the Company.

For D T S & Associates LLP
Chartered Accountants
(Registration No.142412W/ W100595)

Ashish G. Mistry
Partner
Membership No. 132639
UDIN No: 22132639AGPSJJ2790
Date: 7th April, 2022
Place: Mumbai

Annexure “B” To the Independent Auditors’ Report

(Referred to in paragraph 2(f) under ‘Report on other legal and regulatory requirements’ section of our report of even date to the members of M Entertainments Private Limited for the year ended 31st March, 2022)

Report on the internal financial controls over financial reporting under clause (i) of sub-section 3 of Section 143 of the Companies Act, 2013 (“the Act”)

We have audited the internal financial controls over financial reporting of M Entertainments Private Limited (“the Company”) as of 31st March , 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 “Guidance Note”). 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 Companies Act, 2013.

Auditor’s responsibility

Our responsibility is to express an opinion on the Company’s internal financial controls over financial reporting 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 issued by the Institute of Chartered Accountants of India and the Standards on Auditing prescribed under Section 143(10) of the Act, to the extent applicable to an audit of internal financial controls. 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 with reference to these standalone financial statements and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting 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 system over financial reporting with reference to these standalone financial statements.

Meaning of internal financial controls over financial reporting with reference to these standalone financial statements

A company's internal financial control over financial reporting with reference to these 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 control over financial reporting with reference to these 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 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 with reference to these standalone financial statements

Because of the inherent limitations of internal financial controls over financial reporting with reference to these 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 over financial reporting with reference to these standalone financial statements to future periods are subject to the risk that the internal financial control over financial reporting with reference to these standalone 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, to the best of our information and according to the explanations given to us the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting with reference to these standalone financial statements were operating effectively as at 31st March , 2022, based on the criteria for internal financial control over financial reporting 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.

For D T S & Associates LLP

Chartered Accountants

Firm Registration No. 142412W/ W100595

Ashish G. Mistry

Partner

Membership No.: 132639

UDIN No : 22132639AGPSJJ2790

Place: Mumbai

Date: 7th April, 2022

M Entertainments Private Limited
Balance Sheet as at March 31, 2022

(Rupees in Lacs)

| Particulars | Notes | As at March 31, 2022 | As at March 31, 2021 |
|---------------------------------------|-------|----------------------|----------------------|
| ASSETS | | | |
| Current assets | | | |
| (a) Financial Assets | | | |
| (i) Cash and cash equivalents | 2 | 13.17 | 31.71 |
| (ii) Other financial assets | 3 | 1.47 | 2.19 |
| (b) Current Tax Assets (Net) | 4 | 0.14 | 0.05 |
| (c) Other current assets | 5 | 0.10 | 0.17 |
| Total Current Assets | | 14.88 | 34.12 |
| Total Assets | | 14.88 | 34.12 |
| EQUITY AND LIABILITIES | | | |
| Equity | | | |
| (a) Equity Share capital | 6 | 1.00 | 1.00 |
| (b) Other Equity | 7 | 11.85 | 12.25 |
| Total Equity | | 12.85 | 13.25 |
| Liabilities | | | |
| Non-current liabilities | | | |
| (a) Financial Liabilities | | | |
| (i) Borrowings | 8 | - | 9.00 |
| Current liabilities | | | |
| (a) Financial Liabilities | | | |
| (i) Trade payables | 9 | 0.81 | 0.49 |
| (ii) Other financial liabilities | 10 | - | 11.38 |
| (b) Other Current liabilities | 11 | 1.22 | - |
| Total Current Liabilities | | 2.03 | 11.87 |
| Total Equity & Liabilities | | 14.88 | 34.12 |

Significant Accounting Policies

1

See accompanying notes to the Financial Statements

2-23

As per our Report of even date

For D T S & Associates LLP

(Chartered Accountants)

Firm Registration No. 142412W / W100595

For and on behalf of Board of Directors

Ashish G. Mistry

Partner

Membership No: 132639

Manish Ranbir Maker

Director

Puneet Gupta

Director

Place : Mumbai

Date: April 07th, 2022

Hariharan Mahadevan

Director

M Entertainments Private Limited
Statement of Profit and Loss for the year ended March 31, 2022

(Rupees in Lacs)

| Particulars | Notes | 2021-22 | 2020-21 |
|---|-------|---------------|---------------|
| Income | | | |
| Other Income | 12 | 1.30 | 1.68 |
| Total Income | | 1.30 | 1.68 |
| Expenses | | | |
| Finance cost | 13 | 0.75 | 0.81 |
| Other expenses | 14 | 0.83 | 0.67 |
| Total expenses | | 1.58 | 1.48 |
| Profit/(loss) before tax | | (0.28) | 0.20 |
| Tax expense: | | | |
| (i) Current tax | | 0.12 | 0.25 |
| Total tax expense | | 0.12 | 0.25 |
| Profit/ (Loss) for the year | | (0.40) | (0.05) |
| Earnings per equity share of face value of Rs 10 each | 15 | | |
| (i) Basic (in Rupees) | | (4.00) | (0.50) |
| (ii) Diluted (in Rupees) | | (4.00) | (0.50) |

Significant Accounting Policies

1

See accompanying notes to the Financial Statements

2-23

As per our Report of even date

For D T S & Associates LLP

(Chartered Accountants)

Firm Registration No. 142412W / W100595

For and on behalf of Board of Directors**Ashish G. Mistry**

Partner

Membership No: 132639

Manish Ranbir Maker

Director

Puneet Gupta

Director

Place : Mumbai

Date: April 07th, 2022

Hariharan Mahadevan

Director

M Entertainments Private Limited
Statement of changes in equity for the year ended March 31, 2022

A. Equity Share Capital

For the year ended March 31, 2021 and March 31, 2022

(Rs. in Lacs)

| Balance as at 01.04.2020 | Change in Equity share capital during 2020-21 | Balance as at 31.03.2021 | Change in Equity share capital during 2021-22 | Balance as at 31.03.2022 |
|--------------------------|---|--------------------------|---|--------------------------|
| 1.00 | - | 1.00 | - | 1.00 |

B. Other Equity

For the year ended March 31, 2022

(Rs. in Lacs)

| Particulars | Securities Premium Reserve | Capital Redemption reserve | Retained Earnings | Total |
|--|----------------------------|----------------------------|-------------------|--------------|
| Balance as at 01.04.2021 | - | - | 12.25 | 12.25 |
| Add:Profit/(Loss) for the year | - | - | (0.40) | (0.40) |
| Less: Transfer to Capital redemption reserve | | 9.00 | (9.00) | - |
| Balance as at 31.03.2022 | - | 9.00 | 2.85 | 11.85 |

For the year ended March 31, 2021

(Rs. in Lacs)

| Particulars | Securities Premium Reserve | Capital Redemption reserve | Retained Earnings | Total |
|---------------------------------|----------------------------|----------------------------|-------------------|--------------|
| Balance as at 01.04.2020 | - | - | 12.30 | 12.30 |
| Add:Profit/(Loss) for the year | - | - | (0.05) | (0.05) |
| Balance as at 31.03.2021 | - | - | 12.25 | 12.25 |

Significant Accounting Policies

See accompanying notes to the Financial Statements

1

2-23

As per our Report of even date

For D T S & Associates LLP

(Chartered Accountants)

Firm Registration No. 142412W / W100595

For and on behalf of Board of Directors

Ashish G. Mistry

Partner

Membership No: 132639

Manish Ranbir Maker

Director

Puneet Gupta

Director

Place : Mumbai

Date: April 07th, 2022

Hariharan Mahadevan

Director

M Entertainments Private Limited
Cash Flow Statement for the year ended March 31, 2022

(Rupees in Lacs)

| Particulars | 2021-22 | 2020-21 |
|--|----------------|---------------|
| A. CASH FLOW FROM OPERATING ACTIVITIES | | |
| Net Profit Before Income Tax as per Statement of Profit and Loss | (0.28) | 0.20 |
| Add: Interest/dividend accrued | 0.75 | 0.81 |
| Less: Interest Income | (1.30) | (1.68) |
| Operating profit/(loss) before Working Capital Changes | (0.83) | (0.67) |
| Adjusted for : | | |
| Increase/(Decrease) in Trade Payable and other liabilities | 1.56 | 0.22 |
| (Increase)/Decrease in Other current asset | 0.07 | 0.14 |
| Cash Generated from Operations | 0.80 | (0.31) |
| Less: Income Tax (Paid)/ Refund received | (0.21) | (0.25) |
| Net Cash flow from/(used in) Operating Activities | 0.59 | (0.56) |
| B. CASH FLOW FROM INVESTING ACTIVITIES | | |
| Interest Income | 2.02 | 2.24 |
| Net cash flow from investing activities | 2.02 | 2.24 |
| C. CASH FLOW FROM FINANCING ACTIVITIES | | |
| Payment of Interest/dividend | (12.15) | - |
| Repayment of Borrowing | (9.00) | - |
| Net cash flow from/(used in) financing activities | (21.15) | - |
| Net Increase/(decrease) in Cash and Cash Equivalents (A+B+C) | (18.54) | 1.68 |
| Opening Balance of Cash and Cash Equivalents | 31.71 | 30.03 |
| Closing Balance of Cash and Cash Equivalents | 13.17 | 31.71 |
| Components of Cash and Cash Equivalents: | | |
| Cash in hand | 0.01 | 0.01 |
| Bank Balance | 13.16 | 31.70 |
| Closing balance of Cash and Cash Equivalents | 13.17 | 31.71 |

Significant Accounting Policies
See accompanying notes to the Financial Statements

1
2-23

As per our Report of even date
For D T S & Associates LLP
(Chartered Accountants)
Firm Registration No. 142412W / W100595

For and on behalf of Board of Directors

Ashish G. Mistry
Partner
Membership No: 132639

Manish Ranbir Maker
Director

Puneet Gupta
Director

Place : Mumbai
Date: April 07th, 2022

Hariharan Mahadevan
Director

M Entertainments Private Limited
Notes to financial statement for the year ended March 31, 2022

1 SIGNIFICANT ACCOUNTING POLICIES

A. CORPORATE INFORMATION

M Entertainments Private Limited ("the Company") is a public limited company incorporated in India, having its registered office at 1st Floor, Maker Tower F, 85, Cuffe-Parade, Mumbai - 400005.

The Company is in the business of conducting entertainment facilities including multiplex theatre/cinema etc.

B.1 BASIS OF PREPARATION AND PRESENTATION

The financial statements have been prepared on the historical cost

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.

Company's financial statements are presented in Indian Rupees which is also its functional currency.

B.2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(a) Tax Expenses

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

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 or substantively 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 liabilities and assets are measured at the tax rates that are expected to apply in the period in which the liability is 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.

(b) 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.

(c) Revenue recognition

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured, regardless of when the payment is being made. Except in cases of contractual commitments revenue is measured at fair value of the consideration received or receivable, taking into account contractually defined terms of payment and excluding taxes or duties collected on behalf of the government.

Revenue is recognised only if following conditions are satisfied:

- i Revenue can be measured reliably
- ii It is probable that the economic benefit associated with the transaction will flow to the Company,
- iii The costs incurred for the transaction and the costs to complete the transaction can be measured reliably.

Interest Income

Interest income is recognised on a time proportion basis taking into account the amount invested in fixed deposit and the interest rate applicable.

(d) Financial Instruments

i) Financial Assets and Liabilities

A. Initial recognition and measurement

As required by (IND AS) 109 all financial assets and liabilities are recognized initially at fair value

B. Subsequent measurement

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 instruments.

C. CRITICAL ACCOUNTING JUDGEMENTS 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 future periods.

a) Provisions

Provisions and liabilities are recognized in the period when it becomes probable that there will be a future outflow of funds resulting from past operations or events and the amount of cash outflow can be reliably estimated. The timing of recognition and quantification of the liability requires the application of judgement to existing facts and circumstances, which can be subject to change. The carrying amounts of provisions and liabilities are reviewed regularly and revised to take account of changing facts and circumstances.

M Entertainments Private Limited
Notes to financial statement for the year ended March 31, 2022

2 CASH & CASH EQUIVALENTS (Rupees in Lacs)

| Particulars | As at March 31, 2022 | As at March 31, 2021 |
|---|---------------------------------|---------------------------------|
| (i) Cash on Hand | 0.01 | 0.01 |
| (ii) Balance with Banks in Current Accounts | 0.38 | 0.45 |
| (iii) Balance with Banks in Fixed Deposit | 12.78 | 31.25 |
| Total | 13.17 | 31.71 |

3 OTHER FINANCIAL ASSETS (Rupees in Lacs)

| Particulars | As at March 31, 2022 | As at March 31, 2021 |
|----------------------------------|---------------------------------|---------------------------------|
| Deposit to related party | 1.00 | 1.00 |
| Accrued Interest on Bank Deposit | 0.47 | 1.19 |
| Total | 1.47 | 2.19 |

4 CURRENT TAX ASSETS (Rupees in Lacs)

| Particulars | As at March 31, 2022 | As at March 31, 2021 |
|--------------------------|---------------------------------|---------------------------------|
| Current Tax Assets (Net) | 0.14 | 0.05 |
| Total | 0.14 | 0.05 |

5 CURRENT ASSETS (Rupees in Lacs)

| Particulars | As at March 31, 2022 | As at March 31, 2021 |
|--------------------|---------------------------------|---------------------------------|
| Prepaid expenses | - | 0.07 |
| Others | 0.10 | 0.10 |
| Total | 0.10 | 0.17 |

M Entertainments Private Limited
Notes to financial statement for the year ended March 31, 2022

6 EQUITY

The Authorised, Issued, Subscribed and Fully Paid up Share Capital comprises of Shares having a Face Value of Rs. 10/- each as follows:

| Particulars | (Rupees in Lacs) | |
|---|-------------------------|-------------------------|
| | As at March 31, 2022 | As at March 31, 2021 |
| (a) Authorised | | |
| 9,00,000 Equity Shares of Rs. 10/- each | 90.00 | 90.00 |
| 1,00,000 9% Cumulative Redeemable Preference Shares of Rs.10/- each | 10.00 | 10.00 |
| Total | 100.00 | 100.00 |
| (b) Issued, Subscribed and Paid up | | |
| 10,000 Equity Shares of Rs. 10/- each | 1.00 | 1.00 |
| Total | 1.00 | 1.00 |

Reconciliation of Number of shares

| Particulars | As at March 31, 2022 | | As at March 31, 2021 | |
|---------------------------------|----------------------|----------------------|----------------------|----------------------|
| | Nos. of shares | Amount (Rs. in Lacs) | Nos. of shares | Amount (Rs. in Lacs) |
| Equity Shares | | | | |
| At the commencement of the year | 10,000 | 1.00 | 10,000 | 1.00 |
| Add: Issued during the year | - | - | - | - |
| Closing Balance | 10,000 | 1.00 | 10,000 | 1.00 |

Equity Shares

The Company has one class of Equity shares having a Face value of Rs. 10/- each. Each shareholder is eligible for one vote per share.

Details of Shares held by Shareholders holding more than 5% of aggregate shares in the company

| Particulars | As at March 31, 2022 | | As at March 31, 2021 | |
|---|----------------------|--------|----------------------|--------|
| | Nos. of shares | % held | Nos. of shares | % held |
| Equity Shares | | | | |
| The Indian Film Combine Private Limited | 10,000 | 100 | 10,000 | 100 |

Shareholding of Promotors as at March 31, 2022

| Class of Equity Share | Promotor's Name | No of shares at the beginning of year | Change during the year | No of shares at the end of year | % of Total Shares | % change during the year |
|---------------------------------------|---|---------------------------------------|------------------------|---------------------------------|-------------------|--------------------------|
| 10,000 Equity Shares of Rs. 10/- each | The Indian Film Combine Private Limited | 10,000 | - | 10,000 | 100 | - |

Shareholding of Promotors as at March 31, 2021

| Class of Equity Share | Promotor's Name | No of shares at the beginning of year | Change during the year | No of shares at the end of year | % of Total Shares | % change during the year |
|---------------------------------------|---|---------------------------------------|------------------------|---------------------------------|-------------------|--------------------------|
| 10,000 Equity Shares of Rs. 10/- each | The Indian Film Combine Private Limited | 10,000 | - | 10,000 | 100 | - |

7 OTHER EQUITY

(Rupees in Lacs)

| Particulars | (Rupees in Lacs) | |
|---------------------------------------|-------------------------|-------------------------|
| | As at March 31, 2022 | As at March 31, 2021 |
| (a) Capital Redemption Reserve | 9.00 | - |
| (b) Retained Earnings | | |
| (i) As per last Balance Sheet | 12.25 | 12.30 |
| (ii) Less: Capital redemption Reserve | (9.00) | - |
| (iii) Add: Profit (Loss) for the year | (0.40) | (0.05) |
| Total | 11.85 | 12.25 |

M Entertainments Private Limited
Notes to financial statement for the year ended March 31, 2022

| (Rupees in Lacs) | | |
|--|-------------------------|-------------------------|
| Particulars | As at March 31, 2022 | As at March 31, 2021 |
| (a) Issued, Subscribed and Paid up | | |
| 90,000 9% Cumulative Redeemable Preference Shares of Rs.10/- each, fully paid up | - | 9.00 |
| Total | - | 9.00 |

Reconciliation of Number of shares

| Particulars | As at March 31, 2022 | | As at March 31, 2021 | |
|---------------------------------|----------------------|----------------------|----------------------|----------------------|
| | Nos. of shares | Amount (Rs. in Lacs) | Nos. of shares | Amount (Rs. in Lacs) |
| Preference Shares | | | | |
| At the commencement of the year | 90,000 | 9.00 | 90,000 | 9.00 |
| Add: Issued during the year | - | - | - | - |
| Less: Redeemed during the year | 90,000 | 9.00 | - | - |
| Closing Balance | - | - | 90,000 | 9.00 |

Preference Shares were redeemable after 10 years and before 15 years from the date of issue out of Profits or as per other provisions in the Articles or of the Companies Act, existing from time to time. The dividend payable on the said shares was cumulative. The Company was having option for conversion of the said preference shares in to equity shares if approved by the shareholders in general meeting. Redemption of preference shares were due on March 04th, 2022, accordingly company has redeemed the aforesaid preference shares at par and paid alongwith the dividend as per the terms of its issuance.

Details of Shares held by Shareholders holding more than 5% of aggregate shares in the company

| Particulars | As at March 31, 2022 | | As at March 31, 2021 | |
|---------------------------------|----------------------|--------|----------------------|--------|
| | Nos. of shares | % held | Nos. of shares | % held |
| Preference Shares | | | | |
| The Indian Film Combine Pvt Ltd | - | - | 90,000 | 100 |

| (Rupees in Lacs) | | |
|------------------|-------------------------|-------------------------|
| Particulars | As at March 31, 2022 | As at March 31, 2021 |
| Trade Payables | 0.81 | 0.49 |
| Total | 0.81 | 0.49 |

| 9.10 TRADE PAYABLE AGEING AS AT March 31, 2022 | | | | | | (Rupees in Lacs) |
|--|-------------|--------------------------------------|-------------|----------|----------|------------------|
| Particulars | Not Due | Outstanding from due date of payment | | | | Total |
| | | < 1 year | 1-2 year | 2-3 year | > 3 year | |
| MSME | - | - | - | - | - | - |
| Others | 0.24 | 0.32 | 0.25 | - | - | 0.81 |
| Others Related Party | - | - | - | - | - | - |
| Subtotal | 0.24 | 0.32 | 0.25 | - | - | 0.81 |

| 9.11 TRADE PAYABLE AGEING AS AT March 31, 2021 | | | | | | - |
|--|-------------|--------------------------------------|----------|----------|----------|-------------|
| Particulars | Not Due | Outstanding from due date of payment | | | | Total |
| | | < 1 year | 1-2 year | 2-3 year | > 3 year | |
| MSME | - | - | - | - | - | - |
| Others | 0.24 | 0.25 | - | - | - | 0.49 |
| Others Related Party | - | - | - | - | - | - |
| Subtotal | 0.24 | 0.25 | - | - | - | 0.49 |

| (Rupees in Lacs) | | |
|------------------|-------------------------|-------------------------|
| Particulars | As at March 31, 2022 | As at March 31, 2021 |
| Others | - | 11.38 |
| Total | - | 11.38 |

| (Rupees in Lacs) | | |
|-----------------------|-------------------------|-------------------------|
| Particulars | As at March 31, 2022 | As at March 31, 2021 |
| Statutory Liabilities | 1.22 | - |
| Total | 1.22 | - |

M Entertainments Private Limited
Notes to financial statement for the year ended March 31, 2022

| 12 OTHER INCOME | | (Rupees in Lacs) | |
|---------------------------|-------------|------------------|--|
| Particulars | 2021-22 | 2020-21 | |
| Interest on Fixed Deposit | 1.30 | 1.68 | |
| Total | 1.30 | 1.68 | |

| 13 FINANCE COST | | (Rupees in Lacs) | |
|-----------------|-------------|------------------|--|
| Particulars | 2021-22 | 2020-21 | |
| Finance Cost | 0.75 | 0.81 | |
| Total | 0.75 | 0.81 | |

| 14 OTHER EXPENSES | | (Rupees in Lacs) | |
|---------------------------|-------------|------------------|--|
| Particulars | 2021-22 | 2020-21 | |
| Legal & Professional fees | 0.18 | 0.18 | |
| Filing Fees | 0.19 | 0.13 | |
| Professional Tax | 0.03 | 0.03 | |
| Bank / Demat Charges | 0.09 | 0.09 | |
| Payment to auditors | 0.34 | 0.24 | |
| Total | 0.83 | 0.67 | |

| Payment to auditors@ inclusive of GST | | (Rupees in Lacs) | |
|---------------------------------------|-------------|------------------|--|
| Particulars | 2021-22 | 2020-21 | |
| Statutory Audit Fees | 0.24 | 0.24 | |
| Fees for Other Services | 0.10 | - | |
| Total | 0.34 | 0.24 | |

15 EARNINGS PER SHARE (EPS)

The following reflects the Profit and Share data used in the basic and diluted EPS computation

| Particulars | 2021-22 | 2020-21 | |
|---|---------|---------|--|
| Profit /(Loss) for the year (Rupees in Lacs) | (0.40) | (0.05) | |
| Weighted Average Number of Equity Shares for Calculation of Basic /diluted EPS, (Face Value of Rs. 10/- each) | 10,000 | 10,000 | |
| Earning per Share Basic & Diluted | (4.00) | (0.50) | |

M Entertainments Private Limited**Notes to financial statement for the year ended March 31, 2022****16 RELATED PARTY DISCLOSURE:**

As per Ind As 24 list of related parties where control exists and related parties with whom transaction have taken place and relationships.

Name of the Party

(a) Related parties where control exists

Holding company

The Indian Film Combine Private Limited

(Rupees in Laacs)

(b) Transaction during the year**Dividend Paid (Finance Cost)**

The Indian Film Combine Private Limited

March 31, 2022

March 31, 2021

12.15

-

Redemption of Preference shares

The Indian Film Combine Private Limited

9

-

(c) Balance outstanding as at the year end**Security deposit paid**

The Indian Film Combine Private Limited

March 31, 2022

(Rupees in Laacs)

March 31, 2021

1.00

1.00

Equity Share Capital

The Indian Film Combine Private Limited

1.00

1.00

Preference Share Capital

The Indian Film Combine Private Limited

-

9.00

17 Dues to micro & small enterprises as defined under the MSMED Act, 2006

The Company does not have any dues outstanding to the micro and small enterprises as defined in Micro, Small and Medium Enterprises Development Act, 2006. The identification of micro and small enterprises is based on information available with the management regarding the status of these parties which is being relied upon by the auditors.

| Particulars | March 31, 2022 | March 31, 2021 |
|---|----------------|----------------|
| a) Principal amount due to micro and small enterprises | - | - |
| b) Interest due on above | - | - |
| c) The amount of interest paid by the buyer in terms of section 16 of the MSMED Act 2006 along with the amounts of the payment made to the supplier beyond the appointed day during each accounting year | - | - |
| d) The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under the MSMED Act 2006. | - | - |
| e) The amount of interest accrued and remaining unpaid at the end of each accounting year. | - | - |
| f) The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise for the purpose of disallowance as a deductible expenditure under section 23 of the MSMED Act 2006. | - | - |

18 SEGMENTAL REPORTING

During the year Company was engaged in only one Business Segment and Geographical Segment, therefore these financial statements pertain to one Business Segment.

19 Fair values**Fair value hierarchy**

This section explains the judgements and estimates made in determining the fair values of the financial instruments that are (a) recognised and measured at fair value and (b) measured at amortised cost and for which fair values are disclosed in the financial statements. To provide an indication about the reliability of the inputs used in determining fair value, the Company has classified its financial instruments into the three levels prescribed under the accounting standard. An explanation of each level is given below:

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

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

The management assessed that fair value of cash and cash equivalents approximate their carrying amounts largely due to the short-term maturities of these instruments.

The fair value of the financial assets and liabilities is included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.

M Entertainments Private Limited**Notes to financial statement for the year ended March 31, 2022****20 Financial risk management objectives and policies**

The company's financial liabilities comprises of trade payables. The main purpose of these financial liabilities is to finance the Company's operations. The Company's principal financial assets include security deposits and cash and cash equivalents.

The Company is exposed to credit risk and liquidity risk. The Company oversees the management of these risks and take necessary steps for managing each of these risks, which are summarised below.

Credit risk

Credit risk is the risk that counterparty will not meet its obligations under a financial instrument or contract, leading to a financial loss. The Company is exposed to credit risk for deposits with banks, security deposit.

Credit risk from balances with banks are managed by the Company's management in accordance with the Company's policy to keep funds with scheduled banks. Hence, there is no significant credit risk on such balances.

Deposits is placed with holding company. Hence there is no significant credit risk.

Market risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: interest rate risk, currency risk and other price risk. Company is not exposed to market risk.

Liquidity risk

Liquidity risk is defined as the risk that the Company will not be able to settle or meet its obligations on time or at a reasonable price.

The Company manages its liquidity risk by regularly monitoring its rolling cash flow forecasts. The Company has fixed deposits which can be converted into liquidity at any time and which are primarily intended to finance the business.

The Company is not subject to any restrictions on the use of its capital that could significantly impact its operations. In light of these facilities, the Company is not exposed to any liquidity risk.

The table below summarises the maturity profile of the Company's financial liabilities based on contractual undiscounted payments

| Particulars | On demand | < 3 months | 3 to 12 months | 1 to 5 years | >5 years | Total |
|----------------------------------|-----------|-------------|----------------|--------------|----------|-------------|
| Year ended March 31, 2022 | | | | | | |
| Trade payables | | 0.57 | 0.24 | - | - | 0.81 |
| | | 0.57 | 0.24 | - | - | 0.81 |

| Particulars | On demand | < 3 months | 3 to 12 months | 1 to 5 years | >5 years | Total |
|----------------------------------|-----------|-------------|----------------|--------------|-------------|-------------|
| Year ended March 31, 2021 | | | | | | |
| Trade payables | | 0.25 | 0.24 | - | - | 0.49 |
| Preference Shares | | - | 9.00 | - | - | 9.00 |
| | | 0.25 | 9.24 | - | 0.00 | 9.49 |

M Entertainments Private Limited
Notes to financial statement for the year ended March 31, 2022

21 Ratio Analysis

| S. No | Particulars | March 31, 2022 | March 31, 2021 | % Change |
|--------------|--|-----------------------|-----------------------|-----------------|
| 1 | Current Ratio | 7.33 | 2.87 | 155% |
| 2 | Debt-Equity Ratio | - | 0.68 | -100% |
| 3 | Debt Service Coverage Ratio | 0.05 | 1.25 | -96% |
| 4 | Return on Equity Ratio | (0.03) | (0.00) | 683% |
| 5 | Trade Payable Turnover Ratio | 1.28 | 1.81 | -29% |
| 6 | Net Capital Turnover Ratio (A/E) | (0.28) | 0.15 | -287% |
| 7 | Net Profit Ratio | (0) | (0) | 934% |
| 8 | Return on Capital Employed (Excluding Working Capital Financing) | 0.17 | 0.08 | 118% |
| 9 | Return on Investment | (0.02) | (0.00) | 1001% |

Change in ratios more than 25% is due to payment made during the year for redemption of 9% cumulative redeemable preference shares along with dividend.

21.1 Formula for computation of ratios are as follows:

| Sr. No. | Particulars | Formula |
|---------|--|---|
| 1 | Current Ratio | $\frac{\text{Current Assets}}{\text{Current Liabilities}}$ |
| 2 | Debt-Equity Ratio | $\frac{\text{Total Debt}}{\text{Total Equity}}$ |
| 3 | Debt Service Coverage Ratio | $\frac{\text{Earnings before Interest, Tax and Exceptional Items}}{\text{Interest Expense + Principal Repayments made during the year for long term loans}}$ |
| 4 | Return on Equity Ratio | $\frac{\text{Profit After Tax (Attributable to Owners)}}{\text{Average Net Worth}}$ |
| 5 | Inventory Turnover Ratio | $\frac{\text{Cost of Goods Sold (Cost of Material Consumed + Purchases + Changes in Inventory + Manufacturing Expenses)}}{\text{Average Inventories of Finished Goods, Stock-in-Process and Stock-in-Trade}}$ |
| 6 | Trade Receivables Turnover Ratio | $\frac{\text{Value of Sales \& Services}}{\text{Average Trade Receivables}}$ |
| 7 | Trade Payables Turnover Ratio | $\frac{\text{Cost of Materials Consumed (after adjustment of RM Inventory) + Purchases of Stock-in-Trade + Other Expenses}}{\text{Average Trade Payables}}$ |
| 8 | Net Capital Turnover Ratio | $\frac{\text{Value of Sales \& Services}}{\text{Working Capital (Current Assets - Current Liabilities)}}$ |
| 9 | Net Profit Ratio | $\frac{\text{Profit After Tax (after exceptional items)}}{\text{Value of Sales \& Services}}$ |
| 10 | Return on Capital Employed (Excluding Working Capital financing) | $\frac{\text{Net Profit After Tax + Deferred Tax Expense/(Income) + Finance Cost (-) Other Income}}{\text{Average Capital Employed**}}$ |
| 11 | Return on Investment | $\frac{\text{Other Income (Excluding Dividend)}}{\text{Average Cash, Cash Equivalents \& Other Marketable Securities}}$ |

** Capital employed includes Equity, Borrowings, Deferred Tax Liabilities, Creditor for Capital Expenditure and reduced by Investments, Cash and Cash Equivalents, Capital Work-in-Progress and Intangible Assets under Development.

M Entertainments Private Limited

Notes to financial statement for the year ended March 31, 2022

22 The financials statement of the Company which comprises of the Balance Sheet as at March 31, 2022, the Statement of Profit and Loss, Cash Flow Statement, Statement of Change in Equity for the year then ended and a summary of the significant accounting policies and other explanatory information were approved by Board of Directors on April 07th, 2022.

23 These Financial Statements have been prepared in the format prescribed by the Schedule III to the Companies Act, 2013. Previous years figures have been recast / restated wherever necessary.

As per our Report of even date

For D T S & Associates LLP

(Chartered Accountants)

Firm Registration No. 142412W / W100595

For and on behalf of Board of Directors

Ashish G. Mistry

Partner

Membership No: 132639

Place : Mumbai

Date: April 07th, 2022

Manish Ranbir Maker

Director

Puneet Gupta

Director

Hariharan Mahadevan

Director