

M Entertainments Private Limited

Financial Statements 2022-23

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF M ENTERTAINMENT PRIVATE LIMITED**

Report on the Standalone Financial Statements

Opinion

We have audited the accompanying standalone financial statements of **M ENTERTAINMENT PRIVATE LIMITED** ("the Company"), which comprise the Balance Sheet as at 31st March, 2023, 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 Companies Act, 2013 ("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, 2023, and its losses (financial performance), total comprehensive income, 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 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 audit opinion on the Financial Statements.

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

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the 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.

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:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - c) The Balance Sheet, the Statement of Profit and Loss including Other Comprehensive Income, the Cash Flow Statement and Statement of Changes in Equity dealt with by this Report are in agreement with the books of account.
 - d) In our opinion, the aforesaid standalone financial statements comply with the Indian Accounting Standards specified under section 133 of the Act read with Companies (Indian Accounting Standard) Rules 2015 as amended.

- e) On the basis of the written representations received from the directors as on 31st March, 2023, and taken on record by the Board of Directors, we report that none of the directors is disqualified as on 31st March, 2023 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” to this report.
- g) In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid/provided by the Company to its directors during the year is in accordance with the provisions of Section 197 of the Act read with Schedule V to the ACT.
- h) With respect to the other matters to be included in the Auditor’s Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, 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 its 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 its 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. In our opinion and examination of records, the Company has not declared or paid any dividend during the year.

- vi. Proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 for maintaining books of account using accounting software which has a feature of recording audit trail (edit log) facility is applicable to the Company with effect from April 1, 2023, and accordingly, reporting under Rule 11(g) of Companies (Audit and Auditors) Rules, 2014 is not applicable for the financial year ended March 31, 2023.

Other Matter

The financial statements of the Company for the year ended 31st March, 2022 were audited by predecessor auditor who expressed an unmodified opinion on those statements vide their audit report dated 07th April, 2022. Our opinion is not modified in respect of said matter

For Chaturvedi & Shah LLP

Chartered Accountants

Firm Registration No. 101720W/W100355

Sandesh Ladha

Partner

Membership No.: 047841

UDIN: 23047841BGVNJT9447

Place: Mumbai

Date: 13th April, 2023

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 The M Entertainment Private Limited for the year ended 31st March, 2023)

- 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 3(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 March 31, 2023 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.

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).

- a. 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 3(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 3(xii) of the Order is not applicable.
- xiii. In our opinion and according to the information and explanations given to us the Company's transactions with its related party are in compliance with Sections 177 and 188 of the Act, where applicable, and details of related party transactions have been disclosed in the financial statements etc. as required by the applicable accounting standards.
- 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 requirement to report on Clause 3(xv) of the Order is 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) As represented by the management, 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.
- xvii. In our opinion and according to the information and explanations given to us, 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.
- i. 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 Chaturvedi & Shah LLP

Chartered Accountants

Firm Registration No. 101720W/W100355

Sandesh Ladha

Partner

Membership No.: 047841

UDIN: 23047841BGVNJT9447

Place: Mumbai

Date: 13th April, 2023

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 Entertainment Private Limited for the year ended 31st March, 2023)

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 Entertainment Private Limited (“the Company”) as of March 31, 2023 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 March 31, 2023, 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 Chaturvedi & Shah LLP

Chartered Accountants

Firm Registration No. 101720W/W100355

Sandesh Ladha

Partner

Membership No.: 047841

UDIN: 23047841BGVNJT9447

Place: Mumbai

Date: 13th April, 2023

M Entertainments Private Limited
Balance Sheet as at March 31, 2023

(Rupees in Lakhs)

Particulars	Notes	As at March 31, 2023	As at March 31, 2022
ASSETS			
Current assets			
(a) Financial Assets			
(i) Cash and cash equivalents	2	14.23	13.17
(ii) Other financial assets	3	-	1.47
(b) Current Tax Assets (Net)	4	0.08	0.14
(c) Other current assets	5	0.10	0.10
Total Current Assets		14.41	14.88
Total Assets		14.41	14.88
EQUITY AND LIABILITIES			
Equity			
(a) Equity Share capital	6	1.00	1.00
(b) Other Equity	7	12.37	11.85
Total Equity		13.37	12.85
Liabilities			
Current liabilities			
(a) Financial Liabilities			
(i) Trade payables	8		
Micro and Small Enterprise		-	-
Others		1.04	0.81
(ii) Other financial liabilities	9	-	-
(b) Other Current liabilities	10	-	1.22
Total Current Liabilities		1.04	2.03
Total Equity & Liabilities		14.41	14.88
Significant Accounting Policies	1		
See accompanying notes to the Financial Statements	2-21		

As per our Report of even date

For Chaturvedi & Shah LLP

(Chartered Accountants)

Firm Registration No. 101720W / W100355

For and on behalf of Board of Directors**Sandesh Ladha****Partner**

Membership No: 047841

Manish Ranbir Maker**Director**

DIN No : 00249176

Puneet Gupta**Director**

DIN No : 00511765

Date: April 13, 2023

Rakesh Agarwal**Director**

DIN No : 08995083

M Entertainments Private Limited
Statement of Profit and Loss for the year ended March 31, 2023

(Rupees in Lakhs)

Particulars	Notes	2022-23	2021-22
Income			
Other Income	11	1.36	1.30
Total Income		1.36	1.30
Expenses			
Finance cost		-	0.75
Other expenses	12	0.67	0.83
Total expenses		0.67	1.58
Profit before tax		0.69	(0.28)
Tax expense:			
(i) Current tax		0.17	0.12
Total tax expense		0.17	0.12
Profit/ (Loss) for the year		0.52	(0.40)
Earnings per equity share of face value of Rs 10 each	13		
(i) Basic (in Rupees)		5.20	(4.00)
(ii) Diluted (in Rupees)		5.20	(4.00)
Significant Accounting Policies	1		
See accompanying notes to the Financial Statements	2-21		

As per our Report of even date

For Chaturvedi & Shah LLP

(Chartered Accountants)

Firm Registration No. 101720W / W100355

For and on behalf of Board of Directors**Sandesh Ladha****Partner**

Membership No: 047841

Manish Ranbir Maker**Director**

DIN No : 00249176

Puneet Gupta**Director**

DIN No : 00511765

Date: April 13, 2023

Rakesh Agarwal**Director**

DIN No : 08995083

M Entertainments Private Limited
Statement of Changes in Equity for the year ended March 31, 2023

A. Equity Share Capital

For the year ended March 31, 2022 and March 31, 2023

(Rs. in Lakhs)				
Balance as at 01.04.2021	Change in Equity share capital during 2021-22	Balance as at 31.03.2022	Change in Equity share capital during 2022-23	Balance as at 31.03.2023
1.00	-	1.00	-	1.00

B. Other Equity

For the year ended March 31, 2022

(Rs. in Lakhs)					
Particulars	Securities Premium Reserve	Capital Redemption reserve	Retained Earnings	Other Comprehensive Income	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, 2023

(Rs. in Lakhs)					
Particulars	Securities Premium Reserve	Capital Redemption reserve	Retained Earnings	Other Comprehensive Income	Total
Balance as at 01.04.2022	-	9.00	2.85	-	11.85
Add: Profit/(Loss) for the year	-	-	0.52	-	0.52
Balance as at 31.03.2023	-	9.00	3.37	-	12.37

Significant Accounting Policies

See accompanying notes to the Financial Statements

1
2-21

As per our Report of even date
For Chaturvedi & Shah LLP
 (Chartered Accountants)
 Firm Registration No. 101720W / W100355

For and on behalf of Board of Directors

Sandesh Ladha
Partner
 Membership No: 047841

Manish Ranbir Maker
Director
 DIN No : 00249176

Puneet Gupta
Director
 DIN No : 00511765

Date: April 13, 2023

Rakesh Agarwal
Director
 DIN No : 08995083

M Entertainments Private Limited
Cash Flow Statement for the year ended March 31, 2023

(Rupees in Lakhs)

Particulars	2022-23	2021-22
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit Before Income Tax as per Statement of Profit and Loss	0.69	(0.28)
Add: Finance Cost	-	0.75
Less: Interest Income to be shown under Investing Activities	(1.36)	(1.30)
Operating profit before Working Capital Changes	(0.67)	(0.83)
Adjusted for :		
Increase/(Decrease) in Trade Payable and other liabilities	(0.99)	1.56
(Increase)/Decrease in Other current asset	1.00	0.07
Cash Generated from Operations	(0.66)	0.80
Less: (Income Tax Paid)/ Refund received	(0.11)	(0.21)
Net Cash flow from/(used in) Operating Activities	(0.77)	0.59
B. CASH FLOW FROM INVESTING ACTIVITIES		
Interest Income	1.83	2.02
Net cash flow from investing activities	1.83	2.02
C. CASH FLOW FROM FINANCING ACTIVITIES		
Payment of Interest	-	(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)	1.06	(18.54)
Opening Balance of Cash and Cash Equivalents	13.17	31.71
Closing Balance of Cash and Cash Equivalents	14.23	13.17
Components of Cash and Cash Equivalents:		
Cash in hand	0.01	0.01
Bank Balance	14.22	13.16
Closing balance of Cash and Cash Equivalents	14.23	13.17

Significant Accounting Policies

See accompanying notes to the Financial Statements

1

2-21

As per our Report of even date

For Chaturvedi & Shah LLP

(Chartered Accountants)

Firm Registration No. 101720W / W100355

For and on behalf of Board of Directors

Sandesh Ladha

Partner

Membership No: 047841

Manish Ranbir Maker

Director

DIN No : 00249176

Puneet Gupta

Director

DIN No : 00511765

Date: April 13, 2023

Rakesh Agarwal

Director

DIN No : 08995083

M Entertainments Private Limited
Notes to Financial Statements for the year ended March 31, 2023

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.

M Entertainments Private Limited
Notes to Financial Statements for the year ended March 31, 2023

(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.

D. STANDARD ISSUED BUT NOT EFFECTIVE

On March 31, 2023, the Ministry of Corporate Affairs (MCA) has notified Companies (Indian Accounting Standards) Amendment Rules, 2023. This notification has resulted into amendments in the following existing accounting standards which are applicable to company from April 1, 2023.

- i Ind AS 101 – First-time Adoption of Indian Accounting Standards
- ii Ind AS 102 – Share-based Payment
- iii Ind AS 103 – Business Combinations
- iv Ind AS 107 – Financial Instruments Disclosures
- v Ind AS 109 – Financial Instruments
- vi Ind AS 115 – Revenue from Contracts with Customers
- vii Ind AS 1 – Presentation of Financial Statements
- viii Ind AS 8 - Accounting Policies, Changes in Accounting Estimates and Errors
- ix Ind AS 12 – Income Taxes
- x Ind AS 34 - Interim Financial Reporting

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

M Entertainments Private Limited
Notes to Financial Statements for the year ended March 31, 2023

2 CASH & CASH EQUIVALENTS (Rupees in Lakhs)

Particulars	As at	As at
	March 31, 2023	March 31, 2022
(i) Cash on Hand	0.01	0.01
(ii) Balance with Banks in Current Accounts	0.28	0.38
(iii) Balance with Banks in Fixed Deposit	13.94	12.78
Total	14.23	13.17

3 OTHER FINANCIAL ASSETS (Rupees in Lakhs)

Particulars	As at	As at
	March 31, 2023	March 31, 2022
Deposit to related party	-	1.00
Accrued Interest on Bank Deposit	-	0.47
Total	-	1.47

4 CURRENT TAX ASSETS (Rupees in Lakhs)

Particulars	As at	As at
	March 31, 2023	March 31, 2022
Current Tax Assets (Net)	0.08	0.14
Total	0.08	0.14

5 CURRENT ASSETS (Rupees in Lakhs)

Particulars	As at	As at
	March 31, 2023	March 31, 2022
Prepaid expenses	-	-
Others	0.10	0.10
Total	0.10	0.10

6 EQUITY

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

Particulars	As at	As at
	March 31, 2023	March 31, 2022
(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, 2023		As at March 31, 2022	
	Nos. of shares	Amount (Rs. in Lakhs)	Nos. of shares	Amount (Rs. in Lakhs)
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, 2023		As at March 31, 2022	
	Nos. of shares	% held	Nos. of shares	% held
<u>Equity Shares</u>				
The Indian Film Combine Pvt Ltd	10,000	100	10,000	100

Shareholding of Promotors as at March 31, 2023

Class of Equity Share	Promotor's Name	No of shares at the beginning of year	Change during the period	No of shares at the end of period	% of Total Shares	% change during the period
Fully paid-up equity shares of Rs.10 each	The Indian Film Combine Pvt Ltd	10,000	-	10,000	100.00	-

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 period	No of shares at the end of period	% of Total Shares	% change during the period
Fully paid-up equity shares of Rs.10 each	The Indian Film Combine Pvt Ltd	10,000	-	10,000	100.00	-

M Entertainments Private Limited
Notes to Financial Statements for the year ended March 31, 2023

7 OTHER EQUITY

(Rupees in Lakhs)

Particulars	As at	As at
	March 31, 2023	March 31, 2022
(a) Capital Redemption Reserve	9.00	9.00
(b) Retained Earnings		
(i) As per last Balance Sheet	2.85	12.25
(ii) Less: Capital redemption Reserve	-	(9.00)
(iii) Add: Profit (Loss) for the period	0.52	(0.40)
	3.37	2.85
Total	12.37	11.85

8 TRADE PAYABLES

(Rupees in Lakhs)

Particulars	As at	As at
	March 31, 2023	March 31, 2022
Micro and Small Enterprise	-	-
Other than Micro and Small Enterprise	1.04	0.81
Total	1.04	0.81

There are no overdue amounts to Micro, Small and Medium Enterprises as at March 31, 2023

TRADE PAYABLE AGEING AS AT MARCH 31, 2023

(Rupees in Lakhs)

Particulars	Not Due	Outstanding from due date of payment				Total
		< 1 year	1-2 year	2-3 year	> 3 year	
MSME	-	-	-	-	-	-
Others	-	0.47	0.32	0.25	-	1.04
Others Related Party	-	-	-	-	-	-
Disputed dues-MSME	-	-	-	-	-	-
Disputed dues-Others	-	-	-	-	-	-
Total	-	0.47	0.32	0.25	-	1.04

TRADE PAYABLE AGEING AS AT MARCH 31, 2022

(Rupees in Lakhs)

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	-	-	-	-	-	-
Disputed dues-MSME	-	-	-	-	-	-
Disputed dues-Others	-	-	-	-	-	-
Total	0.24	0.32	0.25	-	-	0.81

9 OTHER FINANCIAL LIABILITIES

(Rupees in Lakhs)

Particulars	As at	As at
	March 31, 2023	March 31, 2022
Others	-	-
Total	-	-

10 OTHER CURRENT LIABILITIES

(Rupees in Lakhs)

Particulars	As at	As at
	March 31, 2023	March 31, 2022
Statutory Liabilities	-	1.22
Total	-	1.22

M Entertainments Private Limited
Notes to Financial Statements for the year ended March 31, 2023

11 OTHER INCOME		
(Rupees in Lakhs)		
Particulars	2022-23	2021-22
Interest on Fixed Deposit	1.36	1.30
Interest on Income tax refund	-	-
Total	1.36	1.30

12 OTHER EXPENSES		
(Rupees in Lakhs)		
Particulars	2022-23	2021-22
Legal & Professional fees	0.18	0.18
Filing Fees	0.12	0.19
Professional Tax	0.03	0.03
Bank / Demat Charges	0.10	0.09
Printing and Stationary	-	-
Payment to auditors	0.24	0.34
Total	0.67	0.83

Payment to auditors@ inclusive of GST		
(Rupees in Lakhs)		
Particulars	2022-23	2021-22
Statutory Audit Fees	0.24	0.24
Fees for Other Services	-	0.10
Total	0.24	0.34

13 EARNINGS PER SHARE (EPS)

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

Particulars	2022-23	2021-22
Profit / (Loss) for the period (Rupees in Lakhs)	0.52	(0.40)
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	5.20	(4.00)

M Entertainments Private Limited

Notes to Financial Statements for the year ended March 31, 2023

14 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

(b) Transactions during the year:

	March 31, 2023	March 31, 2022
Security deposit refund received		
The Indian Film Combine Private Limited	1.00	-

(c) Balance outstanding as at the year end

	March 31, 2023	March 31, 2022
Security deposit paid		
The Indian Film Combine Private Limited	-	1.00
Equity Share Capital		
The Indian Film Combine Private Limited	1.00	1.00

15 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.

16 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.

17 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.

M Entertainments Private Limited
Notes to Financial Statements for the year ended March 31, 2023

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, 2023						
Trade payables	-	1.04	-	-	-	1.04
		1.04	-	-	-	1.04

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

M Entertainments Private Limited
Notes to Financial Statements for the year ended March 31, 2023

18 Ratio Analysis

S. No	Particulars	March 31, 2023	March 31, 2022	% change
1	Current Ratio	13.86	7.33	89.03
2	Debt-Equity Ratio	NA	NA	NA
3	Debt Service Coverage Ratio	NA	0.63	NA
4	Return on Equity Ratio	0.04	(0.06)	161.13
5	Inventory Turnover Ratio	NA	NA	NA
6	Trade Receivable Turnover Ratio	NA	NA	NA
7	Trade Payable Turnover Ratio	0.72	1.28	(43.28)
8	Net Capital Turnover Ratio (A/E)	0.10	0.07	40.05
9	Net Profit Ratio	0.38	(0.31)	(224.26)
10	Return on Capital Employed (Excluding Working Capital Financing)	1.42	0.10	1,307.24
11	Return on Investment	0.10	0.06	69.29

- Current Ratio increased due to decrease in current liabilities during the year
- Return on Equity Ratio increased due to increase in net profit
- Trade Payables Turnover Ratio decreased due to increase in trade payables during the year.
- Net Capital Turnover Ratio increased due to lower average working capital
- Net Profit Ratio increased due to increase in net profit
- Return on Capital Employed increased due to lower average capital employed
- Return on Investment increased due to decrease in average Cash & Cash Equivalents

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	$\frac{\text{Earnings before Interest, Tax and Exceptional Items}}{\text{Interest Expense + Principal Repayments made during the year for}}$
4	Return on Equity Ratio	$\frac{\text{Profit After Tax}}{\text{Average Net Worth}}$
5	Inventory Turnover Ratio	$\frac{\text{Cost of Goods Sold (Cost of Material Consumed + Purchases +)}}{\text{Average Inventories of Finished Goods, Stock-in-Process}}$
6	Trade Receivables Turnover Ratio	$\frac{\text{Value of Sales \& Services}}{\text{Average Trade Receivables}}$
7	Trade Payables Turnover Ratio	$\frac{\text{Cost of Materials Consumed (after adjustment of RM Inventory) +}}{\text{Average Trade Payables}}$
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	$\frac{\text{Net Profit After Tax + Deferred Tax Expense/(Income) + Finance Cost (-) Other Income}}{\text{Average Capital Employed **}}$
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 Statements for the year ended March 31, 2023

19 Other Statutory Information

- (i) Balances outstanding with Nature of transaction with struck off companies as per section 248 of the Companies Act, 2013 : Nil
- (ii) The Company has not advanced or loaned or invested funds to any other persons or entities, including foreign entities (Intermediaries) with the understanding that the Intermediary shall:
- (a) Directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or
- (b) Provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.
- (iii) The Company has not received any fund from any persons or entities, including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall:
- (a) Directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or
- (b) Provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
- (iv) The Company does not have any transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income-tax Act, 1961.

20 The financials statement of the Company which comprises of the Balance Sheet as at March 31, 2023, 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 13, 2023 for issue.

21 These Financial Statements have been prepared in the format prescribed by schedule III to the Companies Act, 2013. The previous years figures have been recast / restated wherever necessary.

As per our Report of even date

For Chaturvedi & Shah LLP

(Chartered Accountants)

Firm Registration No. 101720W / W100355

For and on behalf of Board of Directors

Manish Ranbir Maker

Director

DIN No : 00249176

Puneet Gupta

Director

DIN No : 00511765

Sandesh Ladha

Partner

Membership No: 047841

Date: April 13, 2023

Rakesh Agarwal

Director

DIN No : 08995083