# Daman Entertainment Private Limited

## Audited Financial Statements for the Year Ended 31st March, 2017

Amit Desai & Co
Chartered Accountants
43, Sunbeam Apartments,
3A Pedder Road, Mumbai 400 026.
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*Amit Desai & Co*

**Chartered Accountants**

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**Independent Auditor's Report**

**To the Members of DAMAN ENTERTAINMENT PRIVATE LIMITED**

**REPORT ON THE IND AS FINANCIAL STATEMENTS**

We have audited the accompanying Ind AS financial statements of DAMAN ENTERTAINMENT PRIVATE LIMITED ("the Company"), which comprise the Balance Sheet as at 31st March, 2017, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Cash Flows and the Statement of Changes in Equity for the year then ended and a summary of the significant accounting policies and other explanatory information (herein after referred to as "Ind AS financial statements")

**MANAGEMENT'S RESPONSIBILITY FOR THE IND AS FINANCIAL STATEMENTS**

The Company's Board of Directors is responsible for the matters stated in Sub-Section 5 of Section 134 of the Companies Act, 2013 ("the Act") with respect to the preparation of these Ind AS financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards ("Ind AS") prescribed under Section 133 of the Act, read with relevant rules issued thereunder.

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 Ind AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

**AUDITOR'S RESPONSIBILITY**

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

AMIT DESAI & CO. MUMBAI Chartered Accountants

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

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

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Ind AS financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Ind AS financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial controls relevant to the Company's preparation of the Ind AS financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the Ind AS financial statements.

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

**OPINION**

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Ind AS 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 including the Ind AS, of the state of affairs (financial position) of the Company as at 31st March, 2017, and its loss (financial performance including other comprehensive income), its cash flows and the changes in equity for the year ended on that date.

**OTHER MATTER**

The comparative financial information of the Company for the year ended 31st March, 2016 and transition date opening Balance Sheet as at 1st April, 2015 included in these Ind AS financial statements, are based on the statutory financial statements prepared in accordance with Companies (Accounting Standards) Rules, 2006 audited by us whose report for the year ended 31st March, 2016 and 31st March, 2015 dated 18th April, 2016 and 15th April, 2015 respectively expressed an unmodified opinion on those financial statements, as adjusted for the differences in accounting principles adopted by the Company on transition to the Ind AS, which have been audited us.

AMIT DESAI & CO.
MUMBAI
Chartered Accountants

Our opinion on the Ind AS financial statements and our report on Other Legal and Regulatory Requirements below are not modified in respect of these matters.

**REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS**

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in exercise of powers conferred by Sub-Section 11 of Section 143 of the Act, we enclose in "Annexure A", a statement on the matters specified in the paragraph 3 and 4 of the Order.

2. As required by Sub-Section 3 of Section 143 of the Act, we report that:

(a) we have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;

(b) in our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;

(c) the balance sheet, the statement of profit and loss (including other comprehensive income), the statement of cash flows and the statement of changes in equity dealt with by this Report are in agreement with the books of account;

(d) in our opinion, the aforesaid Ind AS financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with relevant rules issued thereunder;

(e) on the basis of the written representations received from the Directors as on 31st March, 2017 and taken on record by the Board of Directors, none of the Directors are disqualified as on 31st March, 2017 from being appointed as a Director in terms of Sub-Section 2 of Section 164 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"; and

(g) 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:

AMIT DESAI & CO.
MUMBAI
Chartered Accountants

i. The Company does not have any pending litigations which would impact its financial position;

ii. The Company did not have any long-term contracts including derivative contracts for which there could be 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; and

iv. The Company has provided disclosures in Note 21 to the Ind AS financial statements regarding holdings as well as dealings in specified bank notes and other denomination notes and coins during the period from 8th November, 2016 to 30th December, 2016. Based on the audit procedures performed and taking into consideration the information and explanations given to us, in our opinion, the total receipts, total payments and total amount deposited in banks are in accordance with the books of account maintained by the Company. However, in the absence of sufficient appropriate audit evidence, we are unable to comment upon the appropriateness of classification between specified bank notes and other denomination notes of 'permitted receipts'/'non-permitted receipts' and 'permitted payments'/'non-permitted payments'.

For **Amit Desai & Co**
Chartered Accountants
ICAI Firm's Reg. No.: 130710W

**(Amit N. Desai)**
Partner
Membership No.: 032926

Mumbai: 29th May, 2017

AMIT DESAI & CO. MUMBAI Chartered Accountants

AMIT DESAI Mumbai M. No. 32926 CHARTERED ACCOUNTANTS

**Annexure A to the Independent Auditor's Report of even date to the members of Daman Entertainment Private Limited, on the Ind AS financial statements for the year ended 31st March, 2017:**

Based on the audit procedures performed for the purpose of reporting a true and fair view on the Ind AS financial statements of the Company and taking into consideration the information and explanations given to us and the books of account and other records examined by us in the normal course of audit, and to the best of our knowledge and belief, we report that:

(i)

(a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.

(b) During the year, the fixed assets of the Company have been physically verified by the management and as informed, no material discrepancies were noticed on such verification. In our opinion, the frequency of verification is reasonable having regard to the size of the Company and the nature of its assets.

(c) There are no immovable properties owned by the Company, hence the provisions of Clause 3(i)(c) of the Order are not applicable to the Company.

(ii) The Company does not have any inventories and hence the provisions of Clause 3(ii) of the Order are not applicable to the Company.

(iii) The Company has granted unsecured loans to companies covered in the register maintained under Section 189 of the Act; and with respect to the same:

(a) in our opinion that the terms and conditions of the interest free unsecured loan granted by the Company to one party covered in the register maintained under Section 189 of the Act, (balance outstanding as on 31st March, 2017 is Rs.59.66 Lacs) are prejudicial to the Company's interest.

(b) the schedule of repayment of principal and interest (where applicable) has been stipulated wherein the principal and interest amounts are repayable on demand and since the repayment of such loans has not been demanded, in our opinion, repayment of the principal and interest amount is regular;

(c) there is no overdue amount in respect of a loan granted to such company.

AMIT DESAI & CO. MUMBAI Chartered Accountants

(iv) In our opinion, the Company has complied with the provisions of Section 185 of the Act. Further, Section 186 of the Act is not applicable to the Company as it is engaged in the business of hotels and entertainment centers.

(v) In our opinion, the Company has not accepted any deposits from the public within the meaning of the Sections 73 to 76 of the Act and the Companies (Acceptance of Deposit) Rules, 2014 (as amended). Accordingly, the provisions of Clause 3(v) of the Order are not applicable.

(vi) The Central Government of India has not prescribed the maintenance of cost records under Sub-Section (1) of Section 148 of the Act, in respect of Company's products/services. Accordingly, the provisions of Clause 3(vi) of the Order are not applicable.

(vii)

(a) The Company is regular in depositing with appropriate authorities, undisputed statutory dues including provident fund, employees' state insurance, income tax, sales tax, service tax, duty of customs, duty of excise, value added tax, cess and any other material statutory dues applicable to it. Further, no undisputed amounts payable in respect thereof were outstanding, at the year end, for a period of more than six months from the date they became payable.

(b) According to the information and explanations given to us, there are no dues of income tax, sales tax, wealth tax, service tax, duty of customs, duty of excise, value added tax or cess which have not been deposited on account of any dispute.

(viii) The Company did not have any outstanding dues to financial institutions, banks or debenture holders during the year; hence the provisions of Clause 3(viii) of the Order are not applicable to the Company.

(ix) The Company has not raised money by way of initial public offer or further public offer. There were no terms loans raised by the Company; hence the provisions of Clause 3(ix) of the Order are not applicable to the Company.

(x) During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, we have neither come across any instance of fraud by the Company or any fraud on the Company by its officers or employees, noticed or reported during the year, nor have we been informed of any such instance by the management.

AMIT DESAI & CO. MUMBAI Chartered Accountants

(xi) As per the information and explanations given to us, Company has not paid/provided any managerial remuneration to any of the directors; therefore provisions of Clause 3(xi) of the Order are not applicable to the Company.

(xii) In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of Clause 3(xii) of the Order are not applicable to the Company.

(xiii) As per the information and explanation given to us, all transactions entered into by the Company with the related parties are in compliance with Section 188 of Act, where applicable and the details have been disclosed in the financial statements etc., as required by the applicable Ind AS. Section 177 of the Act is not applicable to the Company.

(xiv) As informed, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under audit. Therefore, provisions of Clause 3(xiv) of the Order are not applicable to the Company.

(xv) According to the information and explanations given to us, the Company has not entered into any non-cash transactions with directors or persons connected with him during the year.

(xvi) Based on the information and explanation given to us, the Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934.

For **Amit Desai & Co**
Chartered Accountants
ICAI Firm's Reg. No.: 130710W

**(Amit N. Desai)**
Partner
Membership No.: 032926

Mumbai: 29th May, 2017

**Annexure B to the Independent Auditor's Report on the Internal Financial Controls under Clause (i) of Sub-Section 3 of Section 143 of the Companies Act, 2013 ("the Act")**

In conjunction with our audit of the Ind AS financial statements of DAMAN ENTERTAINMENT PRIVATE LIMITED ("the Company") as of and for the year ended $31^{st}$ March, 2017, we have audited the internal financial controls over financial reporting ("IFCoFR") of the Company of as of that date.

**MANAGEMENT'S RESPONSIBILITY FOR INTERNAL FINANCIAL CONTROLS**

The Company's Board of Directors 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 (the "Guidance Note") issued by the Institute of Chartered Accountants of India ("ICAI"). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

**AUDITORS' RESPONSIBILITY**

Our responsibility is to express an opinion on the Company's IFCoFR based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the ICAI. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate IFCoFR 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 IFCoFR and their operating effectiveness. Our audit of IFCoFR included obtaining an understanding of IFCoFR, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Ind AS 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 IFCoFR.

AMIT DESAI & CO.
MUMBAI
Chartered Accountants

## MEANING OF INTERNAL FINANCIAL CONTROLS OVER FINANCIAL REPORTING

A company's IFCoFR is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of Ind AS financial statements for external purposes in accordance with generally accepted accounting principles. A company's IFCoFR 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 Ind AS financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the Financial Statements.

## INHERENT LIMITATIONS OF INTERNAL FINANCIAL CONTROLS OVER FINANCIAL REPORTING

Because of the inherent limitations of IFCoFR, 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 IFCoFR to future periods are subject to the risk that the IFCoFR may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

## OPINION

In our opinion, the Company has, in all material respects, an adequate IFCoFR and such IFCoFR were operating effectively as at 31 March 2017, based on the IFCoFR criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of IFCoFR issued by the ICAI.

For **Amit Desai & Co**
Chartered Accountants
ICAI Firm's Reg. No.: 130710W

**(Amit N. Desai)**
Partner
Membership No.: 032926

Mumbai: 29th May, 2017

AMIT DESAI & CO. MUMBAI Chartered Accountants

AMIT DESAI Mumbai M. No. 32926 CHARTERED ACCOUNTANTS

**Daman Entertainment Private Limited**
**Balance Sheet As At 31st March, 2017**

(Amount in Rupees)

| Particulars | Note No. | As at 31st March, 2017 | | As at 31st March, 2016 | | As at 1st April, 2015 | |
|---|---|---|---|---|---|---|---|
| I. ASSETS | | | | | | | |
| 1 Non-Current Assets | | | | | | | |
| Property, Plant and Equipment | 2 | | 2,588 | | 4,472 | | 7,187 |
| 2 Current Assets | | | | | | | |
| (a) Financial Assets | | | | | | | |
| i) Cash and Cash Equivelents | 3 | 145,603 | | 50,863 | | 74,011 | |
| ii) Loans | 4 | 5,966,316 | | 6,186,316 | | 5,867,151 | |
| (b) Other Current Assets | 5 | 42,183 | 6,154,102 | 46,443 | 6,283,622 | 9,209 | 5,950,371 |
| TOTAL ASSETS | | | 6,156,690 | | 6,288,095 | | 5,957,559 |
| II. EQUITY AND LIABILITIES | | | | | | | |
| 1 Equity | | | | | | | |
| (a) Equity Share Capital | 6 | 269,230 | | 269,230 | | 269,230 | |
| (b) Other Equity | 7 | 5,870,210 | 6,139,440 | 5,978,649 | 6,247,879 | 5,645,413 | 5,914,643 |
| 2 Current Liabilities | | | | | | | |
| (a) Financial Liabilities | | | | | | | |
| i) Trade Payables | 8 | 15,750 | | 10,973 | | 15,674 | |
| (b) Current Tax Liabilities (Net) | 9 | - | | 28,193 | | 25,500 | |
| (c) Other Current Liabilities | 10 | 1,500 | 17,250 | 1,050 | 40,216 | 1,742 | 42,916 |
| TOTAL EQUITY & LIABILITIES | | | 6,156,690 | | 6,288,095 | | 5,957,559 |

The accompanying Significant Accounting Policies and notes are an integral part of these financial statements

As Per Our Report of Even Date
For Amit Desai & Co
Chartered Accountants
ICAI Firm Regn. No.130710W

AMIT DESAI & CO. MUMBAI Chartered Accountants

(Amit N. Desai)
Partner
Membership no. 032926

AMIT DESAI Mumbai M. No. 32926 CHARTERED ACCOUNTANTS

Mumbai: 29th May, 2017

For and on behalf of Board of Directors

(Farzana Mojgani)
Director
DIN: 02225595

(Manoj Jain)
Director
DIN: 03102614

Mumbai: 29th May, 2017

Daman Entertainment Private Limited

Statement of Profit & Loss For The Year Ended 31st March, 2017

(Amount in Rupees)

| Particulars | Note No. | For Year Ended 31st March, 2017 | For Year Ended 31st March, 2016 |
|---|---|---|---|
| **Income:** | | | |
| Other Income | 11 | - | 521,294 |
| Total Revenue | | - | 521,294 |
| | | | |
| **Expenses:** | | | |
| Finance Costs | 12 | 34,867 | 2,648 |
| Depreciation and Amortization Expense | 2 | 1,884 | 2,715 |
| Other Expenses | 13 | 72,193 | 104,161 |
| Total Expenses | | 108,944 | 109,524 |
| | | | |
| Profit / (Loss) Before Exceptional And Tax | | (108,944) | 411,770 |
| Exceptional Items | | - | - |
| Profit/(Loss) Before Tax | | (108,944) | 411,770 |
| Tax Expenses | | | |
| - Current Tax | | - | 78,967 |
| - Income Tax for Earlier Years | | (505) | (433) |
| - Deferred Tax | | - | - |
| Total Tax Expenses | | (505) | 78,534 |
| | | | |
| Profit/(Loss) After Tax | | (108,439) | 333,236 |
| Prior Period Items | | - | - |
| **Profit/(Loss) for the Year** | | **(108,439)** | **333,236** |
| | | | |
| **Other Comprehensive Income** | | | |
| Other Comprehensive Income for the Year | | - | - |
| **Total Comprehensive Income for the Year** | | **(108,439)** | **333,236** |
| | | | |
| Basic & Diluted Earnings Per Share (Face Value of Rs. 10/- Each) | | (4.03) | 12.38 |
| | | | |
| The accompanying Significant Accounting Policies and notes are an integral part of these financial statements | | | |

As Per Our Report of Even Date
For Amit Desai & Co
Chartered Accountants
ICAI Firm Regn. No.130710W

AMIT DESAI & CO. MUMBAI

Andesai

(Amit N. Desai)
Partner
Membership no. 032926

AMIT DESAI Mumbai M. No. 32926 CHARTERED ACCOUNTANTS

Mumbai: 29th May, 2017

For and on behalf of Board of Directors

(Farzana Mojgani)
Director
DIN: 02225595

(Manoj Jain)
Director
DIN:03102614

Mumbai: 29th May, 2017

**Daman Entertainment Private Limited**

**Cash Flow Statement For the Year Ended 31st March, 2017**

(Amount in Rupees)

| Sr. No. | Particulars | | Year Ended 31st March, 2017 | Year Ended 31st March, 2016 |
|---|---|---|---|---|
| A. | CASH FLOW FROM OPERATING ACTIVITIES | | | |
| | Net Profit / (Loss) Before Tax and Extraordinary Items | | (108,944) | 411,770 |
| | Adjustments For : | | | |
| | Finance Costs | | 34,867 | 2,648 |
| | Depreciation & Amortization Expense | | 1,884 | 2,715 |
| | Interest Income | | - | (521,294) |
| | **Operating Loss Before Working Capital Changes** | | (72,193) | (104,161) |
| | Adjustments For : | | | |
| | Loans & Advances and Other Current Assets | | 4,260 | (37,234) |
| | Trade Payables & Other Liabilities | | 5,227 | (5,393) |
| | **Cash Generated From / (Used in) Operations** | | (62,706) | (146,788) |
| | Less: Taxes Paid (Net of Refund) | | (27,688) | (75,842) |
| | **Net Cash Flow Generated From/(Used in) Operating Activities** | ( A ) | **(90,394)** | **(222,630)** |
| B. | CASHFLOW FROM INVESTING ACTIVITIES | | | |
| | Interest Income | | - | 521,294 |
| | Loans | | 220,000 | (319,165) |
| | **Net Cash Flow Generated From/(Used in) Investing Activities** | ( B ) | **220,000** | **202,129** |
| C | CASH FLOW FROM FINANCING ACTIVITES | | | |
| | Finance Costs | | (34,867) | (2,648) |
| | **Net Cash Flow Generated From/(Used in) Financing Activities** | ( C ) | **(34,867)** | **(2,648)** |
| | Net Increase/ (Decrease) in Cash and Cash Equivalents | ( A + B + C ) | 94,739 | (23,148) |
| | Cash & Cash Equivalents as at Begining of The Year | | 50,863 | 74,011 |
| | **Cash & Cash Equivalents as at Closing of the Year** | | **145,603** | **50,863** |

Notes:

1) The above Cash Flow Statement has been prepared under the 'Indirect Method' as set out in the Ind AS - 7 on Statement of Cash Flow.

2) Figures in bracket indicate cash outflow.

As Per Our Report of Even Date
For Amit Desai & Co
Chartered Accountants
ICAI Firm Regn. No.130710W

AMIT DESAI & CO. MUMBAI Chartered Accountants

(Amit N. Desai)
Partner
Membership no. 032926

AMIT DESAI Mumbai M. No. 32926 CHARTERED ACCOUNTANTS

Mumbai: 29th May, 2017

For and on behalf of Board of Directors

(Farzana Mojgani)
Director
DIN: 02225595

(Manoj Jain)
Director
DIN:03102614

Mumbai: 29th May, 2017

Daman Entertainment Private Limited

Statement of Changes in Equity for the year ended 31st March, 2017

(Amount in Rupees)

A)

| Equity Share Capital | Amount |
|---|---|
| Balance as at 1st April, 2015 | 269,230 |
| Changes in Equity Share Capital | - |
| As at 31st March, 2016 | 269,230 |
| Changes in Equity Share Capital | - |
| As at 31st March, 2017 | 269,230 |

(Amount in Rupees)

B)

| Particulars | Other Equity | | | Total |
|---|---|---|---|---|
| | Reserve and Surplus | | Other Comprehensive Income | |
| | Retained Earnings | Capital Redemption Reserve | | |
| Balance as on 1st April, 2015 | (4,217,277) | 9,862,690 | - | 5,645,413 |
| Profit for the Year | 333,236 | - | - | 333,236 |
| **Balance as on 31st March, 2016** | **(3,884,041)** | 9,862,690 | - | 5,978,649 |
| **Balance as on 1st April, 2016** | (3,884,041) | 9,862,690 | - | 5,978,649 |
| **Changes in equity for the year ended March 31, 2017** | | | | |
| Profit for the year | (108,439) | - | - | (108,439) |
| **Balance as on 31st March, 2017** | **(3,992,480)** | **9,862,690** | - | **5,870,210** |

The accompanying notes form an integral part of these standalone financial statements

As Per Our Report of Even Date

For Amit Desai & Co

Chartered Accountants

ICAI Firm Regn. No.130710W

AMIT DESAI & CO MUMBAI Chartered Accountants

(Amit N. Desai)

Partner

Membership no. 032926

AMIT DESAI Mumbai M. No 32926 CHARTERED ACCOUNTANTS

Mumbai:29th May, 2017

For and on behalf of Board of Directors

(Farzana Mojgani)

Director

DIN: 02225595

(Manoj Jain)

Director

DIN:03102614

Mumbai:29th May, 2017

Daman Entertainment Private Limited
Notes the Financial Statement for the Year Ended 31st March, 2017

1 Statement of Significant Accounting Policies

Company Overview
Daman Entertainment Private Limited., incorporated in the year 2011. The Company is engaged in Gaming & Entertainment segment and it is Subsidiary of Delta Corp Limited.

a) Basis for Preparation of Financial Statements

i) Compliance with Ind AS

These financial statements have been prepared in accordance with the Indian Accounting Standards (hereafter referred to as the "Ind As") as notified by the Ministry of Corporate Affairs pursuant to Section 133 of Companies Act, 2013 (the "Act") read with the Companies (Indian Accounting Standards (Ind AS) Rules, 2015 as amended and other relevant provisions of the Act and rules framed thereunder.

The Company's financial statement upto and for the year ended 31 March 2016 were prepared in accordance with the accounting standards specified under Section 133 of the Companies Act 2013, read together with the Rule 7 of the Companies (Accounts) Rules, 2014 (Previous GAAP). The Company's financial statements are reported in Indian Rupee, which is also Company's functional currency. These standalone financial statement ("the financials Statement") of the company as at and for the year ended 31 March 2017 (including Comparatives) were approved and authorized by the Company's board of directors as on 29th May, 2017

These financial statements for the year ended 31 March, 2017 are the first financials with comparatives, prepared under Ind AS. The Company has adopted all the Ind AS Standards and adoption was carried out in accordance with Ind AS 101, First Time adoption of Indian Accounting Standards. The transition was carried out from Indian Accounting Principle generally accepted in India as prescribed under Section 133 of the Act read with the Rule 7 of the Companies (Accounts) Rules, 2014 (Indian GAAP), which was the previous GAAP.

The accounting policies are applied consistently to all the periods presented on Financial Statements, including the preparation of the opening Ind AS balance sheet as at 1st April 2015 being the date of transition.

ii) Historical cost convention

The financial statements have been prepared on a historical cost basis, except certain financial assets and liabilities which are measured at fair values.

iii) Current and Non-Current classification

All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle (twelve months) and other criteria set out in the Schedule III to the Act

b) Property, Plant and Equipment (including Capital work-in-progress)
Property, plant and equipment are stated at cost less accumulated depreciation and impairment losses, if any. Cost includes purchase price and expenditures directly attributable to bringing them into working condition for its intended use.

Subsequent cost are included in the asset's carrying amount or recognized as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. The carrying amount of any component accounted for as a separate asset is derecognised when replaced. All other repairs and maintenance expenses are charged to the Statement of Profit or Loss during the reporting period in which they are incurred.

Depreciation on Property, plant and equipments is provided under the straight line method over the useful lives of assets as prescribed in Schedule II to the Companies Act 2013 ("Act"), and management believes that useful life of assets are same as those prescribed in Schedule II to the Act.

The residual values are not more than 5% of the Original cost of the asset. The assets residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period.

Gain or losses arising from derecognisation of Property, plant and equipment are measured as difference between the net disposal proceeds and the carrying amount of the assets and are recognized in the statement of profit and loss when the asset is derecognised.

c) Inventories
Inventories are valued at lower of cost and net realizable value. Realty work in progress represents expenditure incurred on projects undertaken for development and construction. Projects under development are stated at Cost. It includes costs of incomplete properties; the costs incurred before the work has progressed; also include initial project costs that relate directly to a project; other expenditures as identified by the management incurred for the purpose of securing and executing the project.

d) Segment Reporting
There are no Inventories held by the Company

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e) **Borrowings**

Borrowing are initially recognized at net of transaction costs incurred and measured at amortised cost. Borrowings are classified as current liabilities unless the Company has an unconditional right to defer the settlement of the liability for at least 12 months after the reporting period.

**Effective interest method**

The effective interest method is a method of calculating the amortised cost of a debt instrument and of allocating interest expenses over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash payment (including all fees and points paid or received that form an integral part of the effective interest rate, transaction costs and other premiums or discounts) through the expected life of the debt instrument, or, where appropriate, a shorter period, to the gross carrying amount on initial recognition.

f) **Revenue Recognition**

Revenue is measured at the value of the consideration received or receivable. The Company recognises revenue when the amount of revenue can be reliably measured, it is probable that future economic benefits will flow to the Company and specific criteria have been met for each of the Company's activities as described below.

i) Revenue from Sale of goods & services

Sale of Goods & Services are recognized when significant risks and rewards of ownership are passed on to customers or when the full / complete services have been provided. Sales are stated at contractual realizable value.

ii) interest income

Interest income from a financial asset is recognised when it is probable that the economic benefits will flow to the company and the amount of income can be measured reliably. Interest income is accrued on a timely basis, by reference to the amortised cost and at the effective interest rate applicable, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to that asset's net carrying amount on initial recognition.

g) **Employee Benefits**

There is no Employee in the Company

h) **Foreign currency transactions**

There is no Foreign transaction during the year

i) **Income Tax**

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 arising between the tax bases of assets and liabilities used in the computation of taxable profit and their carrying amount in the financial statement. Deferred tax assets and liabilities are measured using tax rates (and laws) that have been enacted or substantially enacted by the end of the reporting period. The carrying amount of deferred tax liabilities and assets are reviewed at the end of each reporting period.

Deferred tax assets are recognised for all deductible temporary differences and unused tax losses, only if, it is probable that future taxable amounts will be available to utilise those temporary differences and losses

Deferred tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets and liabilities and when the deferred tax balances relate to the same taxation authority. Current tax assets and tax liabilities are off set where the Company has a legally enforceable right to offset and intends either to settle on a net basis, or to realize the asset and settle the liability simultaneously.

**Minimum Alternate Tax (MAT)**

Minimum Alternate Tax credit is recognised as deferred tax asset only when and to the extent there is convincing evidence that the Company will pay normal income tax during the specified period. Such asset is reviewed at each Balance Sheet date and the carrying amount of the MAT credit asset is written down to the extent there is no longer a convincing evidence to the effect that the Company will pay normal income tax during the specified period.

j) **Earnings Per Share**

**Basic Earnings per Share**

Basic earnings per share is calculated by dividing the profit attributable to owners of the company by the weighted average number of equity shares outstanding during the financial year. Earnings considered in ascertaining the Company's earnings per share is the net profit for the period.

**Diluted earnings per share**

For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period is adjusted for the effects of all dilutive potential equity shares.

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k) Financial instruments

A financial instrument is any contract that gives rise to a financial asset in one entity and a financial liability or equity instrument in another entity.

i) **Financial Assets**

A. **Initial recognition and measurement**

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

B. **Subsequent measurement**

a) **Financial assets carried at amortised cost (AC)**

A financial asset is measured at amortised cost if it is held within a business model whose objective is to hold the asset in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

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

A financial asset is measured at FVTOCI if it is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

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

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

C **Impairment of Financial Assets**

In accordance with Ind AS 109, the company applies the expected credit loss model for evaluating impairment of financial assets other than those measured at fair value through profit and loss (FVTPL)..

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

The twelve months expected credit losses (expected credit losses that result from those default events on the financial instrument that are possible with 12 months after the reporting date); or

Full lifetime expected credit losses (expected credit losses that result from all possible default events over the life of the financial instrument)

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

For other assets, the Company uses 12 months ECL to provide for impairment loss where there is no significant increase in credit risk. If there is significant increase in credit risk full lifetime ECL is used.

i) **Financial Liabilities**

**Initial Recognition and measurement**

All financial liabilities are recognised initially at fair value and, in the case of loans, net of directly attributable transaction costs.

**Subsequent measurement**

**Financial liabilities at FVTPL**

Financial liabilities at FVTPL include financial liabilities held for trading and financial liabilities designated upon initial recognition as FVTPL. Financial liabilities are classified as held for trading if they are incurred for the purpose of repurchasing in the near term. Gains or losses on liabilities held for trading are recognised in the Statement of Profit and Loss.

Financial guarantee contracts issued by the Company are those contracts that require a payment to be made to reimburse the holder for a loss it incurs because the specified debtor fails to make a payment when due in accordance with the terms of a debt instrument. Financial guarantee contracts are recognised initially as a liability at fair value, adjusted for transaction costs that are directly attributable to the issuance of the guarantee. Subsequently, the liability is measured at the higher of the amount of loss allowance determined as per impairment requirements of Ind AS 109 and the amount recognised less cumulative amortisation. Amortisation is recognised as finance income in the Statement of Profit and Loss.

For trade and other payables maturing within one year from the balance sheet date, the carrying amounts approximate fair value due to the short term maturity of these instruments.

**Financial liabilities at amortised cost**

After initial recognition, interest-bearing loans are subsequently measured at amortised cost using the effective interest rate method.

Where the terms of a financial liability is re-negotiated and the Company issues equity instruments to a creditor to extinguish all or part of the liability (debt for equity swap), a gain or loss is recognised in the Statement of Profit and Loss; measured as a difference between the carrying amount of the financial liability and the fair value of equity instrument issued.

**Offsetting financial instruments**

Financial assets and financial liabilities are offset and the net amount is reported in the balance sheet if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, to realise the assets and settle the liabilities simultaneously.

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l) **Significant management judgments in applying accounting policies and estimation uncertainty**

The estimates and judgments used in the preparation of the financial statements are continuously evaluated by the Company and are based on historical experience and various other assumptions and factors (including expectations of future events) that the Company believes to be reasonable under the existing circumstances. Difference between actual results and estimates are recognized in the period in which the results are known/ materialized.

The said estimates are based on the facts and events, that existed as at the reporting date, or that occurred after that date but provide additional evidence about conditions existing on the reporting date.

**Impairment of non-financial assets**

Assessment is done at each Balance Sheet date to evaluate whether there is any indication that a non-financial asset may be impaired. If any indication exists, the Company estimates the asset's recoverable amount. An asset's recoverable amount is the higher of an asset's or Cash Generating Units (CGU's) fair value less costs of disposal and its value in use. It is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or a groups of assets. Where the carrying amount of an asset or CGU exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount.

In assessing value in use, the estimated future cash flows are discounted to their present value using pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. In determining fair value less costs of disposal, recent market transactions are taken into account, if no such transactions can be identified, an appropriate valuation model is used.

**Depreciation / amortisation and useful lives of property, plant and equipment / intangible assets**

Property, plant and equipment are depreciated over the estimated useful lives of the assets, after taking into account their estimated residual value. Management reviews the estimated useful lives and residual values of the assets annually in order to determine the amount of depreciation to be recorded during any reporting period. The useful lives and residual values are based on the Company's historical experience with similar assets and take into account anticipated technological changes. The depreciation for future periods is adjusted if there are significant changes from previous estimates.

**Recoverability of trade receivable**

Judgments are required in assessing the recoverability of overdue trade receivables and determining whether a provision against those receivables is required. Factors considered include the credit rating of the counterparty, the amount and timing of anticipated future payments and any possible actions that can be taken to mitigate the risk of non-payment.

**Provisions and Contingent Liabilities**

Provisions are recognised when the Company has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources will be required to settle the obligation and the amount can be reliably estimated.

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

Contingent Liabilities are disclosed in respect of possible obligations that arise from past events but their existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company or where any present obligation cannot be measured in terms of future outflow of resources or where a reliable estimate of the obligation cannot be made.

**Impairment of financial assets**

The impairment provisions for financial assets are based on assumptions about risk of default and expected cash loss rates. The Company uses judgement in making these assumptions and selecting the inputs to the impairment calculation, based on Company's past history, existing market conditions as well as forward looking estimates at the end of each reporting period.

**Fair value measurement**

Management uses valuation techniques to determine the fair value of financial instruments (where active market quotes are not available) and non-financial assets. This involves developing estimates and assumptions consistent with how market participants would price the instrument. Management bases its assumptions on observable data as far as possible but this is not always available. In that case management uses the best information available. Estimated fair values may vary from the actual prices that would be achieved in an arm's length transaction at the reporting date.

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2. Property, Plant and Equipments (Amount in Rupees)

| Tangible Assets | Computers | Office Equipments | Total |
|---|---|---|---|
| **Gross Block** | | | |
| **As at 1st April, 2015** | 37,500 | 14,250 | 51,750 |
| Additions During The Year | - | - | - |
| Disposals During The Year | - | - | - |
| **As at 31st March, 2016** | 37,500 | 14,250 | 51,750 |
| Additions During The Year | - | - | - |
| Disposals During The Year | - | - | - |
| As at 31st March, 2017 | 37,500 | 14,250 | 51,750 |
| | | | |
| **Accumulated Depreciation** | | | |
| As at 1st April, 2015 | 35,625 | 8,938 | 44,563 |
| Charge for the Year | - | 2,715 | 2,715 |
| on Disposals | - | - | - |
| **As at 31st March, 2016** | 35,625 | 11,653 | 47,278 |
| | | | |
| Charge for the Year | - | 1,884 | 1,884 |
| on Disposals | - | - | - |
| **As at 31st March, 2017** | 35,625 | 13,537 | 49,162 |
| | | | |
| **Net Block** | | | |
| As at 1st April, 2015 | 1,875 | 5,312 | 7,187 |
| As at 31st March, 2016 | 1,875 | 2,597 | 4,472 |
| As at 31st March, 2017 | 1,875 | 713 | 2,588 |

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(Amount in Rupees)

| 3 Cash and Cash Equivalents | As at 31st March, 2017 | As at 31st March, 2016 | As at 1st April, 2015 |
|---|---|---|---|
| Cash and Cash Equivalent | | | |
| Balances with Bank in a Current Account | 95,603 | 863 | 24,011 |
| Cash on Hand | 50,000 | 50,000 | 50,000 |
| Total | 145,603 | 50,863 | 74,011 |

(Amount in Rupees)

| 4 Loans | As at 31st March, 2017 | As at 31st March, 2016 | As at 1st April, 2015 |
|---|---|---|---|
| Financial Assets Carried at Amortised Cost | | | |
| Loans and Advances to a Related Party | | | |
| Unsecured, Considered Good | | | |
| - Inter Corporate Deposit | 5,966,316 | 6,186,316 | 5,867,151 |
| Total | 5,966,316 | 6,186,316 | 5,867,151 |

(Amount in Rupees)

| 5 Other Current Assets | As at 31st March, 2017 | As at 31st March, 2016 | As at 1st April, 2015 |
|---|---|---|---|
| Prepaid Expenses | 256 | 4,516 | 9,209 |
| Balance with Statutory Authority | 41,927 | 41,927 | - |
| Total | 42,183 | 46,443 | 9,209 |

| 6 Equity Share Capital | As at 31st March, 2017 | | As at 31st March, 2016 | | As at 1st April, 2015 | |
|---|---|---|---|---|---|---|
| | No. | Rs. | No. | Rs. | No. | Rs. |
| Authorised: | | | | | | |
| Equity Shares of Rs.10/- Each | 50,000 | 500,000 | 50,000 | 500,000 | 50,000 | 500,000 |
| Total | | 500,000 | | 500,000 | | 500,000 |
| Issued, Subscribed And Fully Paid-Up: | | | | | | |
| Equity Shares of Rs. 10/- Each | 26,923 | 269,230 | 26,923 | 269,230 | 26,923 | 269,230 |
| Total | | 269,230 | | 269,230 | | 269,230 |

a. Reconciliation of the Equity Shares at the Beginning and at the End of the Reporting Year

| Particulars | As at 31st March, 2017 | | As at 31st March, 2016 | | As at 1st April, 2015 | |
|---|---|---|---|---|---|---|
| | No. | Rs. | | | No. | Rs. |
| Shares Outstanding at the Beginning of the Year | 26,923 | 269,230 | 26,923 | 269,230 | | |
| Shares Issued During the Year | - | - | - | - | | |
| Shares Bought Back During the Year | - | - | - | - | | |
| Shares Outstanding at the End of the Year | 26,923 | 269,230 | 26,923 | 269,230 | 26,923 | 269,230 |

b. Terms/Rights Attached to Equity Shares

The Company has only one class of Equity Shares having a par value of Rs.10/- per share. Each holder of Equity Shares is entitled to one vote per share. In the event of liquidation of the Company, the holders of Equity Shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of Equity Shares held by the shareholders.

c. Details of Shareholders Holding More Than 5% Shares in the Company

| Particulars | As at 31st March, 2017 | | As at 31st March, 2016 | | As at 1st April, 2015 | |
|---|---|---|---|---|---|---|
| | No. of Shares Held | % of Holding | No. of Shares Held | % of Holding | No. of Shares Held | % of Holding |
| Delta Corp Limited - Holding Company | 13,731 | 51.00 | 13,731 | 51.00 | 13,731 | 51.00 |
| Castle Hill Entertainment Private Limited | 7,000 | 26.00 | 7,000 | 26.00 | 7,000 | 26.00 |
| Jignesh Patel | 3,942 | 14.64 | 3,942 | 14.64 | 3,942 | 14.64 |

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Daman Entertainment Private Limited

Notes to the Financial Statements for the Year Ended 31st March, 2017

(Amount in Rupees)

| 7 | Other Equity | As at 31st March, 2017 | As at 31st March, 2016 |
|---|---|---|---|
| | Securities Premium Account | | |
| | Opening Balance | 9,862,690 | 9,862,690 |
| | (+) : Securities Premium credited on Share Issue | - | - |
| | Closing Balance | 9,862,690 | 9,862,690 |
| | Surplus / (Deficit) as per Statement of Profit and Loss | | |
| | Opening Balance | (3,884,041) | (4,217,277) |
| | (+) : Net Profit/(Net Loss) For the Current Year | (108,439) | 333,236 |
| | Closing Balance | (3,992,480) | (3,884,041) |
| | Total | 5,870,210 | 5,978,649 |

(Amount in Rupees)

| 8 | Trade Payables | As at 31st March, 2017 | As at 31st March, 2016 | As at 1st April, 2015 |
|---|---|---|---|---|
| | - Micro, Small and Medium Enterprise | - | - | - |
| | - Others | 15,750 | 10,973 | 15,674 |
| | Total | 15,750 | 10,973 | 15,674 |

Details of dues to Micro and Small Enterprises as defined under the MSMED Act, 2006

The Company has sent letters to suppliers to confirm whether they are covered under the Micro, Small and Medium Enterprises Development Act, 2006 as well as whether they have file required memorandum with the prescribed authorities. Based on the confirmation, if any received the detail of outstanding are as under.

(Amount in Rupees)

| Particulars | As at 31st March | | |
|---|---|---|---|
| | 2017 | 2016 | 2015 |
| The principal amount remaining unpaid at the end of the year | - | - | - |
| The interest amount remaining unpaid at the end of the year | - | - | - |
| The amount of interest paid by the buyer in terms of Section 16 of the MSMED Act, 2006 along with the amount of the payment made to the supplier beyond the appointed day during the year | - | - | - |
| 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 | - | - | - |
| The amount of interest accrued and remaining unpaid at the end of each accounting year | - | - | - |
| 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 | - | - | - |

(Amount in Rupees)

| 9 | Current Tax Liabilities (Net) | As at 31st March, 2017 | As at 31st March, 2016 | As at 1st April, 2015 |
|---|---|---|---|---|
| | Provision for Taxation (Net of Advance Taxes) | - | 28,193 | 25,500 |
| | Total | - | 28,193 | 25,500 |

(Amount in Rupees)

| 10 | Other Current Liabilities | As at 31st March, 2017 | As at 31st March, 2016 | As at 1st April, 2015 |
|---|---|---|---|---|
| | Duties & Taxes | 1,500 | 1,050 | 1,742 |
| | Total | 1,500 | 1,050 | 1,742 |

(Amount in Rupees)

| 11 | Other Income | Year Ended 31st March | |
|---|---|---|---|
| | | 2017 | 2016 |
| | Interest Received on Inter Corporate Deposits | - | 521,294 |
| | Total | - | 521,294 |

(Amount in Rupees)

| 12 | Finance Costs | Year Ended 31st March | |
|---|---|---|---|
| | | 2017 | 2016 |
| | Interest Expense | 496 | 2,648 |
| | Other Borrowing Costs | 34,371 | - |
| | Total | 34,867 | 2,648 |

(Amount in Rupees)

| 13 | Other Expenses | Year Ended 31st March | |
|---|---|---|---|
| | | 2017 | 2016 |
| | Payments to the Auditors | | |
| | - for Audit Fees | 34,500 | 36,112 |
| | - Out of Pocket Expenses | 1,551 | 484 |
| | | 36,051 | 36,596 |
| | Filing Fees | 1,400 | 3,440 |
| | Legal & Professional Fees | 27,982 | 56,932 |
| | Rates and Taxes | 2,500 | 2,500 |
| | Miscellaneous Expenses | 4,260 | 4,693 |
| | Total | 72,193 | 104,161 |

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| Contingent liabilities (to the extent not provided for) | (Amount in Rupees) | | |
|---|---|---|---|
| | 2016-17 | 2015-16 | 2014-15 |
| Discrepancies on account of Tax Deducted at Source | 25,521 | 37,690 | - |
| Total | 25,521 | 37,690 | - |

15 **Segment Disclosures**

Since there is only one segment in which Company is operating, segment reporting as required under the Ind AS 108 on "Operating Segment" is not applicable.

16 Various Debit and Credit balances are subject to confirmations/reconciliation and consequent adjustments, if any. The Company is of the view that reconciliation(s), if any, arising out of final settlement of accounts with these parties is not likely to have any material impact on the accounts. The Current Assets, Loan & Advances are stated in the balance sheet at the amounts which are at least realizable in ordinary course of business.

17 **Related Party Disclosures:**

Information in accordance with the requirements of Indian Accounting Standard 24 on Related Party Disclosures.

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(A) Related parties and transactions with them during the year as identified by the Management are given below:

(i) Holding Company
Delta Corp Limited (DCL)

(ii) Key Management Personnel's(KMPs):
Ms. Farzana Mojgani (FM) - Director
Mr. Manoj Jain (MJ) - Director

(iii) Other Related Parties Where Common Control Exists:
Highstreet Cruises and Entertainment Private Limited (HCEPL)

(B) Details of Transactions Carried Out with Related Parties:

(Amount in Rupees)

| Particulars of Transactions | Holding Company | | Other Related Party Where Common Control Exists | | Total | |
|---|---|---|---|---|---|---|
| | 2016-17 | 2015-16 | 2016-17 | 2015-16 | 2016-17 | 2015-16 |
| Interest Received | | | | | | |
| DCL | - | 521,294 | - | - | - | 521294 |
| Total : | - | 521,294 | - | - | - | 521,294 |
| Sharing of Resources* | | | | | | |
| HCEPL | - | - | - | - | - | 0 |
| Total : | - | - | - | - | | - |
| Loan given received back | | | | | | |
| DCL | 220,000 | 150,000 | - | - | 220,000 | 150000 |
| Total : | 220,000 | 150,000 | - | - | 220,000 | 150,000 |

| Particulars of Transactions | Holding Company | | | Other Related Party Where Common Control Exists | | | Total | | |
|---|---|---|---|---|---|---|---|---|---|
| | 31.03.2017 | 31.03.2016 | 01.04.2015 | 31.03.2017 | 31.03.2016 | 01.04.2015 | 31.03.2017 | 31.03.2016 | 01.04.2015 |
| Closing Balance | | | | | | | | | |
| Loan Receivable | | | | | | | | | |
| DCL | 5,966,316 | 6,186,316 | 5,867,151 | - | - | - | 5,966,316 | 6,186,316 | 5,867,151 |
| Total : | 5,966,316 | 6,186,316 | 5,867,151 | - | - | - | 5,966,316 | 6,186,316 | 5,867,151 |

*Transactions are of non-monetary consideration.

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18 Earnings per Share:

(Amount in Rupees)

| Particulars | 2016-17 | 2015-16 |
|---|---|---|
| Net Profit / (Loss) after Tax | (108,439) | 333,236 |
| Numerator Used for Calculating Basic Earnings Per Share (Rs.) | (108,439) | 333,236 |
| Weighted Average Number of Equity Shares Used as Denominator for Calculating Basic and Diluted Earnings per Share (Nos.) | 26,923 | 26,923 |
| Basic and Diluted Earnings Per Share (Rs.) | (4.03) | 12.38 |
| Nominal Value Per Equity Share (Rs.) | 10.00 | 10.00 |

19 Liquidity Risk

Prudent liquidity risk management implies maintaining sufficient cash and marketable securities and the availability of funding through an adequate amount of committed credit facilities to meet obligations when due and to close out market positions. Due to the dynamic nature of the underlying businesses, Company treasury maintains flexibility in funding by maintaining availability under committed credit lines. Management monitors rolling forecasts of the Company's liquidity position (comprising the undrawn borrowing facilities below) and cash and cash equivalents on the basis of expected cash flows.

Maturity Profile of Financial Liabilities as on: (Amount in Rupees)

| Maturities of Financial Liabilities | March 31, 2017 | | |
|---|---|---|---|
| | 0 to 1 year | 1 to 5 years | 5 years & above |
| Trade Payables | 15,750 | - | - |
| | 15,750 | - | - |

| Maturities of Financial Liabilities | March 31, 2016 | | |
|---|---|---|---|
| | 0 to 1 year | 1 to 5 years | 5 years & above |
| Trade Payables | 10,973 | - | - |
| | 10,973 | - | - |

| Maturities of Financial Liabilities | April 1, 2015 | | |
|---|---|---|---|
| | 0 to 1 year | 1 to 5 years | 5 years & above |
| Trade Payables | 15,674 | - | - |
| | 15,674 | - | - |

20 The income tax expense for the year can be reconciled to the accounting profit as follows:

(Amount in Rupees)

| Particulars | 2016-17 | 2015-16 |
|---|---|---|
| Profit before tax from continuing operations | (108,944) | 411,770 |
| Income tax expense calculated at Nil (2015-16: 19.0650%) | Nil | 78,534 |

During the financial year 2015-16 the company has carry forward losses of income tax at therfore company has paid taxes under mat provision. The tax rate used for the reconciliations above is the corporate tax rate of 19.06% of the year 2015-16 payable by corporate entities in India on taxable book profit under the tax law Indian jurisdiction. During the current financial year company has incurred losses hence not liable for income tax.

21 Disclosure in Respect Of Specified Bank Notes held and transacted during the period 8th November, 2016 to 30th December, 2016 :-

(Amount in Rupees)

| Particulars | Specified Bank Notes(SBNs) | Other denomination | Total |
|---|---|---|---|
| Closing cash in hand as on 08.11.2016 | - | 50,000 | 50,000 |
| (+) Permitted receipts | | 94,000 | 94,000 |
| (-) Permitted payments | | - | - |
| (-) Amount deposited in Banks | - | - | - |
| Closing cash in hand as on 30.12.2016 | - | 144,000 | 144,000 |

For the purposes of this clause, the term 'Specified Bank Notes' shall have the same meaning provided in the notification of the Government of India, in the Ministry of Finance, Department of Economic Affairs number S.O. 3407(E), dated the 8th November, 2016.

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22 The Financial Statements were authorised for issue by the directors on 29th May, 2017.

AMIT DESAI & CO.
MUMBAI
Chartered Accountants

For and on behalf the Board of Directors

| | |
|---|---|
| (Farzana Mojgani) | (Manoj Jain) |
| Director | Director |
| DIN: 02225595 | DIN: 03102614 |

Mumbai: 29th May, 2017