

K Sera Sera Box Office Private Limited
Balance Sheet As At 31st March, 2017

(Amount in Rupees)

| Particulars | Note No | 31-Mar-17 | 31-Mar-16 |
|---------------------------------------|---------|--------------------|--------------------|
| I. EQUITY AND LIABILITIES | | | |
| (1) Shareholder's Funds | | | |
| (a) Share Capital | 3.1 | 300,000,000 | 300,000,000 |
| (b) Reserves and Surplus | 3.2 | (33,257,092) | (33,198,448) |
| (2) Current Liabilities | | | |
| (a) Short-Term Borrowings | 3.3 | 7,965,439 | 7,786,826 |
| (b) Trade Payables | 3.4 | 54,634 | 430,139 |
| (c) Other Current Liabilities | 3.5 | - | 2,500 |
| Total Equity & Liabilities | | 274,762,981 | 275,021,017 |
| II. ASSETS | | | |
| (1) Non-Current Assets | | | |
| (a) Fixed Assets | | | |
| Intangible Assets | 3.6 | 3,489,492 | 3,489,492 |
| Gross Block | | 3,489,492 | 3,489,492 |
| Depreciation | | - | - |
| Net Block | | 3,489,492 | 3,489,492 |
| (b) Non-current investments | 3.7 | 271,150,000 | 271,150,000 |
| (c) Long term loans and advances | 3.8 | 77,798 | 314,280 |
| (2) Current Assets | | | |
| (a) Trade receivables | 3.9 | 45,245 | 45,245 |
| (b) Cash and cash equivalents | 3.10 | 446 | 22,000 |
| (c) Other current assets | 3.11 | - | - |
| Total Assets | | 274,762,981 | 275,021,017 |

The accompanying notes are an integral part of the financial statements

This is the Balance Sheet referred to in our Report of even date.

FOR Agrawal Jain & Gupta
Chartered Accountants

For K Sera Sera Box Office Private Limited

SD/-
(CA Narayan Swami)
Partner
Membership No. : 409759
Firm Reg. No.: 013538C
Mumbai
Date: 30.05.2017

SD/-
Satish R. Panchariya
Director
DIN: 00042934

SD/-
Harsh Upadhyay
Director
DIN:72637

K Sera Sera Box Office Private Limited
Profit & Loss Statement for the year ended on 31st March, 2017

(Amount in Rupees)

| Particulars | Note No | 31-Mar-16 | 31-Mar-16 |
|--|---------|-----------------|------------------|
| Revenue from operations | | - | - |
| Other Income | | - | - |
| Total Revenue | | - | - |
| Expenses: | | | |
| Financial Costs | 3.12 | - | 500 |
| Depreciation and Amortization Expenses | 3.13 | - | 345,409 |
| Other Administrative Expenses | 3.14 | 58,644 | 72,428 |
| Total Expenses | | 58,644 | 418,337 |
| Profit before tax | | (58,644) | (418,337) |
| Tax expense: | | | |
| (1) Current tax | | - | - |
| (2) Deferred tax | | - | - |
| Profit/(Loss) for the period | | (58,644) | (418,337) |
| Earning per equity share: | | | |
| (1) Basic | | (0.00) | (0.01) |
| (2) Diluted | | (0.00) | (0.01) |

The accompanying notes are an integral part of the financial statements

As per our Report of even date attached

FOR Agrawal Jain & Gupta
Chartered Accountants

For K Sera Sera Box Office Private Limited

SD/-
(CA Narayan Swami)
Partner
Membership No. : 409759
Firm Reg. No.: 013538C
Mumbai
Date: 30.05.2017

SD/-
Satish R. Panchariya
Director
DIN: 00042934

SD/-
Harsh Upadhyay
Director
DIN:7263779

K Sera Sera Box office Private Limited
Cash Flow Statement for the year ended 31st March, 2017

(Amount in Rupees)

| Sr. No | Particulars | 31-Mar-17 | 31-Mar-16 |
|-----------|--|------------------|------------------|
| A. | CASH FLOW FROM OPERATING ACTIVITIES | | |
| | Net Profit Before Tax | (58,644) | (418,337) |
| | Adjustments For: | | |
| | Depreciation/Amortisation | - | 345,409 |
| | Provision For Income Tax | - | - |
| | Interest Cost | - | 500 |
| | | - | 345,909 |
| | Operating Cash Flow Before Changes In Working Capital | (58,644) | (72,428) |
| | Adjustments For: | | |
| | (Increase)/Decrease In Sundry Debtors | - | 10,889 |
| | (Increase)/Decrease In Loans And Advances | 236,482 | - |
| | Increase/(Decrease) In Current Liabilities And Provisions | (378,005) | 45,479 |
| | Net Changes In Working Capital | (200,167) | (16,060) |
| | Taxes Paid | - | - |
| | Extraordinary Items | - | - |
| | Cash Generated From/(Used In) Operations | (200,167) | (16,060) |
| B. | CASH FLOW FROM INVESTING ACTIVITIES | | |
| | Cash Generated /(Used In) From Investing Activities | - | - |
| C. | CASH FLOW FROM FINANCING ACTIVITIES | | |
| | Interest Paid | - | (500) |
| | Share Application Money Pending On Allotment | - | - |
| | Proceeds From Issue Of Equity Share Capital | | |
| | Proceeds From Borrowings | 178,613 | 16,560 |
| | Repayment Of Borrowings | | |
| | Cash Generated /(Used In) From Financing Activities | 178,613 | 16,060 |
| | Net Increase/(Decrease) In Cash And Cash Equivalents (A+B+C) | (21,554) | - |
| | Cash And Cash Equivalents At The Beginning Of The Year | 22,000 | 22,000 |
| | Cash And Cash Equivalents At The End Of The Year | 446 | 22,000 |
| | Note: | | |
| 1 | Cash and cash equivalents at the year end comprise: | | |
| | Cash On Hand | 446 | 22,000 |
| | Balance With Scheduled Banks In | | |
| | - Current Accounts | - | - |
| | - Deposit Accounts | - | - |
| | | 446 | 22,000 |
| 2 | The Cash Flow Statement Has Been Prepared Under Indirect Method As Set Out In Accounting Standard 3, 'Cash Flow Statement' Issued By The Institute Of Chartered Accountants Of India | | |

As per our report of even date attached

For Agrawal Jain and Gupta
Chartered Accountants
Firm Registration No. 013538C

For K Sera Sera Box Office Private Limited

SD/-
(CA Narayan Swami)
Partner
Membership No. : 409759
Mumbai
Date: 30.05.2017

SD/-
Satish R. Panchariya
Director
DIN: 00042934

SD/-
Harsh Upadhyay
Director
DIN:7263779

K Sera Sera Box office Private Limited
Note Forming Integral Part of the Balance Sheet as at 31st March, 2017

Note : 3.1 Share Capital

| Particulars | 31-Mar-17 | 31-Mar-16 |
|--|--------------------|--------------------|
| AUTHORIZED CAPITAL | | |
| 30,000,000 Equity Shares of Rs. 10/- each. | 300,000,000 | 300,000,000 |
| | 300,000,000 | 300,000,000 |
| ISSUED , SUBSCRIBED & PAID UP CAPITAL | | |
| To the Subscribers of the Memorandum | | |
| 310,000 Equity Shares of Rs. 10/- each, Fully Paid up Share capital allotment to K sera sera limited | 3,100,000 | 3,100,000 |
| 575,000 Equity Shares of Rs. 10/- each, Fully Paid up Share capital allotment to K.T. Afzal | 5,750,000 | 5,750,000 |
| 2,000,000 Equity Shares of Rs. 10/- each, Fully Paid up Share capital allotment to Asahi Infrastructure and Projects Limited | 20,000,000 | 20,000,000 |
| <u>Issued Shares other than cash</u> | | |
| 27,115,000 Equity Shares of Rs. 10/- each, Fully Paid up Share capital allotment to K sera sera limited | 271,150,000 | 271,150,000 |
| | 300,000,000 | 300,000,000 |

(a) Reconciliation of the shares outstanding at the beginning and at the end of the reporting year

| Particulars | 31 March 2017 | |
|--|-------------------|--------------------|
| | Nos. | Amount |
| Number of shares outstanding at the beginning of the year | 30,000,000 | 300,000,000 |
| Number of shares Outstanding at the end of the year | 30,000,000 | 300,000,000 |

(b) Terms/ rights attached to equity shares

The Company has only one class of equity shares having per value of ` 10/- per share. Each holder of equity shares having par value of ` 1/- per equity share is entitled to one vote per equity 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

| Name of the shareholder | 31 March 2017 | |
|---|---------------|------------------------|
| | Nos. | % holding in the class |
| AAAsahi Infrastructure and Projects Limited | 20,000,000 | 6.67% |
| KSS Limited | 274,250,000 | 91.42% |

As per records of the company, including its register of shareholders/ members and other declarations received from shareholders regarding beneficial interest, the above shareholding represents both legal and beneficial ownerships of shares.

Note : 3.2 Reserves & Surplus

| Particulars | 31-Mar-17 | 31-Mar-16 |
|--|--------------|--------------|
| Balance brought forward from previous year | (33,198,448) | (32,780,111) |
| Less: Tax on Regular Assessment Paid | - | - |
| Add: Profit for the period | (58,644) | (418,337) |

| | | |
|--|---------------------|---------------------|
| | (33,257,092) | (33,198,448) |
|--|---------------------|---------------------|

Note : 3.3 Short Term Borrowings

| Particulars | 31-Mar-17 | 31-Mar-16 |
|--|------------------|------------------|
| Loan Repayable on Demand | | |
| Interest free advance from related parties repayable on demand (unsecured) | 7,965,439 | 7,786,826 |
| | 7,965,439 | 7,786,826 |

Note : 3.4 Trades Payables

| Particulars | 31-Mar-17 | 31-Mar-16 |
|-----------------------------------|---------------|----------------|
| Sundry Creditors | 28,750 | 184,627 |
| Sundry Creditors-More than 1 year | 25,884 | 245,512 |
| | 54,634 | 430,139 |

Note : 3.5 Other Current Liabilities

| Particulars | 31-Mar-17 | 31-Mar-16 |
|-------------------|-----------|--------------|
| Statutory Payable | - | 2,500 |
| | - | 2,500 |

Note :3.7 Non Current Investment

| Particulars | 31-Mar-17 | 31-Mar-16 |
|--|--------------------|--------------------|
| Investment in Equity Instrument-Unquoted | 271,150,000 | 271,150,000 |
| | 271,150,000 | 271,150,000 |

Current investments are carried in the financial statements at cost and Long-term investments are also carried at cost. However, provision for diminution in value is not recognize other than temporary in the value of the investments. On disposal of an investment, the difference between its carrying amount and net disposal proceeds is charged or credited to the statement of profit and loss.

Note : 3.8 Long Term Loans and Advances

| Particulars | 31-Mar-17 | 31-Mar-16 |
|---------------------------------|---------------|----------------|
| Security Deposit | | |
| a) Secured, Considered Good : | | |
| Other Deposit | 14,280 | 14,280 |
| b) Unsecured, Considered Good : | - | - |
| c) Doubtful | 63,518 | 300,000 |
| | 77,798 | 314,280 |

Note : 3.9 Trade Recievables

| Particulars | 31-Mar-17 | 31-Mar-16 |
|--|---------------|---------------|
| Sundry Debtors-Doubtful More than 6 Months | 45,245 | 45,245 |
| | 45,245 | 45,245 |

Note : 3.10 Cash & Cash Equivalent

| Particulars | 31-Mar-17 | 31-Mar-16 |
|---|------------|---------------|
| Cash-in-Hand | | |
| Cash Balance | - | 21,554 |
| Petty Cash Balance | 446 | 446 |
| Sub Total (A) | 446 | 22,000 |
| Bank Balance | | |
| In current accounts with bank In India with Noted banks | - | - |
| Sub Total (B) | - | - |
| | 446 | 22,000 |

Note : 3.11 Other Current assets

| Particulars | 31-Mar-17 | 31-Mar-16 |
|--------------------------------|-----------|-----------|
| Miscellaneous expenditure | - | 345,409 |
| Add: Expenses During the year | - | - |
| Less: Misc. Expenses w/off | - | 345,409 |
| Less: Transfer to expenses a/c | - | - |
| | - | - |

(Misc. expenses are written off over a period of 5 years)

Note : 3.12 Financial Cost

| Particulars | 31-Mar-17 | 31-Mar-16 |
|--------------|-----------|------------|
| Bank Charges | - | 500 |
| | - | 500 |

Note : 3.13 Depreciation & Amortization Expenses

| Particulars | 31-Mar-17 | 31-Mar-16 |
|--------------------------|-----------|----------------|
| Preliminary Expenses W/O | - | 345,409 |
| | - | 345,409 |

Note : 3.14 Other Administrative Expenses

| Particulars | 31-Mar-17 | 31-Mar-16 |
|---------------------------|---------------|---------------|
| Audit Fees | 28,750 | 28,625 |
| Filing Fees | 3,600 | 8,500 |
| Legal Expenses | 2,040 | - |
| Membership & Subscription | - | 1,560 |
| Profession Tax Company | 2,500 | - |
| Professional Fees | - | 22,854 |
| Other Expenses | 21,754 | 10,889 |
| | 58,644 | 72,428 |

K Sera Sera Box Office Private Limited
Notes Forming Integral Part of the Balance Sheet as at 31st March, 2017

Note: 3.6 Fixed Asset

| Sr. No | Particulars | Rate | Gross block | | | Depreciation/amortization | | | | Net block | | |
|--------|------------------------------|------|------------------------|-------------|------------|---------------------------|------------------------|----------------|--------------------------|-------------------------|-------------------------|------------------------|
| | | | As at April 1, 2016 | Adjustments | | As at March 31, 2017 | As at April 1, 2016 | For the period | Deletion/ Adjustments | As at March 31, 2017 | As at March 31, 2017 | As at April 1, 2016 |
| | | | | Additions | Deductions | | | | | | | |
| II | Intangible Assets | | | | | | | | | | | |
| 1 | Patent /Copyright other IPRs | | | | | | | | | | | |
| | IPRs 332 Mumbai to India | | 1,409,366 | - | - | 1,409,366 | - | - | - | - | 1,409,366 | 1,409,366 |
| | IPRs - LKLG | | 2,080,126 | - | - | 2,080,126 | - | - | - | - | 2,080,126 | 2,080,126 |
| | Total | | 3,489,492 | - | - | 3,489,492 | - | - | - | - | 3,489,492 | 3,489,492 |
| | (Previous Year) | | 3,489,492 | - | - | 3,489,492 | - | - | - | - | 3,489,492 | 3,489,492 |

K SERA SERA BOX OFFICE PRIVATE LIMITED

Notes forming part of accounts for the year ended March 31, 2017

1. Summary of significant accounting policies

a. Basis of preparation of financial statements

The financial statements of the company have been prepared under historical cost convention on the accrual basis of accounting, are in accordance with the applicable requirements of the Companies Act 2013 and comply in all material aspects with the accounting principles generally accepted in under Section 133 of the Companies Act, 2013, read together with paragraph 7 of the Companies (Accounts) Rules, 2014.

The accounting policies have been consistently applied unless otherwise stated. All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in the Schedule III to the Act. The Company considers 12 months to be its normal operating cycle.

b. Use of estimates

The preparation of financial statements in conformity with Indian GAAP requires the management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and the disclosure of contingent liabilities, at the end of the reporting period. Although these estimates are based on the management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets or liabilities in future periods

c. Fixed assets

Tangible assets

Fixed assets are stated at cost net of accumulated depreciation and accumulated impairment losses, if any. The cost comprises purchase price, borrowing costs if capitalization criteria are met and directly attributable cost of bringing the asset to its working condition for the intended use. Any trade discounts and rebates are deducted in arriving at the purchase price.

Subsequent expenditure related to an item of fixed asset is added to its book value only if it increases the future benefits from the existing asset beyond its previously assessed standard of performance. All other expenses on existing fixed assets, including day-to-day repair and maintenance expenditure and cost of replacing parts, are charged to the statement of profit and loss for the period during which such expenses are incurred.

d. Depreciation/amortization

Tangible assets

Depreciation on fixed assets is calculated on a written down value method at based on the useful lives estimated by the management, or those prescribed under the Schedule II of the Companies Act, 2013.

Intangible assets

Intangible assets acquired separately are measured on initial recognition at cost. Following initial recognition, intangible assets are carried at cost less accumulated amortization and accumulated impairment losses, if any. Internally generated intangible assets, excluding capitalized

development costs, are not capitalized and expenditure is reflected in the statement of profit and loss in the year in which the expenditure is incurred.

The Company recognizes / creates rights in motion pictures as intangible asset in the form of Intellectual Property Rights (IPR's). The same is in consideration of the future economic benefits and availability of the aforesaid rights for re-distribution after the expiry of initial period of distribution agreement. The recognition / creation of IPR's are made at a fixed proportion of the production cost depending on the date of release of the motion picture on the following basis:

- i. At 30% of the production cost of the motion picture in case the picture is released within 90 days before the year end.
- ii. At 10% of the production cost of the motion picture in case the picture is released more than 90 days before the year end.

Intangible assets are amortized on a straight line basis over the estimated useful economic life. The company uses a rebuttable presumption that the useful life of an intangible asset will not exceed ten years from the date when the asset is available for use. If the persuasive evidence exists to the affect that useful life of an intangible asset exceeds ten years, the company amortizes the intangible asset over the best estimate of its useful life. Such intangible assets and intangible assets not yet available for use are tested for impairment annually, either individually or at the cash-generating unit level. All other intangible assets are assessed for impairment whenever there is an indication that the intangible asset may be impaired.

The amortization period and the amortization method are reviewed at least at each financial year end. If the expected useful life of the asset is significantly different from previous estimates, the amortization period is changed accordingly. If there has been a significant change in the expected pattern of economic benefits from the asset, the amortization method is changed to reflect the changed pattern. Such changes are accounted for in accordance with AS 5 Net Profit or Loss for the Period, Prior Period Items and Changes in Accounting Policies.

Gains or losses arising from de recognition of an intangible asset are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in the statement of profit and loss when the asset is derecognized.

Research and development costs

Research costs are expensed as incurred. Development expenditure incurred on an individual project is recognized as an intangible asset when the company can demonstrate all the following:

1. The technical feasibility of completing the intangible asset so that it will be available for use or sale
2. Its intention to complete the asset
3. Its ability to use or sell the asset
4. How the asset will generate future economic benefits
5. The availability of adequate resources to complete the development and to use or sell the asset
6. The ability to measure reliably the expenditure attributable to the intangible asset during development.

Following the initial recognition of the development expenditure as an asset, the cost model is applied requiring the asset to be carried at cost less any accumulated amortization and accumulated impairment losses. Amortization of the asset begins when development is complete and the asset is available for use. It is amortized on a straight line basis over the period of expected future benefit from the related project, i.e., the estimated useful life of ten years. Amortization is recognized in the statement of profit and loss. During the period of development, the asset is tested for impairment annually.

A summary of depreciation/ amortization policies applied to the company's intangible assets is as below:

The amortization of motion picture rights is made taking into consideration the following factors:

The date of release/ sale of the respective motion picture as referred above and the tenure of the distribution agreement. Based on above, the amortization of Intellectual Property Rights is carried out on the following basis:

| Particulars | Picture is released within 90 days before the year end | Picture is released more than 90 days before the year end |
|--|--|---|
| In the immediately succeeding year of release/sale * | 2/3 rd | - |
| Over the balance period of distribution agreement* | 1/3 rd | 1/3 rd |
| *The above amortization of Intellectual Property rights is subject to the management estimate of future revenue potential. | | |

e. Borrowing costs

Borrowing cost includes interest, amortization of ancillary costs incurred in connection with the arrangement of borrowings and exchange differences arising from foreign currency borrowings to the extent they are regarded as an adjustment to the interest cost.

Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalized as part of the cost of the respective asset. All other borrowing costs are expensed in the period they occur.

f. Impairment of assets

The Company assesses at each reporting date whether there is an indication that an asset may be impaired. If any indication exists, or when annual impairment testing for an asset is required, 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) net selling price and its value in use. The recoverable amount is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or 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 a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. In determining net selling price, recent market transactions are taken into account, if available. If no such transactions can be identified, an appropriate valuation model is used.

g. Investments

Investments are classified as current investments and long-term investments as per information and explanation given by the management.

On initial recognition, all investments are measured at cost. The cost comprises purchase price and directly attributable acquisition charges such as brokerage, fees and duties.

Current investments are carried in the financial statements at cost or FMV whichever is lower and Long-term investments are carried at cost. However, provision for diminution in value is not recognizing other than temporary in the value of the investments. On disposal of an investment, the difference between its carrying amount and net disposal proceeds is charged or credited to the statement of profit and loss.

h. Revenue recognition

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the company and the revenue can be reliably measured. The following specific recognition criteria must also be met before revenue is recognized:

i. Interest

Interest income is recognized on a time proportion basis taking into account the amount outstanding and the applicable interest rate. Interest income is included under the head "other income" in the statement of profit and loss.

j. Inventories

Company is not having any inventories.

k. Accounting for taxes on income

Current Tax

Tax expense comprises of current and deferred taxes. Current income tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income Tax Act, 1961 enacted in India. Deferred income taxes reflects the impact of current year timing differences between taxable income and accounting income for the year and reversal of timing differences of earlier years. Deferred tax is measured based on the tax rates and the tax laws enacted or substantively enacted at the balance sheet date.

Deferred Tax

Deferred tax assets and liabilities are recognized for the future tax consequences attributable to timing differences that result between the profits offered for income taxes and the profits as per the financial statements. Deferred tax assets and liabilities are measured using the tax rates and the tax laws that have been enacted or substantively enacted at the balance sheet date. The effect of a change in tax rates on deferred tax assets and liabilities is recognized in the period that includes the enactment date.

Deferred tax assets are recognized only to the extent there is reasonable certainty that the assets can be realized in the future, however, where there is unabsorbed depreciation or carried forward loss under taxation laws, deferred tax assets are recognized only if there is virtual certainty, supported by convincing evidence of recognition of such assets. Deferred tax assets are reassessed for the appropriateness of their respective carrying values at each balance sheet date.

l. Retirement benefits

Company doesn't have any employee who has completed 5 year of continues services for provision for gratuity and other benefits. And Contributions payable by the Company to the concerned government authorities in respect of provident fund, family pension fund and employee state insurance are charged to the profit and loss account if any.

m. Foreign currency transactions

i. Foreign currency transactions are recorded at exchange rates prevailing on the date of respective transactions.

ii. Current assets and current liabilities in foreign currencies existing at balance sheet date are translated at year-end rates.

n. Provision

A provision is recognized when the company has a present obligation as a result of 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. Provisions are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the reporting date. These estimates are reviewed at each reporting date and adjusted to reflect the current best estimates.

Where the company expects some or all of a provision to be reimbursed, for example under an insurance contract, the reimbursement is recognized as a separate asset but only when the reimbursement is virtually certain. The expense relating to any provision is presented in the statement of profit and loss net of any reimbursement.

o. Cash and cash equivalents

Cash and cash equivalents for the purposes of cash flow statement comprise cash at bank and in hand and short-term investments with an original maturity of three months or less.

p. Measurement of EBITDA

As permitted by the Guidance Note on the Revised Schedule VI to the Companies Act, 1956, the company has elected to present earnings before interest, tax, depreciation and amortization (EBITDA) as a separate line item on the face of the statement of profit and loss. The company measures EBITDA on the basis of profit/ (loss) from continuing operations. In its measurement, the company does not include depreciation and amortization expense, finance costs and tax expenses.

q. Contingent liabilities

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the company or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognized because it cannot be measured reliably. The company doesn't have any contingent liability.

r. Preliminary Expenses

Preliminary expenses, if any, will be written off over a period of Five years.

3.15 Earnings per share

(Amount in Rupees)

| Particulars | March 31, 2017 | March 31, 2016 |
|---|-----------------------|-----------------------|
| Net profit / (loss) after tax for the year | (58,644) | (4,18,337) |
| Weighted equity shares outstanding as at the year end | 30,000,000 | 30,000,000 |
| Nominal value per share (Rs.) | 10 | 10 |
| Earnings per share(Weighted Average) | | |
| – Basic | (0.00) | (0.01) |
| – Diluted | (0.00) | (0.01) |

3.16 Related Party Disclosures

Related parties are classified as:

| Sr. No. | Company: |
|---------|------------------------------|
| 1. | K Sera Sera Miniplex Limited |
| 2. | K Sera Sera Ltd. |

| Particulars | March 31, 2017 | March 31, 2016 |
|---|----------------|----------------|
| <u>Opening Balance</u> | | |
| K Sera Sera Miniplex Limited | 44,505 | 36,005 |
| KSS Limited | 77,42,321 | 77,34,261 |
| | | |
| <u>Advances/ loan repayment paid</u> | | |
| K Sera Sera Miniplex Limited | - | 8,500 |
| KSS Limited | 2,23,118 | 8,060 |
| | | |
| <u>Advances/ loan repayment received</u> | | |
| K Sera Sera Miniplex Limited | 44,505 | - |
| KSS Limited | - | - |
| | | |
| <u>Closing Balance</u> | | |
| K Sera Sera Miniplex Limited | - | 44,505 |
| KSS Limited | 79,65,439 | 77,42,321 |

3.17 Auditor's remuneration [including service tax]

(Amount in Rupees)

| Particulars | March 31, 2017 | March 31, 2016 |
|----------------------|----------------|----------------|
| Statutory Audit Fees | 28,750 | 28,625 |
| Total | 28,750 | 28,625 |

3.18 The Company did not have any transactions with Small Scale Industrial ('SME's') Undertakings during the year ended March 31, 2017 and hence there are no amounts due to such undertakings. The identification of SME's undertakings is based on the management's knowledge of their status.

The Company has not received any information from "suppliers" regarding their status under the Micro, Small and Medium Enterprises Development Act, 2006 and hence disclosures, if any, relating to amount unpaid as at the year end together with interest paid / payable as required under the said Act have not been furnished.

3.19 Balances in respect of sundry debtors, sundry creditors and loans and advances. If any are taken as shown by books of accounts and are subject to confirmation and consequent adjustments and reconciliations, if any.

3.20 Disclosure on Specified Bank Notes (SBNs)

During the year, the Company had specified bank notes (SBNs) and other denomination notes as defined in the MCA notification G.S.R. 308(E) dated 31st March, 2017, on the details of Specified Bank Notes (SBNs) held and transacted during the period from 8th November, 2016 to 30th December, 2016, the denomination wise SBNs and other notes as per the notification is given below:

(Amount in Rupees)

| Particular | Specified Bank notes (SBNs) | Other denomination notes | Total |
|--|------------------------------------|---------------------------------|--------------|
| Closing cash in hand as on 8 th November, 2016 | - | 446 | 446 |
| Add: Permitted receipts | - | - | - |
| Less: Permitted Payments | - | - | - |
| Less: Amount deposited in banks | - | - | - |
| Closing Cash in hand as on 30 th December, 2016 | - | 446 | 446 |

For and on behalf of directors

For Agrawal Jain & Gupta
Chartered Accountants
FRN - 013538C

Sd/-

Sd/-

Sd/-

Satish R. Panchariya **Harsh Upadhyay**
Director Director
DIN: 00042934 DIN: 7263779

CA Narayan Swami
Partner
M. No - 409759

Place: Mumbai

Date: 30.05.2017