

# **PLEXIGO ENTERTAINMENT PRIVATE LIMITED**

Valuable Techno Park, Plot No. 53/1,  
Road No. 7, MIDC, Andheri (East)  
Mumbai - 400093

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## **AUDITED STANDALONE FINANCIAL STATEMENTS**

**FOR**

**FINANCIAL YEAR 2020-21**

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### **M/s. Shetty Naik & Associates Chartered Accountants**

31, Madhuban Industrial Estate, Plot No. 30,  
Off Mahakali Caves Road, Near Paper Box Industry,  
Andheri East, Mumbai -400093.

**Branch / Associate Office:**

- 221, Bake House, Maharashtra Chamber of  
Commerce Lane, Fort, Mumbai – 400023.
- F-15, K.D. Commercial Building, Nr.  
Station Road, Kutch, Bhuj, Gujarat –  
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**INDEPENDENT AUDITOR'S REPORT**

To the Members of **Plexigo Entertainment Private Limited**

**Report on the Audit of the Standalone Financial Statements**

**Opinion**

We have audited the standalone financial statements of PLEXIGO ENTERTAINMENT PRIVATE LIMITED ("the Company"), which comprises of the balance sheet as at 31st March 2021, and the statement of Profit and Loss (including other Comprehensive Income), the cash flow statement and the Statement of Changes in Equity for the year then ended on that date, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 ("the Act"), in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India,

- a) In the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2021,
- b) In the case of the Statement of Profit and Loss, of the Profit of the Company including other comprehensive income, for the year ended on that date, and
- c) In the case of Cash Flow Statement, of the cash flows and changes in equity for the year ended on that date.

**Basis for Opinion**

We have conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the standalone Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the independence requirements that are relevant to our audit of the standalone financial statements under the





provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the standalone financial statements.

#### **Responsibility of Management for the IND AS Financial Statements**

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance, total comprehensive income, changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the accounting standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Ind As financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Ind As financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are responsible for overseeing the company's financial reporting process.

#### **Auditor's Responsibilities for the Audit of the IND AS Financial Statements**

Our objectives are to obtain reasonable assurance about whether the standalone financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are





considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these standalone financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.







We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

**Other Matters:**

**Effects of COVID 19 -**

The management does not foresee the need for any adjustment on account of COVID 19 in the financial statements as on March 31st 2021, as it does not significantly impact the current financial year as the company is into the business of Digital Platforms which is not adversely affected by Covid.

Since the situation is constantly evolving, as informed, the management is closely monitoring the situation and the overall effect of these events on the company and its operations. The management of the Company has carried out an assessment of the appropriateness of going concern and other related aspects, and as on the date of approval of these financial results, it believes that there is no significant impact.

Our opinion is not modified in respect of this matter.

**Report on Other Legal and Regulatory Requirements**

1. As required by the Companies (Auditor's Report) Order 2016 issued by the department of Companies Affairs in terms of sub-section (11) of section 143 of the Act, we give in "**Annexure A**" a statement on the matter specified in paragraphs 3 and 4 of the order.
2. As required by Section 143(3) of the Act, we report that:
  - (i) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
  - (ii) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books and proper returns adequate for the purpose of our audit have been received from the branches not visited by us.

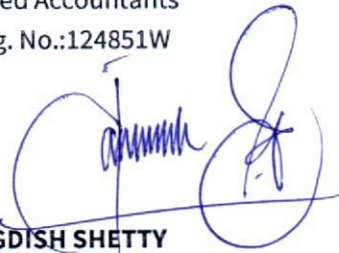


- (iii) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the relevant books of account.
- (iv) In our opinion, the aforesaid Ind AS financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014, Companies (Indian Accounting Standards) Rules, 2015, as amended;
- (v) On the basis of the written representations received from the directors as on 31st March, 2021 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2021 from being appointed as a director in terms of Section 164(2) of the Act.
- (vi) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, reporting on Internal Financial Control is exempt to certain private companies vide MCA notification G.S.R. 583(E) dated 13<sup>th</sup> June, 2017.
- (vii) 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:
- The company does not have any pending litigations which would impact its financial position.
  - The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
  - There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For **SHETTY NAIK & ASSOCIATES**

Chartered Accountants

ICAI Reg. No.:124851W



**CA. JAGDISH SHETTY**

Partner

Membership No: 111936

Place: Mumbai

Dated: May 21, 2021

UDIN: 2111936AAAA HW 8634







**ANNEXURE 'A' TO THE INDEPENDENT AUDITORS' REPORT**

**(Referred to in paragraph 1 under the heading 'Report on Other Legal and Regulatory Requirements' of our report of even date)**

1. (a) According to information and explanations given to us, the Company is maintaining proper records showing full particulars, including quantitative details and situation of fixed asset.  
  
(b) The company has a regular programme of physical verification of its fixed assets by which fixed assets are verified in phased manner. In accordance with this programme, certain fixed assets were verified during the year and no material discrepancies were noticed on such verification. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the company and the nature of its assets.  
  
(c) According to information and explanations given to us, and on the basis of our examination of the records of the Company, the company does not own any immovable property and hence the said sub-clause is not applicable in its case.
2. The company is primarily involved in the technology support services. Accordingly, the company does not hold any physical inventories. Thus, the paragraph 3(ii) of the order is not applicable.
3. According to information and explanations given to us, the Company has not granted any loan, secured or unsecured to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under Section 189 of the Act. Accordingly, the provisions of clause 3(iii) of the Order are not applicable to the Company during the year.
4. According to information and explanations given to us, the Company has not granted unsecured loans covered under the provisions of 186 of the Act exceeding the limits prescribed under Sec. 186(2).



5. According to the information and explanations given to us, the Company has not accepted any deposits within the meaning of Sections 73 to 76 of the Act and the rules framed there under during the year.
6. According to the information and explanations given to us, the requirement for maintenance of cost records specified by the Central Government under Section 148(1) of the Act is not applicable to the Company during the year.
7. (a) According to the information and explanation given to us, the Company has been generally regular in depositing the undisputed statutory dues including income tax, sales tax, service tax, value added tax, cess and other material statutory dues as applicable to the appropriate authorities. No undisputed amounts payable in respect of aforesaid statutory dues were outstanding as on the last day of the financial year for a period of more than six months from the date they became payable.  
  
(b) According to the information and explanations given to us, there are no dues of income tax, sales tax, service tax and value added tax which have not been deposited on account of any dispute.
8. Based on the audit procedures and on the information and explanation given by the management, we are of the opinion that the company has no loans or borrowings from the banks. Accordingly, the provisions of clause 3(viii) of the Order are not applicable to the Company during the year.
9. According to the information and explanations given to us, the Company has not raised moneys by way of public offer (including debt instruments) during the year. From the examination of books and related records, we are of the opinion that the term loans have been applied for the purpose for which the term loan has been obtained by the company.
10. According to the information and explanation given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.
11. According to the information and explanation given to us, the Company has not paid any managerial remuneration to its directors, including managing director and whole-time director and its manager. Accordingly, the provisions of clause 3(xi) of the Order are not







applicable to the Company.

12. The Company is not a Nidhi Company. Accordingly, the provisions of clause 3(xii) of the Order are not applicable to the Company.
13. The provisions of Section 177 of the Act relating to Audit Committee are not applicable to the Company during the year. According to the information and explanations given to us and based on our examination of the records of the Company, the transactions with related parties are in compliance with Section 188 of the Act, wherever applicable and the details have been disclosed in the financial statements as required by the applicable accounting standards.
14. According to the information and explanations given to us, the Company has not made preferential allotment or private placement of shares or fully or partly convertible debentures during the year.
15. According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into any non-cash transactions with directors or persons connected with them during the year. Accordingly, the provisions of clause 3(xv) of the Order are not applicable.
16. According to the information and explanations given to us, the Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934.

**For SHETTY NAIK & ASSOCIATES**

**Chartered Accountants**

ICAI Reg. No.:124851W

**CA. JAGDISH SHETTY**

**Partner**

Membership No: 111936

Date: May 21, 2021





# Plexigo Entertainment Private Limited

Balance Sheet as at 31st March, 2021

(Amount in Rs.)

Particulars	Notes	As at 31st Mar, 2021
<b>I. ASSETS</b>		
<b>Non-Current Assets</b>		
Property, Plant and Equipment	2	85,661
Intangible Assets	2	59,42,511
<b>Financial Assets:</b>		
Other Non Current Assets		-
<b>Total Non-current Assets (A)</b>		<b>60,28,172</b>
<b>Current Assets</b>		
Inventories		-
<b>Financial Assets:</b>		
Investments		-
Trade receivables	3	18,429
Cash and cash equivalents	4	32,19,113
Other Current Assets	5	17,80,665
<b>Total Current Assets (B)</b>		<b>50,18,206</b>
<b>Total Assets (A + B)</b>		<b>1,10,46,378</b>
<b>II. EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
Share Capital	6	51,00,000
Reserves and Surplus (Other Equity)	7	(78,40,041)
<b>Total Equity (A)</b>		<b>(27,40,041)</b>
<b>Liabilities</b>		
<b>Non Current Liabilities</b>		
Financial Liabilities		
Borrowings	8	98,58,853
Other Non-Current Liabilities		-
<b>Total Non-Current Liabilities (B)</b>		<b>98,58,853</b>
<b>Current Liabilities</b>		
<b>Financial Liabilities:</b>		
Trade Payables	9	3,32,715
Deferred Tax Liabilities	10	1,01,153
Short-Term Provisions	11	30,34,937
Other Current Liabilities	12	4,58,761
<b>Total Current Liabilities (C)</b>		<b>39,27,566</b>
<b>Total Equity and Liabilities(A+B+C)</b>		<b>1,10,46,378</b>

Significant accounting policies and Notes on Financial Statements  
Notes referred to above form an integral part of Financial Statements

1

For Shetty Naik & Associates  
Chartered Accountants  
ICAI Firm Registration No. 124851W

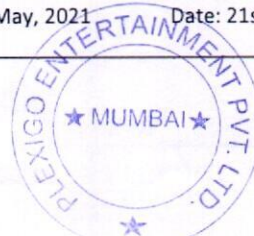
For and on behalf of Board of Directors of  
Plexigo Entertainment Private Limited  
CIN: U92419MH2020PTC343580

Jagdish Shetty  
Partner  
Membership No. 111936  
Place: Mumbai  
Date: 21st May, 2021



Sushil Agrawal  
Director  
DIN No. 00003163  
Place: Mumbai  
Date: 21st May, 2021

Vishnu V Patel  
Director  
DIN No. 01029694  
Place: Mumbai  
Date: 21st May, 2021







**Plexigo Entertainment Private Limited**  
**Statement of Profit & Loss for the Year Ended 31st March, 2021**

Particulars	Notes	Audited Year Ended 31st Mar, 2021
<b>Revenue:</b>		
Revenue from operations	13	1,22,449
Other Income		-
<b>Total Revenue (I)</b>		<b>1,22,449</b>
<b>Expenses:</b>		
Operating Direct Costs	14	62,34,726
Employee Benefit Expense		-
Other Expenses	15	11,63,236
<b>Total Expenses (II)</b>		<b>73,97,962</b>
<b>Earnings before Interest, Tax, Depreciation and Amortization (EBITDA) (I - II)</b>		<b>(72,75,513)</b>
Depreciation and Amortization Expense	2	1,90,904
Finance Cost	16	21,362
Finance Income		-
<b>Profit Before Tax</b>		<b>(74,87,779)</b>
<b>Tax Expense:</b>		
Current Tax - Pertaining to profit for C.Y.		-
Tax Expenses relating to prior years		-
Deferred tax		1,01,153
<b>Total Tax Expense (VI)</b>		<b>1,01,153</b>
<b>Profit/(Loss) for the year (V - VI)</b>		<b>(75,88,932)</b>
<b>Other Comprehensive Income (OCI)</b>		
A) OCI not to be reclassified to profit or loss in subsequent period		
B) Re-measurement gains /(losses) on defined benefit plans (net of tax impact)		-
<b>Other Comprehensive Income (OCI)</b>		<b>-</b>
<b>Total Comprehensive Income for the year</b>		<b>(75,88,932)</b>
<b>Earnings per equity share (Face Value of Rs. 10 each)</b>		
Basic		(36.63)
Diluted		(36.63)

Significant accounting policies and Notes on financial statements  
Notes referred to above form an integral part of financial statements

For Shetty Naik & Associates  
Chartered Accountants  
ICAI Firm Registration No. 124851W

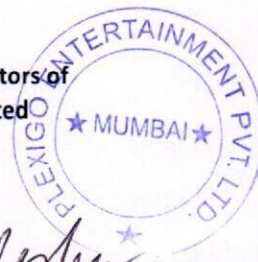
Jagdish Shetty  
Partner  
Membership No. 111936  
Place: Mumbai  
Date: 21st May, 2021



For and on behalf of Board of Directors of  
Plexigo Entertainment Private Limited  
CIN: U92419MH2020PTC343580

Sushil Agrawal  
Director  
DIN No.00003163  
Place: Mumbai  
Date: 21st May, 2021

Vishnu V Patel  
Director  
DIN No.01029694  
Place: Mumbai  
Date: 21st May, 2021







**Plexigo Entertainment Private Limited**  
**Cash Flow Statement for the Year Ended 31st March, 2021**

(Amount in Rupees)

Particulars	For the year ended 31st March, 2021
<b>A CASH FLOW FROM OPERATING ACTIVITIES</b>	
Profit Before Tax	(74,87,779)
Adjustment to reconcile profit before tax to net cash flows	
Depreciation and amortization expense	1,90,904
Preliminary Expenses Write off	1,90,904
<b>Operating Profit before Working Capital Changes</b>	<b>(72,96,875)</b>
<b>Movements in working capital :</b>	
Increase / (decrease) in trade payables	3,32,715
Increase / (decrease) in other current liabilities	4,58,761
Increase / (decrease) in short-term provisions	30,34,937
Decrease / (increase) in trade receivables	(18,429)
Decrease / (increase) in other current assets	(17,80,665)
Decrease / (increase) in other non current financial asset	20,27,319
<b>Cash generated from operations</b>	<b>(52,69,556)</b>
Direct taxes paid (net of refunds)	-
<b>Net Cash Flow from Operating Activities</b>	<b>(52,69,556)</b>
<b>B CASH FLOW FROM INVESTING ACTIVITIES</b>	
Purchase of fixed assets, including capital work in progress and capital advances & right to use	(62,19,076)
<b>Net Cash used in Investing activities</b>	<b>(62,19,076)</b>
<b>C CASH FLOW FROM FINANCING ACTIVITIES</b>	
Proceeds from Share capital	51,00,000
Transaction Cost on Issue of Equity Shares	(71,745)
Proceeds from long-term borrowings	98,58,853
Unamortised Share Issue Expenses	(1,79,364)
<b>Net Cash used in Financing activities</b>	<b>1,47,07,744</b>
Net increase in cash & Cash Equivalents	32,19,113
Exchange difference on translation of foreign currency Cash & Cash equivalents	
<b>Cash and Cash equivalents at the beginning of the year</b>	<b>-</b>
<b>Cash and Cash equivalents at the end of the year</b>	<b>32,19,113</b>
<b>Components of cash and cash equivalents</b>	
Cash on hand	
<b>Balance with banks:</b>	
- on Current accounts	32,19,113
<b>Total Cash and Cash Equivalents (Note 4)</b>	<b>32,19,113</b>

**Notes to Cash Flow Statement**

- Components of Cash and Cash Equivalents include cash and bank balances in current account
- The Cash Flow Statement has been prepared in accordance with the requirements of Indian Accounting Standard "Ind AS-7 Cash Flow Statement".

For Shetty Naik & Associates  
Chartered Accountants  
ICAI Firm Registration No. 124851W

Jagdish Shetty  
Partner  
Membership No. 111936  
Place: Mumbai  
Date: 21st May, 2021



For and on behalf of Board of Directors of  
Plexigo Entertainment Private Limited  
CIN: U92419MH2020PTC343580

Sushil Agrawal  
Director  
DIN No.00003163  
Place: Mumbai  
Date: 21st May, 2021

Vishnu V Patel  
Director  
DIN No.01029694  
Place: Mumbai  
Date: 21st May, 2021





**Plexigo Entertainment Private Limited**  
**Statement of Change in Equity as at 31st March 2021**

Particulars	Equity Share Capital	Other Equity				Total equity attributable to equity holders of the Company
		Reserves & Surplus			OCI	
		Retained Earnings	Unamortised Share Issue Expenses	Transaction Cost on issue of Shares		
Balance as on April 1, 2020	-	-	-	-	-	-
Shares issued & subscribed during the year	51,00,000	-	-	(71,745)	-	50,28,255
During the year	-	-	(1,79,364)	-	-	(1,79,364)
Profit for the year	-	(75,88,932)	-	-	-	(75,88,932)
Other Comprehensive Income	-	-	-	-	-	-
Balance as on March 31, 2021	51,00,000	(75,88,932)	(1,79,364)	(71,745)	-	(27,40,041)

For Shetty Naik & Associates  
Chartered Accountants  
ICAI Firm Registration No. 124851W

Jagdish Shetty  
Partner  
Membership No. 111936  
Place: Mumbai  
Date: 21st May, 2021



For and on behalf of Board of Directors of  
Plexigo Entertainment Private Limited  
CIN: U92419MH2020PTC343580

Sushil Agrawal  
Director  
DIN No.00003163  
Place: Mumbai  
Date: 21st May, 2021



Vishnu V Patel  
Director  
DIN No.01029694  
Place: Mumbai  
Date: 21st May, 2021

*(Signature)*

**Plexigo Entertainment Pvt Ltd****(Erstwhile known as SAPJ Media & Entertainment Pvt. Ltd.)****CIN: U74999MH2017PTC300940****Notes to Financial Statements as at and for the year ended 31st March 2021**

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**1 Corporate Information**

Plexigo Entertainment Private Limited (earlier known as SAPJ Media & Entertainment Private Limited) is a private company domiciled in India newly incorporated on 10<sup>th</sup> August 2020 under the provisions of the Companies Act. On 30<sup>th</sup> September 2020 name of the company has been changed to Plexigo Entertainment Private Limited (the Company). The Company is into the business of technology support services in relation to digital entertainment, Pay-Per View Movies and Live Events Streaming and OTT Discovery for Movies and web services, Video on-demand streaming Service, recommendation service and guide. The Company is subsidiary of UFO Moviez India Limited. The registered office of the Company is located at Valuable Techno Park, 3rd Floor, Plot No. 53/1, Road No. 7, MIDC, Andheri (East), Mumbai MH 400093.

**2 Significant Accounting Policies****2.1 Going Concern:**

The financial statements are prepared on going concern basis.

**2.2 Basis of preparation**

These financial statements of the Company have been prepared in accordance with the accounting principles generally accepted in India including Indian Accounting Standards (Ind AS) to comply with Section 133 of the Companies Act, 2013 ("the 2013 Act") read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 as amended and relevant provisions of The Companies Act, 2013.

Accordingly, the Company has prepared these Financial Statements which comprise the Balance Sheet as at 31 March, 2021, the Statement of Profit and Loss for the year ended 31 March 2021, the Statement of Cash Flows for the year ended 31 March 2021 and the Statement of Changes in Equity for the year ended as on that date, and accounting policies and other explanatory information (together hereinafter referred to as 'financial statements').

The Financial Statements (FS) were authorized for issue in accordance with a resolution of the Directors on 21<sup>st</sup> May, 2021.

**Current versus Non-Current classification**

The company presents assets and liabilities in the balance sheet based on current/ non-current classification. An asset is treated as current when it is:

- Expected to be realized in normal operating cycle or within twelve month after the reporting period or





**Plexigo Entertainment Pvt Ltd**

**(Erstwhile known as SAPJ Media & Entertainment Pvt. Ltd.)**

**CIN: U74999MH2017PTC300940**

**Notes to Financial Statements as at and for the year ended 31st March 2021**

- 
- Cash or cash equivalents unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period

All other assets are classified as non-current.

A liability is current when:

- It is expected to be settled in normal operating cycle or due to be settled within twelve months after the reporting period or
- There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period

The Company classifies all other liabilities as non-current.

Deferred tax assets and liabilities are classified as non-current assets and liabilities only.

The operating cycle is the time between the acquisition of assets for processing and their realization in cash and cash equivalents. The Company has identified period of twelve months as its operating cycle.

The Ind AS are prescribed under Section 133 of the Act read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and relevant amendment rules issued thereafter. Accounting policies have been consistently applied except where a newly issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hitherto in use.

The financial statements have been presented in Indian Rupees (INR), which is the company's functional currency.

**2.3 Summary of significant accounting policies:**

**(a) Use of Estimates:**

The preparation of Financial Statements in conformity with Ind AS requires the management to make judgments, estimates and assumptions that affect the application of accounting policies and reported amounts of revenue, expenses, assets and liabilities and disclosure of contingent liabilities at the end of the reporting period. Although these estimates are based upon management's best knowledge of current events and actions, actual results could differ from these estimates.





**Plexigo Entertainment Pvt Ltd**

**(Erstwhile known as SAPJ Media & Entertainment Pvt. Ltd.)**

**CIN: U74999MH2017PTC300940**

**Notes to Financial Statements as at and for the year ended 31st March 2021**

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**(b) Revenue Recognition:**

- i. In accordance with Ind AS 115, when the outcome of a transaction involving rendering of Services can be estimated reliably and there is no pending performance obligation, revenue associated with the transaction shall be recognised.
- ii. Dividend income is recognised when the right to receive payment is established.
- iii. The Company recognises revenues on sale, net of discounts, sales incentives, rebates granted, returns, sales taxes/GST and duties when the services are rendered to the customer.

**(d) Property, plant and equipment**

i. Recognition and measurement

All items of property, plant and equipment are measured at cost less accumulated depreciation and any accumulated impairment losses.

The cost of an item of property, plant and equipment comprises:

- a) its purchase price, including import duties and non-refundable purchase taxes, after deducting trade discounts and rebates.
- b) any costs directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.
- c) the initial estimate of the costs of dismantling and removing the item and restoring the site on which it is located, the obligation for which an entity incurs either when the item is acquired

Expenditure incurred after the property, plant and equipment have been put into operation, such as repairs and maintenance, are charged to the Statement of Profit and Loss in the year in which the costs are incurred.

If significant parts of an item of property, plant and equipment have different useful lives, then they are accounted for as separate items (major components) of property, plant and equipment. Any gain or loss on disposal of an item of property, plant and equipment is recognised in profit or loss.

Property, plant and equipment except freehold land held for use in the production, supply or administrative purposes, are stated in the balance sheet at cost less accumulated depreciation and accumulated impairment losses, if any





**Plexigo Entertainment Pvt Ltd****(Erstwhile known as SAPJ Media & Entertainment Pvt. Ltd.)****CIN: U74999MH2017PTC300940****Notes to Financial Statements as at and for the year ended 31st March 2021**

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**ii. Subsequent expenditure**

Parts of an item of PPE having different useful lives and significant value and subsequent expenditure on Property, Plant and Equipment arising on account of capital improvement or other factors are accounted for as separate components 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. All other repairs and maintenance are charged to profit or loss during the reporting period in which they are incurred.

**(e) Depreciation on Tangible Fixed Assets**

Depreciable amount for assets is the cost of an asset, or other amount substituted for cost, less its estimated residual value. Depreciation is recognised using straight line method as per useful life prescribed under Schedule II of The Companies Act, 2013 for the current financial year.

Depreciation is charged on a monthly pro-rata basis for assets purchased or sold during the year. Gains and losses on disposals are determined by comparing proceeds with carrying amount. These are included in profit or loss within other gains/ (losses).

The useful life of PPE is the period over which PPE is expected to be available for use by the Group.

The Company has used the following useful lives to provide depreciation on its property, plant and equipments:

<b>Particulars</b>	<b>Useful lives as per management's estimate (in years)</b>
Office Equipments	5

Useful life of above property, plant and equipments are those prescribed under schedule II.

The Company reviews the residual value, useful lives and depreciation method annually and, if expectations differ from previous estimates, the change is accounted for as a change in accounting estimate on a prospective basis.

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

**(f) Intangible assets**

Intangible assets acquired separately with finite useful lives are measured on initial recognition at cost. Following initial recognition, intangible assets are carried at cost less accumulated





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amortization and accumulated impairment losses, if any. Intangible assets are amortized on a straight line basis over the estimated useful economic life. The estimated useful life and amortization method are reviewed at the end of each reporting period, with the effect of any changes in estimate being accounted for on a prospective basis.

The useful lives of intangible assets are assessed as either finite or indefinite.

Intangible assets are amortized over their estimated useful life as follows.

Particulars	Useful lives as per management's estimate (years)
Computer Software	6

Intangible assets - software includes expenses which are incurred on development of software. Further development and improvement expenses following the launch date have also been capitalized. The basis for fulfillment of the basic criteria of recognition of asset i.e. future economic benefits will flow to the company is confirmed by management. Further the Company has not incurred any expense on research of the software in the year.

Date of Launch: 25<sup>th</sup> October, 2020

Intangible assets with indefinite useful lives are not amortized, but are tested for impairment annually, either individually or at the cash-generating unit level. The assessment of indefinite life is reviewed annually to determine whether the indefinite life continues to be supportable. If not, the change in useful life from indefinite to finite is made on a prospective basis.

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.

**(g) Foreign currency translation**

The functional currency of the Company is Indian Rupees which represents the currency of the primary economic environment in which it operates.

Foreign currency transactions are translated into the functional currency using the exchange rates at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions are generally recognised in profit or loss. Monetary balances arising from the transactions denominated in foreign currency are translated to functional currency using the exchange rate as on the reporting date. Any gains or loss on such translation, are generally recognised in profit or loss.





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**Notes to Financial Statements as at and for the year ended 31st March 2021**

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**(h) Financial Instruments:**

Financial assets and financial liabilities are recognised when the Company becomes a party to the contractual provisions of the instruments.

**i. Initial Recognition and Measurement:**

Financial assets and financial liabilities are initially measured at fair value. Transaction costs, that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss), are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs, directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit or loss, are recognised immediately in the Statement of Profit and Loss.

**ii. Classification and Subsequent Measurement**

**• Financial Assets:**

The Group classifies financial assets as subsequently measured at amortized cost, or fair value through profit or loss (FVTPL) on the basis of both:

- (i) Business model for managing the financial assets, and
- (ii) The contractual cash flow characteristics of the financial asset.

A Financial Asset is measured at amortized cost if both of the following conditions are met:

- (i) The financial asset is held within a business model whose objective is to hold financial assets in order to collect contractual cash flows, and
- (ii) 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.

Such financial instruments are subsequently measured at amortized cost using the effective interest rate (EIR) method.

Other financial assets are classified and measured at fair value through profit or loss (FVTPL)

**• Financial Liabilities and Equity Instruments**

**a) Classification as debt or equity**

Debt and equity instruments issued by a company are classified as either financial liabilities or as equity in accordance with the substance of the contractual arrangements and the definitions of a financial liability and an equity instrument.





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**b) Equity instruments**

An equity instrument is any contract that evidences a residual interest in the assets of an entity after deducting all of its liabilities. Equity instruments issued by the Company are recognised at the proceeds received, net of directly attributable transaction costs.

**c) Financial liabilities**

Financial liabilities are classified as measured at amortized cost or 'FVTPL'. A Financial Liability is classified as at FVTPL if it is classified as held-for-trading or it is a derivative (that does not meet hedge accounting requirements) or it is designated as such on initial recognition.

A financial liability is classified as held for trading if:

- It has been incurred principally for the purpose of repurchasing it in the near term; or
- On initial recognition it is part of a portfolio of identified financial instruments that the Company manages together and has a recent actual pattern of short-term profit-taking; or
- It is a derivative that is not designated and effective as a hedging instrument.

A financial liability other than a financial liability held for trading may be designated as at FVTPL upon initial recognition if:

- Such designation eliminates or significantly reduces a measurement or recognition inconsistency that would otherwise arise;
- The financial liability forms part of a group of financial assets or financial liabilities or both, which is managed and its performance is evaluated on a fair value basis, in accordance with the Company's documented risk management or investment strategy, and information about the grouping is provided internally on that basis; or
- It forms part of a contract containing one or more embedded derivatives, and IND AS 109 permits the entire combined contract to be designated as at FVTPL in accordance with IND AS 109.

Financial liabilities at FVTPL are stated at fair value, with any gains or losses arising on remeasurement recognised in Statement of Profit and Loss. The net gain or loss recognised in Statement of Profit and Loss incorporates any interest paid on the financial liability and is included in the 'other gains and losses' line item in the Statement of Profit and Loss.

**d) Other financial liabilities**

Other financial liabilities (including borrowings and trade and other payables) are subsequently measured at amortized cost using the effective interest method, if applicable.





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**(i) Current income taxes and deferred tax:**

The income tax expense or credit for the period is the tax payable on the current period's taxable income based on the applicable income tax rate for each jurisdiction adjusted by changes in deferred tax assets and liabilities attributable to temporary differences and to unused tax losses.

**Current Tax:**

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 and tax laws prevailing in the respective tax jurisdictions where the Group operates. The tax rates and tax laws use to compute the amount are those that are enacted or substantively enacted, at the reporting date.

The tax currently payable is based on taxable profit for the year. Taxable profit differs from 'profit before tax' as reported in the Statement of Profit and Loss because of items of income or expense that are taxable or deductible in other years and items that are never taxable or deductible.

**Deferred Tax:**

Deferred tax is recognised in respect of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. Deferred tax is measured based on the tax rates and the tax laws enacted or substantively enacted at the balance sheet date. Deferred tax assets are recognised for all deductible temporary differences and the carry forward of any unused tax losses. Deferred tax assets are recognised to the extent that it is probable that taxable profit will be available against which the deductible temporary differences and the carry forward of unused tax losses can be utilized, except:

When the deferred tax asset relating to the deductible temporary difference arises from the initial recognition of an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting profit nor taxable profit or loss.

The carrying amount of deferred tax assets are reviewed at each balance sheet date and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the assets to be recovered.

Deferred tax assets and deferred tax liabilities are offset, if a legally enforceable right exists to set-off current tax assets against current tax liabilities and the deferred tax assets and deferred taxes relate to the same taxable entity and the same taxation authority.

Current and deferred tax are recognised in the Statement of Profit and Loss, except when the same relate to items that are recognised in other comprehensive income or directly in equity, in which case, the current and deferred tax relating to such items are also recognised in other comprehensive income or directly in equity respectively.





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**Notes to Financial Statements as at and for the year ended 31st March 2021**

**Minimum alternate tax (MAT):**

Tax liability under Minimum Alternate Tax ("MAT") is considered as current tax. MAT entitlement is considered as deferred tax. Minimum Alternative Tax ("MAT") credit is recognised as an 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 is computed by dividing the profit / (loss) after tax by the weighted average number of equity shares outstanding during the year. The weighted average number of equity shares outstanding during the year is adjusted for the events for bonus issue, bonus element in a rights issue to existing shareholders, share split and reverse share split (consolidation of shares).

Diluted earnings per share is computed by dividing the profit/ (loss) after tax as adjusted for dividend, interest and other charges to expense or income (net of any attributable taxes) relating to the dilutive potential equity shares by the weighted average number of equity shares considered for deriving basic earnings per share and the weighted average number of equity shares which could have been issued on conversion of all dilutive potential equity shares.

**(k) Provisions, Contingent Liabilities and Contingent Assets : -**

Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that the Company will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation.

Long term provisions are determined by discounting the expected future cash flows specific to the liability. The unwinding of the discount is recognised as finance cost.

Provisions are measured at the present value of management's best estimate of the expenditure required to settle the present obligation at the end of the reporting period. The discount rate used to determine the present value is a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. The increase in the provision due to the passage of time is recognised as interest expense.

A present obligation that arises from past events, where it is either not probable that an outflow of resources will be required to settle or a reliable estimate of the amount cannot be made, is disclosed as a contingent liability. Contingent liabilities are also disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company.





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Claims against the Company, where the possibility of any outflow of resources in settlement is remote, are not disclosed as contingent liabilities.

Contingent Assets are neither recognized nor disclosed in the financial statements.

**(l) Cash and Cash Equivalents**

Cash and Cash Equivalents in the balance sheet comprise cash at banks and on hand and short term investments with an original maturity of three months or less, which are subject to an insignificant risk of changes in value.

**(m) Measurement of EBITDA**

As per Guidance Note on Division II- Ind AS Schedule III to the Companies Act 2013, 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 from continuing operations. In its measurement, the Company does not include depreciation and amortization expense, finance costs, finance income and tax expense.

**(o) Significant Accounting Judgements, Estimates and Assumptions:**

The preparation of FS, in conformity with the Ind AS, requires judgements, estimates and assumptions to be made, that affect the reported amounts of assets and liabilities on the date of the FS, the reported amounts of revenues and expenses during the reporting period and the disclosures relating to contingent liabilities as of the date of the FS. 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 outcomes different from the estimates. Difference between actual results and estimates are recognized in the period in which the results are known or materialise. Estimates and underlying assumptions are reviewed on an on-going basis. Any revision to accounting estimates is recognised prospectively in the current and future periods.

**(i) Judgements:**

In the process of applying the Company's accounting policies, the management makes judgements, which have the most significant effect on the amounts recognised in the FS.

**(ii) Estimates and Assumptions:**

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of asset and liabilities within the next financial





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year, are described below. The Company based its assumptions and estimates on parameters available when the FS were prepared. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising that are beyond the control of the Company. Such changes are reflected in the assumptions when they occur.

**(iii) Recognition of Deferred Tax Assets:**

Availability of future taxable future profit against which the tax losses carried forward can be used as disclosed in note (i) above

**(iv) Recognition and Measurement of Provisions and Contingencies:**

Key assumptions about the likelihood and magnitude of an outflow of resources as disclosed in Note (k) above.

**3. Note on Covid 19 Impact Assessment:**

Post COVID-19 was declared a pandemic and nationwide lockdown was announced the company although has experienced revenue generation but not at the rate at which the company anticipated. This is due to numerous factors that the market was not receptive to any added expense as their income was affected because of job loss, salary cuts, etc.

The Company will continue to monitor the impact on account of changes in future economic conditions. The outcome of the impact of the COVID-19 pandemic may differ from those estimated as on the date of approval of these financial results. The Company's management continues to be optimistic on the future of OTT platforms application and expects to bounce back post the spread of new cases is contained and the vaccination drive gains speed.

The management believes that COVID-19 will impact PEPL's business in the short-term but it does not anticipate material risk to its business prospects over the medium to long term. The management of the Company has carried out an assessment of the appropriateness of going-concern, impairment of assets and other related aspects, and as on the date of approval of these financial results, it believes that there is no significant impact.





**Plexigo Entertainment Private Limited**  
Notes on Financial Statements as at 31st March, 2021

**Note : 2 Property, Plant and Equipment**

(Amount in Rupees)

Sr. No.	Particulars	Gross Block				Depreciation/ Amortisation				Net Block	
		As on 01-04-2020	Addition during the year	Deduction during the year	As at 31-03-2021	As on 01-04-2020	Addition during the year	Deduction during the year	As at 31-03-2021	WDV as on 31-03-2021	WDV as at 31-03-2020
1	Office Equipment		89,305		89,305		3,644		3,644	85,661	
	<b>Total Tangible Assets (A)</b>	-	<b>89,305</b>	-	<b>89,305</b>	-	<b>3,644</b>	-	<b>3,644</b>	<b>85,661</b>	-
2	Intangible Assets - Software / License		61,29,771		61,29,771		1,87,260		1,87,260	59,42,511	
	<b>Total Intangible Assets (B)</b>	-	<b>61,29,771</b>	-	<b>61,29,771</b>	-	<b>1,87,260</b>	-	<b>1,87,260</b>	<b>59,42,511</b>	-
	<b>Total Assets ( A + B )</b>	-	<b>62,19,076</b>	-	<b>62,19,076</b>	-	<b>1,90,904</b>	-	<b>1,90,904</b>	<b>60,28,172</b>	-
	<b>PREVIOUS YEAR</b>										



**Plexigo Entertainment Private Limited**  
**Notes on Financial Statements as at 31st March, 2021**

**Note : 3 Trade Receivables**

(Amount in Rs.)

Sr. No	Particulars	As at 31st Mar, 2021
		Total
1	Unsecured, Considered Good	18,429
2	Unsecured, Considered Doubtful	-
	Less: Provision for Doubtful Debts	-
	<b>Total</b>	<b>18,429</b>

**Note : 4 Cash & Cash Equivalent**

Sr. No	Particulars	As at 31st Mar, 2021
		Total
1	Balance with Banks	32,19,113
	<b>Total</b>	<b>32,19,113</b>

**Note : 5 Other Current Assets**

Sr. No	Particulars	As at 31st Mar, 2021
		Total
1	Prepaid Assets	27,730
2	Receivable from Revenue Authorities (GST)	17,52,935
	<b>Total</b>	<b>17,80,665</b>





**Plexigo Entertainment Private Limited**  
**Notes on Financial Statements as at 31st March, 2021**

**Note : 6 Share Capital**

(Amount in Rs.)

Sr. No	Particulars	As at
		31st Mar, 2021
		<b>Total</b>
1	<b>AUTHORIZED CAPITAL</b> 10,000 Equity Shares of Rs.10 each 5,00,000 Equity Shares of Rs.10 each	1,00,000 50,00,000 <b>51,00,000</b>
2	<b>ISSUED, SUBSCRIBED &amp; PAID UP CAPITAL</b> 10,000 equity shares of Rs 10/- each fully paid up 5,00,000 Equity Shares of Rs.10 each	1,00,000 50,00,000
	<b>Total</b>	<b>51,00,000</b>

\*Authorised Share Capital of Rs. 2,25,00,000 4% Non-Cumulative Optionally Convertible Redeemable Preference Shares of Rs. 1,000 each is not considered above. 22,500 4% Non-Cumulative Optionally Convertible Redeemable Preference Shares issued have been considered as borrowings in accordance with IND AS. (Refer Note 8)

(6.1) The Company has only one class of shares referred to as equity shares having a par value of Rs.10/-. 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 any of the 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.

(6.2) The reconciliation of number of shares outstanding as on March 31, 2021 is set below:-

Particulars	As at 31st Mar, 2021
Number of shares at the beginning	-
Add/less: Shares issued/ buyback / redeemed during the year	5,10,000
Number of shares at the end	5,10,000

(6.3) Shares held by each shareholder holding more than 5% shares

Sr.No.	Name of Shareholders	As at 31st Mar, 2021	
		% of Total Shares	Number of Shares
1	UFO Moviez India Limited (Inclg. Nominee Shareholders)	100%	5,10,000
	<b>Total</b>	100%	5,10,000

(6.4) As per the records of the company, including its register of shareholders\members and others declaration received from the shareholders regarding beneficial interests. The above shareholding represents both legal and beneficial ownership of shares.

(6.5) During the year ended March 31, 2021 company has not declared Dividend.

**Note : 7 Reserve & Surplus**

Sr. No	Particulars	As at 31st Mar, 2021
		<b>Total</b>
1	<b>Transaction Cost on Issue of Equity Shares</b> Balance carried forward from Previous Year During the year Closing Balance	- (71,745) <b>(71,745)</b>
2	<b>Unamortised Share Issue Expenses</b> Balance carried forward from Previous Year During the year Closing Balance	- (1,79,364) <b>(1,79,364)</b>
3	<b>Profit &amp; Loss Account</b> Balance carried forward from Previous Year Add: Profit for the year Sub Total	- (75,88,932) <b>(75,88,932)</b>
	<b>Total</b>	<b>(78,40,041)</b>





**Note : 8 Borrowings (Long Term)**

Sr No.	Particulars	As at 31st Mar, 2021
		Total
1	10,000 4% Non-Cumulative Optionally Convertible Redeemable Preference Shares (NCOCRPS) Rs. Less : - NCOCRPS Issue Expenditure Add : - Amortised during the year	1,00,00,000 (1,43,491) 2,344
	<b>Total</b>	<b>98,58,853</b>
8.1	<b>AUTHORIZED CAPITAL</b> 22,500 4% Non-Cumulative Optionally Convertible Redeemable Preference Shares (NCOCRPS) Rs.	2,25,00,000

8.2 The reconciliation of number of shares outstanding as on March 31, 2021 is set below:-

Particulars	As at 31st Mar, 2021
Number of NCOCRPS at the beginning	-
Add/less: NCOCRPS issued/ buyback / redeemed during the year	10,000
Number of NCOCRPS at the end	10,000

8.3 Shares held by each shareholder holding more than 5% shares

Sr.No.	Name of Shareholders	As at 31st Mar, 2021	
		% of Total Shares	Number of Shares
1	UFO Moviez India Limited	100%	10,000
	<b>Total</b>	100%	10,000

**8.4 TERMS AND CONDITIONS OF 4% NON-CUMULATIVE OPTIONALLY CONVERTIBLE REDEEMABLE PREFERENCE SHARES (NCOCRPS)**

**Issue price:** NCOCRPS of face value of Rs. 1,000/- each will be issued at a par.

**Rate of Dividend:** Dividend rate will be 4% p.a. (on the face value) which will remain fixed over the tenure of the NCOCRPS.

**Non-cumulative:** The NCOCRPS will carry non-cumulative dividend right.

**Tenure & Conversion / Redemption Terms:** At the option of the Company, each NCOCRPS shall be either redeemed at any time but not later than 7 year from the date of allotment of NCORPS at the face value of Rs.1,000/- or converted into Equity Share of the Company. Such conversion will happen not later than 7 years from the date of allotment of the NCOCRPS at the fair market value, as determined by the Company, at the time of conversion.

**Priority with respect to payment of dividend or repayment of capital:** The NCOCRPS will carry a preferential right vis-a-vis equity shares of the Company with respect to the payment of dividend and repayment of capital during winding up.

**Participation in surplus funds / surplus assets and profits:** The NCOCRPS shall be non-participating in the surplus funds / surplus assets and profits, on winding up which may remain after the entire capital has been repaid.

**Voting rights:** The NCOCRPS shall carry voting rights as prescribed under the provisions of the Companies Act, 2013.

**8.5 RECOGNITION OF PREFERENCE SHARES AS PER IND AS 32:**

**A financial liability** is any liability that is:

(a) a contractual obligation :

(i) to deliver cash or another financial asset to another entity; or

(ii) to exchange financial assets or financial liabilities with another entity under conditions that are potentially unfavourable to the entity; or

(b) a contract that will or may be settled in the entity's own equity instruments and is:

(i) a non-derivative for which the entity is or may be obliged to deliver a variable number of the entity's own equity instruments; or

(ii) a derivative that will or may be settled other than by the exchange of a fixed amount of cash or another financial asset for a fixed number of the entity's own equity instruments. For this purpose, rights, options or warrants to acquire a fixed number of the entity's own equity instruments for a fixed amount of any currency are equity instruments if the entity offers the rights, options or warrants pro rata to all of its existing owners of the same class of its own non-derivative equity instruments.

**An equity instrument** is any contract that evidences a residual interest in the assets of an entity after deducting all of its liabilities.

"Thus based on the analysis of the aforementioned definitions r.w the terms of issue of preference shares (refer 7.4 above), it is pertinent to note that the Preference shares are although having the option to convert into equity shares, but the option shall be exercised by issue of a **VARIABLE NUMBER OF EQUITY SHARES** as per the FMV as on the date of conversion. Thus, as per the above definition, **the said instrument does not satisfy the 'fixed for fixed' condition and therefore it qualifies as a Financial Liability and not as equity** (Similarly the said instrument also does not satisfy the conditions laid down in para 16 (a) and (b) of IND AS 32 to qualify as Equity).





Further, it is pertinent to note that the company is using its own equity instrument as a substitute to cash payment without carrying any risk of the underlying equity. Therefore, such a contract does not evidence a residual interest in the equity of the company. Thus, it does not qualify as an equity instrument and nor as a compound instrument.

The Preference shares are accounted at Amortised Cost less cost of issue of the shares (mainly the cost for increase in authorised capital of the company and stamp duty on issue of shares). The same shall be unwinded at IRR to arrive at the maturity value at the end of the term of 7 years.

Further, the preference shares are non-cumulative in nature, therefore the impact of coupon rate will be considered in the year of declaration and payment of dividend by the company. The effective interest rate shall be calculated based on the IRR on account of the share issue expenses incurred by the company."

**Note : 9 Trade Payables**

Sr No.	Particulars	As at 31st Mar, 2021
		Total
1	Trade Payable - Related Party (For Related Party Disclosure Refer Note 15)	1,82,086
2	Trade Payable - Others (For details of dues to micro and small enterprises Refer Note 17)	1,50,629
	<b>Total</b>	<b>3,32,715</b>

**Note : 10 Deferred Tax Liability**

Sr No.	Particulars	As at 31st Mar, 2021
		Total
1	<u>Deferred Tax Liability arising on account of timing difference:</u>	
	Opening Balance	-
2	Add: Deferred Tax credit	1,01,153
	<b>Total</b>	<b>1,01,153</b>

**Note : 10.1 Break up of Deferred Tax Liability is given below :**

Sr No.	Particulars	As at 31st Mar, 2021
		Total
1	Property, Plant and Equipment & Intangible Assets	1,01,153
	<b>Net Deferred Tax Liability</b>	<b>1,01,153</b>

**Note : 11 Short Term Provisions**

Sr No.	Particulars	As at 31st Mar, 2021
		Total
1	Audit Fees Payable	50,000
2	Provision for Expenses	29,84,937
	<b>Total</b>	<b>30,34,937</b>

**Note : 12 Other Current Liabilities**

Sr No.	Particulars	As at 31st Mar, 2021
		Total
3	<b>Statutory Liability</b> - TDS Payable	4,58,761
	<b>Total</b>	<b>4,58,761</b>





**Plexigo Entertainment Private Limited**  
**Notes on Financial Statements for the Year Ended 31st March, 2021**

**Note : 13 Revenue from Operations**

(Amount in Rupees)

Sr. No	Particulars	Year Ended 31st Mar, 2021
		Total
1	Advertisement Income	-
2	Revenue From Views	1,22,449
	<b>Total</b>	<b>1,22,449</b>

**Note : 14 Direct Expenses**

Sr. No	Particulars	Year Ended 31st Mar, 2021
		Total
1	AWS Expenses	37,11,727
2	Content Owners Share	49,081
3	MUVI CDN Variable App Cost	25,000
4	MUVI Fixed Cost	7,93,198
5	Payment Gateway Charges	2,180
6	Third Party Software / Utilities Expenses	16,53,540
	<b>Total</b>	<b>62,34,726</b>

**Note : 15 Other Expenses**

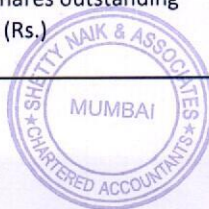
Sr. No	Particulars	Year Ended 31st Mar, 2021
		Total
1	Subscription Expenses	-
2	<b>SG&amp;A Expense</b>	
	Printing & Stationery Charges	1,840
	Professional Fees	4,52,640
	Rates & Taxes	4,300
	Related Party SG&A Costs	-
3	Marketing & Promotion Expenses	6,33,454
4	<b>Miscellaneous Expenses</b>	
	Computer Expenses	6,400
	Conveyance Expenses	6,913
	Office Expenses	7,617
	Round off	72
5	Audit Fees	50,000
	<b>Total</b>	<b>11,63,236</b>

**Note : 16 Finance Cost**

Sr. No	Particulars	Year Ended 31st Mar, 2021
		Total
1	Bank Charges	9,052
2	Notional Finance Cost	2,344
3	Interest on unsecured loan	9,966
	<b>Total</b>	<b>21,362</b>

**Note : 14 Earnings Per Share**

Sr. No	Particulars	Year Ended 31st Mar, 2021
		Total
1	Profit-Loss attributable to Equity Shareholders (Rs.)	(75,88,932)
2	Weighted average number of equity shares outstanding	2,07,205
3	Earnings per Share (basic and diluted) (Rs.)	(36.63)
4	Nominal Value per share (Rs.)	10





**Plexigo Entertainment Private Limited**  
**Notes on Financial Statements as at 31st March, 2021**

**Note 14.1: Weighted average number of equity shares outstanding:**

Date	Particulars	Number	Cumulative Number	Period (Days)	Weighted Average Number of Equity Shares
			(A)	(B)	(C=A*B/365)
01-04-2020	Opening	-	-	152.00	-
31-08-2020	Allotment of Shares to Subscribers of MOA	10,000.00	10,000.00	66.00	1,808.22
05-11-2020	Issue	5,00,000.00	5,10,000.00	147.00	2,05,397.26
				365.00	2,07,205.48





**Plexigo Entertainment Private Limited**

**Notes on Financial Statements for the Year Ended 31st March, 2021**

**Note 15 : - Related Party Disclosure (In accordance with Ind AS 24)**

**Related Parties**

Name	Relationship
UFO Moviez India Limited	: Holding Company
SUSHIL KUMAR AGRAWAL	: Director
VISHNU VITHALBHAI PATEL	: Director
PANKAJ JAYSINH MADHANI	: Director
DEEPAK VINODE RANJAN	: Director

(Amount in Rs.)

Particulars	Year ended March 31, 2021
<b>UFO Moviez India Limited</b>	
<b>* Expenses</b>	
Interest on Unsecured Loan from UFO	9,966
Expenses incurred by UFO (Capex / Opex)	30,22,137
Unsecured Loan Recd	10,00,000
Unsecured Loan Repaid	10,00,000
Interest paid to UFO on Unsecured Loan	9,219
<b>Balance Outstanding</b>	
<b>(A) Trade Payable</b>	
UFO Moviez India Limited	1,82,060

**Note 16: Segment Reporting**

The company is primarily engaged in only one business segment i.e. digital conversion fees and only one geographical segment i.e. INDIA. Accordingly, the Company has only one identifiable segment reportable under Ind AS 108 "Operating Segment" (Segment Reporting).

**Note 17:**

Based on information available with the management, there is no amount due to micro, small scale and medium enterprises as per the Micro, Small and Medium Enterprises Development Act, 2006.

**Note 18:**

In the opinion of the Board and to the best of their knowledge and belief, the value on realization of current assets, loans and Advance in the ordinary course of business would not be less than the amount at which they are stated in the Balance Sheet.

For Shetty Naik & Associates  
Chartered Accountants  
ICAI Firm Registration No. 124851W

Jagdish Shetty  
Partner  
Membership No. 111936  
Place: Mumbai  
Date: 21st May, 2021



For and on behalf of Board of Directors of  
Plexigo Entertainment Private Limited  
CIN: U92419MH2020PTC343580

Sushil Agrawal  
Director  
DIN No.00003163  
Place: Mumbai  
Date: 21st May, 2021

Vishnu V Patel  
Director  
DIN No.01029694  
Place: Mumbai  
Date: 21st May, 2021

