

VALUABLE DIGITAL SCREENS PRIVATE LTD.

53/1, Media Info Tech Park,
Road No. 7, Nr. Akruiti Trade Centre,
Andheri (East),
Mumbai 400069.

AUDITED FINANCIAL STATEMENTS for Financial Year 2015-16

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.

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INDEPENDENT AUDITORS' REPORT

To the Members of Valuable Digital Screens Private Limited

Report on the Financial Statements

We have audited the accompanying financial statements of **M/s Valuable Digital Screens Private Limited** ("the Company"), which comprise the balance sheet as at 31 March 2016, the statement of profit and loss, the cash flow statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the 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 financial statements that give a true and fair view of the financial position, financial performance 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, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

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

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

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

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



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

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31 March 2016, and its loss and its cash flows for the year ended on that date.

Emphasis of Matter

We draw attention to Note 1.2 to the financial statements, which describes that in spite of erosion of net worth, the accounts of the company have been prepared on a going concern basis primarily due to commitment of financial support of the holding Company.

Our opinion is not modified in respect of this matter.

Other Matters

The company has borrowed money from banking institutions in excess of limits prescribed in Section 180(1)(c) (Borrowing powers of the board) of The Companies Act, 2013, for which the appropriate special resolution has been passed. However, as informed by the management, the company is in the process of filing the said resolution with The Registrar of Companies, and the said filing would be treated as a delayed submission of special resolution under The Companies Act, 2013.

Our opinion is not qualified in respect of this matter.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of Section 143(11) of the Act, we give in the "Annexure A", a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by Section 143(3) of the Act, we report that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit.
 - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - c) The balance sheet, the statement of profit and loss and the cash flow statement dealt with by this Report are in agreement with the books of account.
 - d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.





- e) On the basis of written representations received from the directors as on 31 March 2016 taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2016, from being appointed as a director in terms of Section 164(2) of the Act;
- f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure B" ; and
- g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company does not have any pending litigations which would impact its financial position;
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For SHETTY NAIK & ASSOCIATES
Chartered Accountants
ICAI Reg. No.:124851W

JAGDISH SHETTY
Partner
Membership No: 111936

Place: Mumbai
Dated: 24/05/2016



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 has maintained proper records showing particulars, including quantitative details. Since the asset base of the company majorly comprises of moving vans, situation details of such assets are not present in Fixed Asset Register.
- (b) The fixed assets were physically verified during the year by the management at reasonable intervals, which in our opinion are reasonable. According to information and explanations given to us, no material discrepancies were noticed on such verification by the management.
- (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 movie screening and providing advertisement 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 any secured or unsecured loans or provided any guarantee or security as per provisions of Sections 185 of the Act or made any investments as per provision of 186 of the Act. Accordingly, the provisions of clause 3(iv) of the Order are not applicable to the Company during the year.
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 thereunder 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 not defaulted in repayment of loans to 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) but the company has obtained the term loan from the bank 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 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

JAGDISH SHETTY
Partner
Membership No: 111936

Place: Mumbai
Dated: 24/05/2016



ANNEXURE 'B' TO THE INDEPENDENT AUDITORS' REPORT

(Referred to in paragraph 2(f) under the heading 'Report on Other Legal and Regulatory Requirements' of our report of even date)

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls over financial reporting of Valuable Digital Screens Private Limited ("the Company") as of 31 March 2016 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ("ICAI"). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by ICAI. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.





Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2016, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by Institute of Chartered Accountants of India.

For SHETTY NAIK & ASSOCIATES
Chartered Accountants
ICAI Reg. No.: 124851W


JAGDISH SHETTY
Partner
Membership No: 111936

Place: Mumbai
Dated: 24/05/2016



VALUABLE DIGITAL SCREENS PRIVATE LIMITED

BALANCE SHEET AS AT 31ST MARCH 2016

	Note	31 March 2016 Rs.	31 March 2015 Rs.
I. EQUITY AND LIABILITIES			
1 Shareholders' Fund:			
(a) Share Capital	2	144,750	144,750
(b) Reserves and Surplus	3	(99,885,674)	1,515,952
2 Non-Current Liabilities			
(a) Long Term Borrowings	4	99,719,594	-
(b) Deferred Tax Liabilities	5	236,752	236,753
(a) Other Long Term Liabilities		-	-
(c) Long Term Provision	6	1,558,209	-
3 Current Liabilities			
(a) Trade Payable	7	47,047,006	7,847,332
(b) Short Term borrowings	8	142,374,796	33,534,492
(c) Other Current Liabilities	9	56,133,370	3,394,247
Total		247,328,803	46,673,526
II. ASSETS			
1 Non Current Assets			
(a) Fixed Assets			
i) Tangible Assets	10	182,439,267	15,531,945
ii) Intangible Assets		3,758,200	4,763,700
(b) Non Current Investments	11	481,807	-
(c) Deferred Tax Assets (Net)		-	-
(d) Long Term Loans and Advances	12	813,954	1,261,017
		187,493,228	21,556,662
2 Current Assets			
(a) Inventories		-	-
(b) Trade Receivable	13	27,179,641	9,413,491
(c) Cash and Bank Balances	14	2,390,927	8,018,539
(d) Short Term Loans and Advances	15	7,544,835	2,909,741
(e) Other Current Assets	16	22,720,172	4,775,093
		59,835,575	25,116,864
Total		247,328,803	46,673,526

Significant Accounting Policies

The accompanying notes are an integral part of the financial statements.

For and on behalf of
SHETTY NAIK & ASSOCIATES
Chartered Accountants
Firm Registration No. 124851W

Partner: JAGDISH SHETTY
Membership No: 111936
Place: Mumbai
Date: 24.05.2016



For and on behalf of Board of Directors
of Valuable Digital Screens Private Limited

Pankaj Jaysinh Madhani
Director

Vishnu Patel
Director



VALUABLE DIGITAL SCREENS PRIVATE LIMITED**STATEMENT OF PROFIT AND LOSS FOR THE PERIOD ENDED 31ST MARCH 2016**

	Notes	31 March 2016 Rs.	31 March 2015 Rs.
I. INCOME			
(a) Revenue from Operations	17	50,478,902	48,706,462
(b) Other Income	18	361,283	623,277
Total Revenue		50,840,185	49,329,739
II. EXPENDITURE			
(a) Purchases of Traded Goods	19	152,613	513,585
(b) Changes in Inventories of Traded Goods		-	-
(c) Employee Benefits Expenses	20	19,836,584	13,571,016
(d) Other Expenses	21	100,861,279	41,355,676
Total Expenses		120,850,476	55,440,277
III. Earnings before interest,tax,depreciation and amortization (EBITDA) (I)-(II)		(70,010,291)	(6,110,538)
(a) Depreciation and Amortization Expenses	22	11,737,728	3,827,668
(b) Finance cost	23	19,653,607	432,225
IV. Profit / (Loss) before Tax		(101,401,626)	(10,370,431)
Less: Tax Expenses			
Current Income Tax			-
Deferred Tax			69,179
Earlier Year			-
Additional Provision (Last years)			60,730
			129,909
V. Profit / (Loss) for the year		(101,401,626)	(10,500,340)
VI. Earnings per Equity Share	26		
(Nominal Value of share Rs.10/- each)			
Basic		(7,005)	(725)
Diluted		(7,005)	(725)

Significant Accounting Policies

The accompanying notes are an integral part of these financial statements.

For and on behalf of
SHETTY NAIK & ASSOCIATES
Chartered Accountants
Firm Registration No. 124851W
Place:- Mumbai

Partner: JAGDISH SHETTY
Membership No: 111936
Place: Mumbai
Date: 24.05.2016



For and on behalf of Board of Directors
of Valuable Digital Screens Private Limited

Pankaj Jaysinh Madhani
Director

Vishnu Patel
Director



VALUABLE DIGITAL SCREEN PRIVATE LIMITED
CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2016

Particulars		31 March 2016	31 March 2015
			Rupees
Cash flow from operating activities			
Profit before tax		(101,401,626)	(10,370,431)
Non-cash adjustment to reconcile profit before tax to net cash flows			
Depreciation		11,737,728	3,827,668
Sundry credit balances written back		(45,583)	-
Interest Income		(315,699)	(623,277)
Interest expense		9,156,228	-
Operating profit before working capital changes		(80,868,953)	(7,166,040)
Movements in working capital :			
Increase / (decrease) in trade payables		39,245,255	3,172,274
Increase / (decrease) in short-term provisions		1,558,209	-
Increase / (decrease) in other current liabilities		3,119,083	90,344
Decrease / (increase) in trade receivables		(17,766,150)	(6,532,538)
Decrease / (increase) in short-term loans and advances		(4,635,094)	(817,995)
Decrease / (increase) in other current assets		(17,945,079)	(2,523,958)
Decrease / (increase) in long term loans and advances		(70,000)	76,226
Cash generated from operations		(77,362,730)	(13,701,687)
Direct tax paid (net of refunds)		517,063	(924,317)
Net cash flow from operating activities	(A)	(76,845,667)	(14,626,004)
Cash flow from investing activities			
Purchase of fixed assets including intangible, CWIP & capital advances		(177,639,549)	(14,687,160)
Redemption of current investment		-	500
Interest received		315,699	623,277
Maturity of bank deposits having original maturity more than 3 months (net)		(481,807)	-
Net cash flow used in investing activities	(B)	(177,805,657)	(14,063,383)



Cash Flow Statement

Particulars		31 March 2016	31 March 2015
Cash flow from financing activities			
Proceeds from Equity Shares		-	44,750
Equity Share Premium		-	16,961,145
Proceeds from Preference Shares			
Proceeds from long term borrowings		156,764,634	26,000,000
Repayment of long term borrowings		(7,425,000)	(11,236,000)
Proceeds from short term borrowings (net)		108,840,305	-
Interest paid		(9,156,228)	-
Net cash flow from financing activities	(C)	249,023,711	31,769,895
Net increase/(decrease) in cash and cash equivalent (A + B + C)		(5,627,612)	3,080,508
Cash and cash equivalents at the beginning of the year		8,018,539	4,938,031
Unrealised Gain/(Loss) on Foreign Currency Cash and Cash equivalents			
Cash and cash equivalents at the end of the year		2,390,927	8,018,539
Components of cash and cash equivalents			
Cash on hand		29,764	65,131
Balance with banks:			
- on current accounts		2,251,163	1,395,704
- on Term deposits		110,000	6,557,704
Cash & Cash Equivalents		2,390,927	8,018,539

Notes:

- Figures in bracket denote outflow
- The above Cash flow statement has been prepared under the "Indirect Method" set out in Accounting standard (AS-3) "Cash Flow Statements"

As per our report of even date attached

For and on behalf of

Shetty Naik & Associates

Chartered Accountants

Firm Registration No. 124851W

Partner

Membership No. 111936

Place : Mumbai

Date : 24.05.2016

For and on behalf of Board of Directors
of Valuable Digital Screens Private Limited

Pankaj Jaysinh Madhani
Director

Vishnu Patel
Director



1. Significant Accounting Policies

1.1 Nature of Operations:

Valuable Digital Screens Private Limited (the Company) is a private company domiciled in India and incorporated on July 14, 2006 under the provisions of the Companies Act, 1956. The Company is into the business of providing digital cinema services. The Company's principal revenue stream is advertising. The Company is subsidiary of UFO Moviez India Limited.

1.2 Going Concern :

As at March 31, 2016, the Company has incurred a loss of Rs 10,14,01,626/- for the year (March 31, 2015 – loss of Rs 1,05,00,340) and has accumulated losses of Rs 11,68,46,819/-. The net worth of the Company is fully eroded. The Holding Company has committed to provide continued financial and operating support to the Company, to enable it to operate as a going concern and accordingly, these financial statements are prepared on going concern basis.

1.3 Basis of preparation

The financial statements of the company have been prepared in accordance with generally accepted accounting principles in India (Indian GAAP). The company has prepared these financial statements to comply in all material respects with the accounting standards notified under the *Companies (Accounting Standards) Rule, 2006, (as amended)* and the relevant provisions of the Companies Act, 2013. The financial statements have been prepared on an accrual basis and under the historical cost convention.

The accounting policies adopted in the preparation of financial statements are consistent with those of previous year.

1.4 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 revenue, 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.

1.5 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:

a) 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.

b) Sale of goods:

Revenue from sale of goods is recognized when all the significant risks and rewards of ownership of the goods have been passed to the buyer, usually on delivery of the goods. The company collects sales taxes and value added taxes (VAT) on behalf of the government and, therefore, these are not economic benefits flowing to the company. Hence, they are excluded from revenue.

c) Income from Services:

Revenues from membership fees of Club are recognized pro-rata over the period of the membership. The company collects service tax on behalf of the government and, therefore, it is not an economic benefit flowing to the company. Hence, it is excluded from revenue.

Advertisement and Van branding income is recognized in the period during which advertisement is displayed.

Lease rental income is recognized in the period in which equipment are leased.

Technical Support Services and Server Maintenance & Content Licensing Fees is revenue recognized in the period in which services are rendered.

1.6 Inventory

Inventories are valued at lower of cost or net realizable value. Cost includes all charges in bringing the goods to the point of sale, including octroi and other levies and is determined on a weighted average basis.



Notes to Financial Statements for the year ended 31 March, 2016

1.7 Tangible Fixed Assets

Tangible Fixed Assets are shown at cost less accumulated depreciation. Cost comprises of purchase price and other attributable

1.8 Depreciation on Tangible Fixed Assets and amortization of intangible assets

Depreciation is provided using the Straight Line Method as per the useful lives of the assets estimated by the management.

Particulars	Useful lives as per management's estimate
Plant & Machinery	6-10 Years
Computer	3 Years
Furniture & Fixtures	6 Years
Office Equipment's	5 Years
Vehicles	8 Years

Except computer, office equipments and Motor Vehicles, useful lives of above fixed assets are different from those prescribed under schedule II. These rates are based on evaluation of useful life by internal technical expert.

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

Particulars	Useful lives as per management's estimate
Patent & Trademarks	5 Years

1.9 Employee Benefit

The company has a defined benefit gratuity plan. Every employee who has completed five years or more of service gets a gratuity on departure at 15 days salary (last drawn salary) for each completed year of service. The scheme is funded with an insurance company in the form of a qualifying insurance policy.

Gratuity Liability is a defined benefit obligation and is provided for on the basis of an actuarial valuation. The company has an employee gratuity fund managed by the Life Insurance Corporation of India.

Actuarial gains/losses are immediately taken to statement of profit and loss and are not deferred.

Short term compensated absences are provided for based on estimates. Long term compensated absences are provided for based on actuarial valuation at the year end. The actuarial valuation is done as per projected unit credit method. The company presents the compensated absences as a current liability in the balance sheet, to the extent it does not have an unconditional right to defer its settlement for 12 months after the reporting date.

1.10 Investment

Investments, which are readily realizable and intended to be held for not more than one year from the date on which such investments are made, are classified as current investments. All other investments are classified as long term investments.

Current investments are carried in the financial statements at lower of cost and fair value determined on an individual investment basis. Long Term Investments are carried at cost. However, provision for diminution in value is made to recognize a decline other than temporary in the value of the investments.

In accordance with the Revised Schedule VI to the Companies Act, 2013, the portion of the Long Term Investments classified above, and expected to be realised within 12 months of the reporting date, have been classified as current 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.



1.11 Earnings Per Share

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders (after deducting preference dividends and attributable taxes) by the weighted average number of equity shares outstanding during the period. Partly paid equity shares are treated as fraction of an equity share to the extent that they are entitled to participate in dividends relative to a fully paid equity share during the reporting period. The Weighted average number of equity shares outstanding during the period is adjusted for events such as bonus issue, bonus element in a rights issue, share split, and reverse share split (consolidation of shares) that have changed the number of equity shares outstanding, without a corresponding change in resources.

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

1.12 Taxation

Provision for current tax is made after taking into consideration benefits admissible under the provisions of the Income-tax Act, 1961.

Deferred Tax for timing difference between profits and book profits is accounted for, using tax rates and laws that have been enacted or substantially enacted as of the Balance Sheet Date. The company has brought forward losses and unabsorbed depreciation and hence Deferred Tax Assets/Liabilities are not recognized as there is no virtual certainty that these assets/liabilities can be realised/accrued in future.

1.13 Preliminary Expenditure

Preliminary Expenses/Share Issue Expenses are written off in the year in which they are incurred.

1.14 Provisions

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 certainty. The expense relating to any provision is presented in the statement of profit and loss net of any reimbursement.

1.15 Contingent Liabilities

A contingent liability is a possible obligation that arise 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 does not recognize a contingent liability but discloses its existence in the financial statements.

1.16 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.

1.17 Measurement of EBITDA

As permitted by the Guidance note on Schedule III to the Companies Act 2013, the company has elected to present earnings before interest, tax, depreciation and amortization (EBITDA) as a separate 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 expenses, finance cost, finance income and tax expense.



	31 March 2016	31 March 2015
	Rs.	Rs.
2 Share Capital		
Authorized		
Equity Shares		
10,00,000 (31 Dec 2016:10,00,000) Equity Shares of Rs. 10/- each	10,00,000	10,00,000
	<u>10,00,000</u>	<u>10,00,000</u>
Issued, Subscribed and Paid up		
Equity Shares		
14,475 (March 2016:14,475) Equity Shares of Rs. 10/- each Fully Paid up	144,750	144,750
Total	<u>144,750</u>	<u>144,750</u>

2.1 Reconciliation of the Shares outstanding at beginning and at end of the reporting period

	31 March 2016		31 March 2015	
	Nos.	Rs.	Nos.	Rs.
Equity Shares				
At beginning of the year	14,475	144,750	10,000	100,000
Add: Addition During The Year	-	-	4,475	44,750
For The period of 31.03.2016	<u>14,475</u>	<u>144,750</u>	<u>14,475</u>	<u>144,750</u>

2.2 Terms/Rights attached :

Equity Shares:

The company has only one class of equity shares having a par value of Rs. 10 per share. Each holder of equity shares is entitled to one vote per share. The company declares and pays dividends in Indian Rupees. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting.

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.

2.3 Details of shareholders holding more than 5% shares in the Company

	31 March 2016		31 March 2015	
	Nos.	%	Nos.	%
Equity shares of Rs. 10 each fully paid				
Valuable Technologies Limited	2,895	20.00%	2,895	20.00%
UFO Moviez India Limited	11,580	80.00%	11,580	80.00%

As per the records of the company, including its register of shareholder/Members and other declaration received from shareholders regarding beneficial interest the above shareholding represents both legal and beneficial ownership of shares.

3 Reserves and Surplus

	31 March 2016	31 March 2015
	Rs.	Rs.
3.1 Securities premium account:	16,961,145	16,961,145
Surplus in the Statement of Profit and Loss:		
Balance as per the last financial statements	(15,445,193)	(4,944,853)
Add: Profit / (Loss) for the year	(101,401,626)	(10,500,340)
Net surplus in the Statement of Profit and Loss	(116,846,819)	(15,445,193)
Total reserves and surplus	<u>(99,885,674)</u>	<u>1,515,952</u>

4 Long Term Borrowings

Secured Term Loans from Bank

Loan From Axis Bank (Secured against all fixed assets of the company, present and future)

Less: Amount disclosed under the head other current liabilities (refer note 9)

	31 March 2016	31 March 2015
	Rs.	Rs.
Loan From Axis Bank (Secured against all fixed assets of the company, present and future)	150,821,646	-
Less: Amount disclosed under the head other current liabilities (refer note 9)	(51,102,052)	-
Total	<u>99,719,594</u>	<u>-</u>



	31 March 2016	31 March 2015
	Rs.	Rs.
5 Deferred Tax Liabilities/(Assets) (Net)		
Deferred Tax Assets:		
Excess of WDV as per Books over WDV as per Income Tax Act, 1961	(236,752)	(69,179)
Carry Forward Business Losses	-	-
	<u>(236,752)</u>	<u>(69,179)</u>
Deferred Tax Liabilities/ Assets (Net)	(236,752)	(69,179)
Less:-		
Deferred Tax Liabilities / (Asset) at beginning of the period	-	(167,574)
Provision for Deferred Tax	<u>(236,752)</u>	<u>(236,753)</u>
6 Long Term Provision		
Provision for Employee Benefit Expenses		
Provision for Gratuity	478,213	-
Provision for Leave Encashment	1,079,996	-
	<u>1,558,209</u>	<u>-</u>
7 Trade Payables		
<u>For Goods and Services.</u>		
Due to Micro and Small Enterprises	47,047,006	7,847,332
Due to Other Enterprises	<u>47,047,006</u>	<u>7,847,332</u>
8 Short term Borrowings		
<u>From Group Companies</u>		
Scrabble Entertainment Limited		
Principal Outstanding	100,000,000	30,000,000
Interest Outstanding	4,821,013	-
Sub Total	<u>104,821,013</u>	<u>30,000,000</u>
<u>From Directors</u>		
DR. Sunil Shamrao Patil		
Principal Outstanding	22,500,000	-
Interest Outstanding	198,247	-
Sub Total	<u>22,698,247</u>	<u>-</u>
Total	<u>127,519,260</u>	<u>30,000,000</u>
<u>Bank Over Draft / Short Term Loan</u>		
Axis Bank Ltd (secured against all current assets of the Company)	14,855,536	-
Kotak Mahindra Bank Ltd	-	3,534,492
Total	<u>14,855,536</u>	<u>3,534,492</u>
Grand Total	<u>142,374,796</u>	<u>33,534,492</u>
9 Other Current Liabilities		
Trade / Security deposits received	1,037,457	1,702,249
Advance from Customers	781,015	781,015
MVAT Payable	335,125	-
TDS payable	2,129,943	481,647
Profession Tax - Employee Payable	3,500	2,400
MLWF Payable	288	132
Advance Income	743,990	426,804
Current maturities of long term borrowings	51,102,052	-
Total	<u>56,133,370</u>	<u>3,394,247</u>



FIXED ASSETS SCHEDULE

Note-10 Tangible Assets

(Amount in Rs.)

Particulars	Depreciation Rate	Gross Block				Accumulated Depreciation				Net Block	
		Opening Block 1.04.2015	Addition during the Year	Deletion during the year	Closing Block 31.03.2016	Opening Balance 1.04.2015	Depreciation for the year	Depreciation on Deletions	Closing Depreciation 31.03.2016	31.03.2016	31.03.2015
Tangible Assets											
COMPUTERS & ACCESSORIES	33.33%	417,562	339,200	-	756,762	173,626	172,331	-	345,957	410,805	243,936
FURNITURES & FIXTURES	16.67%	63,150	-	-	63,150	63,150	-	-	63,150	(0)	(0)
MOTOR VEHICLE	11.88%	945,322	123,248,426	-	124,193,748	184,488	6,239,616	-	6,424,104	117,769,644	760,834
MODEM	16.21%	-	912,030	-	912,030	-	51,225	-	51,225	860,805	-
PLANT & MACHINERY (GENSET)	16.21%	1,595,265	10,638,754	-	12,234,019	233,241	258,599	-	491,840	11,742,179	1,362,024
PLANT & MACHINERY (PROJECTOR)	9.50%	3,583,077	9,165,385	-	12,748,462	326,751	139,213	-	465,964	12,282,498	3,256,326
PLANT & MACHINERY (CINE BLASTER)	16.21%	7,726,807	19,692,034	-	27,418,841	1,253,448	1,250,926	-	2,504,374	24,914,467	6,473,359
Commercial Display Monitor (LED TV)	16.21%	-	5,102,888	-	5,102,888	-	255,295	-	255,295	4,847,593	-
PLANT & MACHINERY (V SAT)	16.21%	1,874,565	2,096,434	-	3,970,999	257,179	447,511	-	704,690	3,266,309	1,617,386
PLANT & MACHINERY (IRIS CARD)	16.21%	-	701,131	-	701,131	-	621	-	621	700,510	-
PLANT & MACHINERY (UPS)	16.21%	747,315	1,255,800	-	2,003,115	133,667	239,522	-	373,189	1,629,926	613,648
PLANT & MACHINERY (SOUND SYSTEM)	16.21%	1,080,000	3,237,310	-	4,317,310	120,883	460,404	-	581,287	3,736,023	959,117
PLANT & MACHINERY (OTHERS)	16.21%	1,094,756	1,146,000	-	2,240,756	1,077,019	1,160,633	-	2,237,652	3,104	17,737
OFFICE EQUIPMENT	20.00%	266,421	104,157	-	370,578	38,843	56,331	-	95,174	275,404	227,578
TOTAL		19,394,240	177,639,549	-	197,033,789	3,862,295	10,732,227	-	14,594,522	182,439,267	15,531,945
Intangible Assets											
Patent & Trademark	5 Years	5,027,500	-	-	5,027,500	263,800	1,005,500	-	1,269,300	3,758,200	4,763,700
TOTAL		5,027,500	-	-	5,027,500	263,800	1,005,500	-	1,269,300	3,758,200	4,763,700
TOTAL		24,421,740	177,639,549	-	202,061,289	4,126,095	11,737,727	-	15,863,822	186,197,467	20,295,645
Previous Year		166,460	9,568,120	-	9,734,580	11,363	287,063	-	298,427	9,436,153	



	31 March 2016	31 March 2015
	Rs.	Rs.
11 Non Current Investments		
FD kept with Axis Bank, lien against Bank Guarantee given to sales tax department		
Fixed deposits with Axis Bank Limited	481,807	-
Total	481,807	-
12 Long Term Loans and Advances		
12.1 Security Deposit		
Unsecured, considered good	99,800	29,800
12.2 Balance with IT Authorities (Net of Provisions for taxation)	714,154	1,231,217
Total	813,954	1,261,017
Note 12(a)		
Income Tax Deposits is net of provision for tax includes :		
Income Tax Deposits	714,290	1,231,353
Less : Provision for Income Tax	136	136
	714,154	1,231,217
13 Trade Receivables:		
Outstanding for a period exceeding six months from the date they are due for payment	888,036	-
Others	26,291,605	9,413,491
	27,179,641	9,413,491
14 Cash and Bank Balances		
14.1 Cash and Cash equivalents:		
Cash on hand	29,764	65,131
14.2 Balance with banks:		
In Current Accounts	212,881	1,395,704
14.3 Deposits with original maturity of less than Three months	110,000	4,410,000
	352,645	5,870,835
Other Bank Balances		
1 Deposits with original maturity for more than 12 months	2,038,282	2,147,704
FD kept with Kotak Mahindra Bank, lien against bank guarantee.	-	-
Total	2,038,282	2,147,704
Grand Total	2,390,927	8,018,539
15 Short Term Loans and Advances		
Recoverable in cash or kind		
Unsecured, considered good		
Advance to Vendors	7,530,805	2,909,741
Advance to staff	14,030	-
Total	7,544,835	2,909,741



	31 March 2016	31 March 2015
	Rs.	Rs.
16 Other Current Assets		
Recoverable in cash or kind		
Interest accrued on Fixed Deposits	295,203	66,102
MVAT Refundable (For Earlier years)	1,058,272	1,058,272
UP VAT Credit	15,208	-
Service Tax Credit	3,843,656	1,146,676
Total	5,212,338	2,271,050
Prepaid Expenses		
Processing Fees - TL	-	1,549,600
Prepaid Insurance Charges	398,902	581,978
Prepaid Insurance - Other Than Vehicles	382,292	-
Prepaid Internet Charges	48,704	-
Prepaid Content Charges	16,671,054	-
Prepaid Vehicles Operating Charges	-	368,397
Prepaid Expenses - Road Tax	6,882	-
Prepaid Expenses	-	4,068
Total	17,507,834	2,504,043
Grand Total	22,720,172	4,775,093



VALUABLE DIGITAL SCREENS PRIVATE LIMITED**Notes to Financial Statements for the year ended 31 March 2016**

	31 March 16 Rs.	31 March 2015 Rs.
17 Revenue from Operations		
17.1 Sale of Traded goods [refer Note 16(a)]	300,000	600,000
17.2 Sale of Services [refer Note 16(b)]	50,178,902	48,106,462
Total	50,478,902	48,706,462
Note 17(a)		
Sale of Traded goods:		
Club Cinema Equipments	300,000	600,000
Total	300,000	600,000
Note 17(b)		
Sale of Services:		
Lease Rental & Installation Income	2,871,411	3,106,880
Advertising Income (VAN Branding Income)	3,046,989	1,354,400
Advertisement Revenue	37,380,692	36,241,867
Miscellaneous Receipts	364,570	117,000
Content Income	6,515,240	7,286,315
Total	50,178,902	48,106,462
18 Other Income		
Interest on Fixed deposits with Bank	244,166	365,583
Interest on Fixed deposits with TJSB Bank		249,564
Interest on Income Tax Refund	71,533	4,930
Commission		3,200
Sundry balance written back	45,583	-
Total	361,283	623,277
19 Purchase of Traded Goods		
Traded Goods	152,613	513,585
Total	152,613	513,585
Note 19(a)		
Club Cinema Projector with Accessories	152,613	-
Club Cinema Server Accessories		513,585
Total	152,613	513,585
20 Employee Benefits Expenses		
Salaries, Wages and Bonus	19,660,743	13,528,675
Staff Welfare Expenses	175,841	42,341
Total	19,836,584	13,571,016



	31 March 16	31 March 2015
	Rs.	Rs.
21 Other Expenses		
A) Vehicle Operating Cost		
Van Operating Cost	60,948,070	21,214,618
Vehicle Lease Rental	7,146,818	6,705,679
Survey Expenses	513,635	600,569
Vehicles Running Cost	846,833	447,797
Vehicle Transit Charges	2,122,950	1,130,504
Van Branding Charges	2,636,673	1,011,375
Vehicle Insurance	581,978	55,082
Road Tax-Vehicle	919,340	158,576
Total	75,716,297	31,324,200
B) Others		
Content Fee	9,536,869	5,523,828
Travelling Expenses	2,525,086	1,013,587
Legal, Professional and Consultancy Fees	3,288,780	783,494
Audit Fees	175,000	50,000
Commission & Brokerage	86,915	52,541
Office Expenses	614,032	541,842
Business Promotion Expenses	2,873,326	1,246,382
Prior Period Expenses	-	63,972
Repairs, Maintenance and Purchase of Consumables	3,444,074	220,435
Technical Services Fees	323,184	-
Rates and Taxes	1,506,900	172,361
Miscellaneous Expenses	770,816	362,915
Total	25,144,982	10,031,476
Grand Total	100,861,279	41,355,676
22 Depreciation and Amortisation Expenses		
Depreciation on Tangible Asset	10,732,227	3,572,168
Amortization of Intangible Assets	1,005,500	255,500
Total	11,737,727	3,827,668
23 Finance cost		
Interest on		
Term Loan	8,907,601	-
Unsecured Loan	8,775,927	82,192
Others	380,301	345,092
Other Borrowing Cost	1,549,600	-
Bank Charges	40,178	4,941
Total	19,653,607	432,225



Notes to Financial Statements for the year ended 31 March 2016

24 Disclosures as per (AS- 15) (Revised) - Employee Benefits
Gratuity and other post employment benefit plans

Particulars	Gratuity	Leave Encashment
a) Actuarial Assumptions :		
Interest/Discount Rate	7.80%	7.80%
Rate of Increase in Compensation	8.00%	8.00%
Employee Attrition Rate	15.00%	15.00%
Expected Average remaining Service	23.81	23.81
b) Change in Obligation during the Year ended 31st March 2016		
PVO at beginning of Period	-	-
Past Service Cost	278,981	648,344
Interest Cost	-	-
Current Service cost	199,232	431,622
Benefits Paid	-	-
Actuarial Gain/(Loss) on Obligation	-	-
PVO at the end of Period	478,213	1,079,966
c) Net Assets/(Liability) recognized in the Balance Sheet as at 31st March 2016		
PVO at end of Period	-	-
Fair Value of Plan Assets at end of period	-	-
Funded Status	-	-
Net Assets/(Liability) recognized in the Balance Sheet	-	-
d) Expenses recognized in the statement of P&L A/c		
Current Service cost	199,232	431,662
Past Service Cost	278,981	648,334
Interest Cost	-	-
Expected Return on Plan Assets	-	-
Net Actuarial (Gain)/Loss recognised for the period	-	-
Net Assets/(Liability) recognized in the Balance Sheet	-	-
Expenses recognized in the statement of Profit and Loss	478,213	1,079,996

Note: The above figures are as certified by actuary and relied upon by auditor.

25 Segmental Reporting (AS - 17)

The Company is engaged in the business of Digital Cinema Services and sale of advertisement space, which are subject to same risk and rewards and the financial statements reflect the result of this business segment, which is the primary segment in accordance with the requirement of Accounting Standard 17 on Segment Reporting. The Company's operations are based in same geographical segment, India.

26 Earning Per Share (AS-20):

a.	Profit/ (Loss) after tax as reported (Rs.)	(101,401,626)	(10,500,340)
b.	Weighted Average Number of equity shares considered for calculating Earnings Per Share	14475	14475
c.	Earnings Per Share (Rs.)		
	Basic	(7,005.29)	(725.41)
	Diluted	(7,005.29)	(725.41)
d.	Nominal Value Per Share (Rs.)	10	10



VALUABLE DIGITAL SCREENS PRIVATE LIMITED
Notes to Financial Statements for the year ended 31 March 2016
27 Related Party Disclosures (AS-18)
Name of related parties where control exists irrespective of whether transactions have occurred or not

Sr. No.	Particulars	
1	Holding Company	UFO Moviez India Limited
2	Fellow Subsidiary	Scrabble Entertainment Limited V. N. Films Pvt. Ltd
Names of other related parties with whom transactions have taken place during the year		
3	Key Management Personnel	Mr. Sunil Shamrao Patil - Director
4	Enterprises owned or significantly influenced by Key Management Personnel or their relatives	Valuable Technologies Limited Jaysinh Pictures Pvt. Ltd Valuable Media Limited Valuable Infrastructure Private Limited

B Information about Related Parties Transactions:

Sr. No.	Particulars Nature of Expenses/Name of the Parties	31 March 2016 Rs	31 March 2015 Rs
A	Holding Company Purchase of Equipments : i) UFO Moviez India Limited	1,005,717	-
B	Fellow Subsidiary Unsecured Loan Received i) Scrabble Entertainment Limited	70,000,000	30,000,000
	Interest Expenses on Loan i) Scrabble Entertainment Limited	855,563	-
	Content Fees Expenses i) V N Films Pvt. Ltd.	409,868	-
C	Key Management Personnel Unsecured Loan Received i) Mr. Sunil Shamrao Patil (Director)	22,500,000	-
	Interest expenses on Loan i) Mr. Sunil Shamrao Patil (Director)	220,274	-
D	Enterprises owned or significantly influenced by Key Management Personnel or their relatives Expenses reimbursed i) Valuable Media Limited ii) Valuable Infrastructure Private Limited iii) Valuable Technologies Limited	- 80,986 187,194	536,488 796,000 388,500
	Purchase of Spares, Equipment and Procurement of Content i) Valuable Media Limited ii) Valuable Technologies Limited iii) Jaysinh Pictures Pvt. Ltd	- - 31,500	752,198 24,569 -

Sr. No.	Particulars Nature of Expenses/Name of the Parties	31 March 2016 Rs	31 March 2015 Rs
(II)	Balance outstanding at the year end		
A	Holding Company Trade Payables i) UFO Moviez India Limited	1,005,717	-
B	Fellow Subsidiary Loan and Interest payable i) Scrabble Entertainment Limited	104,821,013	30,000,000
C	Key Management Personnel Loan and Interest payable i) DR. Sunil Shamrao Patil	22,698,247	-
D	Enterprises owned or significantly influenced by Key Management Personnel or their relatives Amount Payable i) Valuable Technologies Limited	-	14,920
A	Amount Receivable Related Company Jaysinh Pictures Pvt. Ltd	3,150	-



28 Deferred Taxes (AS - 22)

The Company has accounted deferred tax assets to the extent of deferred tax liabilities since there is no "virtual certainty" of sufficient future taxable income available in the future (as defined in Accounting Standard 22 issued by The Institute of Chartered Accountants of India).

29 Amortisation of Intangible Assets (AS -26)

The company is not able to ascertain the expected future economic benefits from the intangible assets and therefore, the management uses Straight Line Method (SLM) to allocate the depreciable amount of an intangible assets over the best estimate of its useful life (i.e 5 years).

Particulars	Patent & Trademark
Useful Lives	5 years
Amortisation Method Used	Straight Line Method
Gross Block	
Opening Block 1.04.2015	5,027,500
Addition during the year	-
Deletion during the year	-
Closing Block 31.03.2016	5,027,500
Accumulated Depreciation	
Opening Balance 1.04.2015	263,800
Amortisation for the year	1,005,500
Amortisation on Deletions	-
Closing Balance 31.03.2016	1,269,300
Net Block	
As at 31.03.2015	4,763,700
Addition made during the year	-
Amortisation / Deletion during the year	1,005,500
As at 31.03.2016	3,758,200

30 Impairment of Assets (AS - 28)

Based on exercise of impairment of assets undertaken by the management, in due cognizance of Paragraph 5 to 13 of Accounting Standard-28, the Company has concluded that no Impairment Loss is required to be booked.

31 Contingent Liability (AS-29)

There is no contingent liability as on the Balance Sheet date for which the Company required to make provision in the books of accounts.

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

a) Trade payable due to Micro and Small Enterprises.

Nil

b) The amount of interest paid by the buyer in terms of section 16 of the MSMED Act, 2006 along with amounts of the payment made to the supplier beyond the appointed day during each accounting year.

Nil

c) The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under the MSMED Act, 2006.

Nil



VALUABLE DIGITAL SCREENS PRIVATE LIMITED

Notes to Financial Statements for the year ended 31 March 2016

33 Balances in Sundry Creditors, Debtors and Loans & Advances are subject to confirmations and reconciliations.

34 The Company is a Small and Medium Sized Company (SMC) within the meaning of Rule 2(1)(f) of The Companies (Accounting Standards) Rules 2006 and notified under the relevant provisions of the Companies Act, 2013. Accordingly, the Company has complied with the Accounting Standards as applicable to a Small and Medium Sized Company prescribed under the above Rules read together with the General Instructions to be followed by SMC Company.

35 The Company has not received any memorandum (as required to be filed by the suppliers with the notified authority under the Micro, Small & Medium Enterprise Development Act, 2006) claiming their status as micro small or medium enterprises. Consequently the amount paid/payable to these parties during the year is nil, which is relied upon by the auditor.

36 In the opinion of the Board of Directors, the Current Assets and Non-Current Assets have a value on realisation in the ordinary course of business, at least equal to the amount at which they are stated in the Balance Sheet and adequate provision for all known liabilities of the Company have been made.

Previous year figures

a) Figures have been rounded off to the nearest rupee.

b) Figures of the previous year have been re-grouped and re-classified wherever necessary to correspond with the figure of the current period.

For and on behalf of
SHETTY NAIK & ASSOCIATES
Chartered Accountants
Firm Registration No. 124851W
Place:- Mumbai

Partner: JAGDISH SHETTY
Membership No: 111936
Place: Mumbai
Date: 24.05.2016



For and on behalf of Board of Directors
of Valuable Digital Screens Private Limited

Pankaj Jaysingh Madhani
Director

Vishnu Patel
Director

