

**INDEPENDENT AUDITOR'S REPORT**

To the Members of  
**EYEQUBE STUDIOS PRIVATE LIMITED**

**Report on the Financial Statements**

**Opinion**

We have audited the accompanying financial statements of **EyeQube Studios Private Limited** ("the Company"), which comprise the Balance Sheet as at March 31, 2020, the Statement of Profit and Loss, including Other Comprehensive Income, the Cash Flow Statement and the Statement of Changes in Equity for the year then ended, and a summary of 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 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 ("Ind AS") specified under Section 133 of the Act and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2020, its profit including other comprehensive income, its cash flows and the statement of changes in equity for the year ended on that date.

**Basis for Opinion**

We conducted our audit in accordance with the Standards on Auditing ("SAs") specified under Section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the 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 ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules made 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 opinion on the financial statements.

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

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Board of Directors Report including Annexures, but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information; we are required to report that fact. We have nothing to report in this regard.



### **Management Responsibility for the Financial Statements**

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Act, with respect to the preparation of these Financial Statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and the statement of changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards ("Ind AS") specified under Section 133 of the Act, read with the Companies (Indian Accounting Standards) Rules, 2015, as amended.

This responsibility also includes maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of the appropriate accounting policies; making judgements 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 fair presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the 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 also responsible for overseeing the Company's financial reporting process.

### **Auditor's Responsibility**

Our objectives are to obtain reasonable assurance about whether the 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 financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional scepticism 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 Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.



- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

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

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

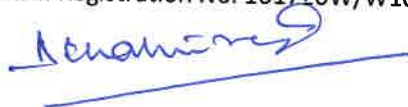
#### Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of Section 143 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 purposes of our audit;
  - b) In our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;
  - c) The Balance Sheet, Statement of Profit and Loss including Other Comprehensive Income, the Cash Flow Statement and the Statement of Changes in Equity dealt with by this report are in agreement with the books of account;



- d) In our opinion, the aforesaid financial statements comply with the Ind AS specified under Section 133 of the Act read with Companies (Indian Accounting Standards) Rules, 2015 as amended;
- e) On the basis of written representations received from the directors as on March 31, 2020 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2020, 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". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting;
- g) With respect to the other matters to be included in the Auditor's Report in accordance with Rules 11 of the Companies (Audit and Auditors) Rules, 2014, as amended, in our opinion and to the best of our information and according to the explanations given to us:
- The Company doesn't have any pending litigations which would impact on its financial position;
  - The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses, and
  - There were no amount which were required to be transferred to the Investor Education and Protection Fund by the Company.

For Chaturvedi & Shah LLP  
Chartered Accountants  
Firm Registration No. 101720W/W100355



**Amit Chaturvedi**  
Partner  
Membership No. 103141  
UDIN:- 20103141AAAAPD5675



Place- Mumbai  
Date: 28<sup>th</sup> July, 2020

**"ANNEXURE A" TO INDEPENDENT AUDITORS' REPORT ON THE FINANCIAL STATEMENTS OF  
EYEQUEBE STUDIOS PRIVATE LIMITED**

**(Referred to in Paragraph 1 under the heading of "Report on other legal and regulatory requirements" of our report of even date)**

- i) In respect of its Fixed Assets :
- The Company has maintained proper records showing full particulars including quantitative details and situation of Fixed Assets on the basis of available information.
  - As explained to us, all the fixed assets have been physically verified by the management in a phased periodical manner, which in our opinion is reasonable, having regard to the size of the Company and nature of its assets. No material discrepancies were noticed on such physical verification.
  - As the Company had no immovable property during the year, clause (c) (i) of paragraph of the Order is not applicable to the Company.
- ii) In respect of its inventories:
- As the Company had no inventory during the year, clause (ii) of paragraph 3 of the Order is not applicable to the Company.
- iii) The Company has not granted any loans, secured or unsecured to companies, firms, limited liability partnerships or other parties covered in the register maintained under Section 189 of the Act. Consequently, the requirement of clause (iii) (a) to clause (iii) (c) of paragraph 3 of the Order is not applicable to the Company.
- iv) The Company has not granted any loans, investment, guarantees and securities covered under Section 185 and 186 of the Act.
- v) According to the information and explanations given to us, the Company has not accepted any deposits within the meaning of provisions of Sections 73 to 76 or any other relevant provisions of the Act and the rules framed thereunder. Therefore, the provisions of Clause (v) of paragraph 3 of the Order are not applicable to the Company.
- vi) To the best of our knowledge and explanations given to us, the Central Government has not prescribed the maintenance of cost records under sub section (1) of Section 148 of the Act in respect of the activities undertaken by the Company. Accordingly, the provision of clause 3(vi) of the order is not applicable.
- vii) In respect of Statutory dues :
- According to the records of the Company, undisputed statutory dues including goods and service tax, provident fund, income-tax, sales-tax, service tax, duty of customs, value added tax, cess and any other statutory dues as applicable to it have been generally regularly deposited with appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of the aforesaid dues were outstanding as at March 31, 2020 for a period of more than six months from the date of becoming payable.





- b. On the basis of our examination of accounts and documents on records of the Company and information and explanations given to us upon enquires in this regard, there are no disputed amounts payable in respect of goods and service tax, income tax, sales tax, service tax, duty and cess as applicable to it on account of any dispute, which have not been deposited.
- viii) The Company has not raised loans from financial institutions or banks or government or by issue of debentures and hence clause (viii) of paragraph 3 of the Order is not applicable to the Company.
- ix) The Company has not raised money by way of initial public offer or further public offer (including debt instruments) or term loan during the year and hence clause (ix) of paragraph 3 of the Order is not applicable to the Company.
- x) Based on the audit procedures performed for the purpose of reporting the true and fair view of the financial statements and as per information and explanations given to us, no fraud by the Company or on the Company by its officers or employees has been noticed or reported during the year.
- xi) In our opinion and according to the information and explanations given to us, Section 197 of the Act is not applicable to the Company and hence clause (xi) of paragraph 3 of the Order is not applicable to the Company.
- xii) In our opinion Company is not a nidhi Company. Therefore, the provisions of clause (xii) of paragraph 3 of the Order are not applicable to the Company.
- xiii) In respect of transactions with related parties:  
In our opinion and according to the information and explanations given to us, all transactions with related parties are in compliance with Sections 177 and 188 of the Act and their details have been disclosed in the financial statements etc., as required by the applicable Ind AS.
- xiv) In our opinion and according to the information and explanations given to us, the Company has not made any preferential allotment or private placement of shares or of fully or partly convertible debentures during the year and hence clause (xiv) of paragraph 3 of the Order is not applicable to the Company.



- xv) In our opinion and according to the information and explanations given to us, the Company has not entered into any non-cash transaction with the directors or persons connected with him and covered under Section 192 of the Act. Hence, clause (xv) of the paragraph 3 of the Order is not applicable to the Company.
- xvi) Based on information and explanation given to us, the Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934.

For Chaturvedi & Shah LLP  
Chartered Accountants  
Firm Registration No. 101720W/W100355



**Amit Chaturvedi**  
Partner  
Membership No. 103141  
UDIN:- 20103141AAAAPD5675



Place- Mumbai  
Date: 28<sup>th</sup> July, 2020

**ANNEXURE "B" TO THE INDEPENDENT AUDITOR'S REPORT ON THE FINANCIAL STATEMENTS OF EYEQUBE STUDIOS PRIVATE LIMITED**

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

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

**Opinion**

We have audited the Internal Financial Control over financial reporting of EyeQube Studios Private Limited ("the Company") as of March 31, 2020 in conjunction with our audit of the financial statements of the Company for the year then ended.

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

**Auditor's 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 issued by ICAI and the Standards on Auditing, issued by ICAI and deemed to be prescribed under Section 143(10) of the Act, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and both issued by the ICAI. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate 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 judgment, 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, adequate internal financial controls over financial reporting with reference to these Financial Statements and such internal financial controls over financial reporting with reference to these Financial Statements were operating effectively as at March 31, 2020, 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 issued by ICAI.

For Chaturvedi & Shah LLP  
Chartered Accountants  
Firm Registration No. 101720W/W100355

Amit Chaturvedi  
Partner  
Membership No. 103141  
UDIN:- 20103141AAAAPD5675



Place- Mumbai  
Date: 28<sup>th</sup> July, 2020

**EyeQube Studios Private Limited**  
**Balance Sheet as at 31 March 2020**

	Notes	As at 31 March 2020 Amount in ₹	As at 31 March 2019 Amount in ₹
<b>Assets:</b>			
<b>Non- current assets</b>			
Property, plant and equipment	3	499,995	545,736
Non current tax assets	4	169,900	6,024,670
<b>Total non-current assets</b>		<b>669,895</b>	<b>6,570,406</b>
<b>Current assets</b>			
<b>Financial assets</b>			
(i) Cash and cash equivalents	5	410,168	197,989
(ii) Loans and advances	6	3,791,789	-
Other current assets	7	-	89,493
<b>Total current assets</b>		<b>4,201,957</b>	<b>287,482</b>
<b>Total assets</b>		<b>4,871,852</b>	<b>6,857,888</b>
<b>Equity and liabilities:</b>			
<b>Equity</b>			
Equity share capital	8	100,000	100,000
Other equity	9	4,523,464	3,912,999
<b>Total equity</b>		<b>4,623,464</b>	<b>4,012,999</b>
<b>Liabilities</b>			
<b>Current liabilities</b>			
<b>Financial liabilities</b>			
(i) Short-term borrowings	10	-	2,789,623
(ii) Other financial liabilities	11	75,050	47,502
Other current liabilities	12	173,338	7,764
<b>Total current liabilities</b>		<b>248,388</b>	<b>2,844,889</b>
<b>Total equity and liabilities</b>		<b>4,871,852</b>	<b>6,857,888</b>

**Notes 1 to 30 form an integral part of these financial statements**

As per our report of even date

For Chaturvedi & Shah LLP  
Chartered Accountants  
Firm Registration No.: 101720W/W100355



**Amit Chaturvedi**  
Partner  
Membership No: 103141

Place: Mumbai  
Date: 28 July 2020



For and on behalf of the board of directors

**Sunil Arjan Lulla**  
Director  
(DIN :- 00243191)

**Anand Shankar Kamtam**  
Director  
(DIN :- 02942810)

Place: Mumbai  
Date: 28 July 2020

Place: Mumbai  
Date: 28 July 2020



**EyeQube Studios Private Limited**  
**Statement of Profit and Loss for the year ended 31 March 2020**

	Notes	Year ended 31 March 2020 Amount in ₹	Year ended 31 March 2019 Amount in ₹
<b>Revenue</b>			
Revenue from operations (net)		-	-
Other income	13	2,304,019	696,500
<b>Total revenue</b>		<b>2,304,019</b>	<b>696,500</b>
<b>Expenses</b>			
Finance costs	14	85,029	322,595
Depreciation and amortisation expense	3	45,741	52,045
Other expenses	15	1,084,357	185,410
<b>Total expenses</b>		<b>1,215,127</b>	<b>560,050</b>
Profit/(Loss) before tax		<b>1,088,892</b>	<b>136,450</b>
<b>Tax expense</b>			
Current tax		169,900	-
Minimum alternate tax credit		(169,900)	-
Short/(excess) provision for tax of earlier years		478,427	-
		<b>478,427</b>	<b>-</b>
<b>Profit/(Loss) after tax for the year</b>		<b>610,465</b>	<b>136,450</b>
Other comprehensive income for the year		-	-
<b>Total Comprehensive income for the year</b>		<b>610,465</b>	<b>136,450</b>
<b>Earnings per equity share:</b>			
Basic (in ₹) (nominal value ₹ 10)	21	61.05	13.64
Diluted (in ₹) (nominal value ₹ 10)	21	61.05	13.64

**Notes 1 to 30 form an integral part of these financial statements**

As per our report of even date

For **Chaturvedi & Shah LLP**  
**Chartered Accountants**  
Firm Registration No.: 101720W/W100355

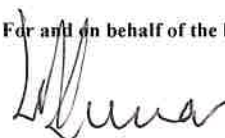


**Amit Chaturvedi**  
Partner  
Membership No: 103141

Place: Mumbai  
Date: 28 July 2020



For and on behalf of the board of directors



**Sunil Arjan Lulla**  
Director  
(DIN :- 00243191)

Place: Mumbai  
Date: 28 July 2020



**Anand Shankar Kamtan**  
Director  
(DIN :- 02942810)

Place: Mumbai  
Date: 28 July 2020



**EyeQube Studios Private Limited**  
**Cash flow statement for the year ended 31 March 2020**

	Year ended 31 March 2020 Amount in ₹	Year ended 31 March 2019 Amount in ₹
<b><u>Cash flow from operating activities</u></b>		
Profit before tax	1,088,892	136,450
Non-cash adjustments to reconcile profit before tax to net cash flows		
Interest income	(303,242)	-
Finance cost	85,029	322,595
Depreciation	45,741	52,045
<b>Operating profit before working capital changes</b>	<b>916,420</b>	<b>511,090</b>
Movements in working capital:		
Increase/(decrease) in other current liabilities	165,574	547
Increase/(decrease) in other financial liabilities	27,549	2
(Increase) /decrease in short-term loans and advances	89,492	15,303
<b>Cash generated from/(used in) operations</b>	<b>1,199,035</b>	<b>526,942</b>
Taxes paid (net of refunds)	5,376,343	-
<b>Net cash generated from/(used in) operating activities</b>	<b>6,575,378</b>	<b>526,942</b>
<b>Cash flow from investing activities</b>		
Loan and advances given	(3,791,789)	-
Interest Income	303,242	-
	<b>(3,488,547)</b>	<b>-</b>
<b><u>Cash flow from financing activities</u></b>		
Proceed form short term borrowing	(2,789,623)	(164,378)
Finance cost	(85,029)	(322,595)
<b>Net cash generated from /(used in) financing activities</b>	<b>(2,874,652)</b>	<b>(486,973)</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>212,179</b>	<b>39,969</b>
<b>Cash and cash equivalents at the beginning of the year</b>	<b>197,989</b>	<b>158,020</b>
<b>Cash and cash equivalents at the end of the year</b>	<b>410,168</b>	<b>197,989</b>

**Change in liability arising from financing activities :-**

	Total Amount in ₹	Total Amount in ₹
Opening financial liability	2,789,623	2,954,001
Cash Flows during the year	(2,789,623)	(164,378)
<b>Closing financial liability</b>	<b>-</b>	<b>2,789,623</b>

**Notes 1 to 30 form an integral part of these financial statements**

The Cash flow statement has been prepared under indirect method as set in Indian accounting standard - 7 'Cash Flow Statement' as notified under Companies Act 2013

Previous year figure have been regrouped, wherever necessary, to confirm to this year classification.

As per our report of even date

For **Chaturvedi & Shah LLP**  
**Chartered Accountants**  
Firm Registration No.: 101720W/W100355



**Amit Chaturvedi**  
Partner  
Membership No: 103141

Place: Mumbai  
Date: 28 July 2020

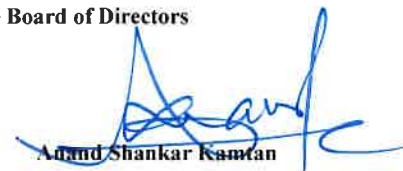


For and on behalf of the Board of Directors



**Sunil Arjan Lulla**  
Director  
(DIN :- 00243191)

Place: Mumbai  
Date: 28 July 2020



**Anand Shankar Kamran**  
Director  
(DIN :- 02942810)

Place: Mumbai  
Date: 28 July 2020



EyeQube Studios Private Limited

Statement of Changes in Equity for the year ended 31 March 2020

A. Equity Share Capital

	Number	Amount in ₹
Balance as at 1 April 2018	10,000	100,000
Changes in equity share capital during the year	-	-
<b>Balance as at 31 March 2019</b>	<b>10,000</b>	<b>100,000</b>
Changes in equity share capital during the year	-	-
<b>Balance as at 31 March 2020</b>	<b>10,000</b>	<b>100,000</b>

B. Other Equity

	Retained Earnings	Total
	Amount in ₹	Amount in ₹
Balance at the 1 April 2018	3,776,549	3,776,549
Profit for the year	136,450	136,450
Other comprehensive income for the year	-	-
<b>Balance as at 31 March 2019</b>	<b>3,912,999</b>	<b>3,912,999</b>
Profit for the year	610,465	610,465
Other comprehensive income for the year	-	-
<b>Balance as at 31 March 2020</b>	<b>4,523,464</b>	<b>4,523,464</b>

Notes 1 to 30 form an integral part of these financial statements

As per our report of even date

For Chaturvedi & Shah LLP  
Chartered Accountants  
Firm Registration No.: 101720W/W100355

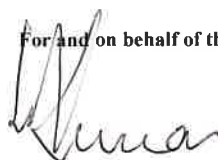


Amit Chaturvedi  
Partner  
Membership No: 103141

Place: Mumbai  
Date: 28 July 2020



For and on behalf of the board of directors



Sunil Arjan Lulla  
Director  
(DIN :- 00243191)

Place: Mumbai  
Date: 28 July 2020



Anand Shankar Kamta  
Director  
(DIN :- 02942810)

Place: Mumbai  
Date: 28 July 2020





**EyeQube Studios Private Limited**  
**Summary of significant accounting policies and other explanatory information**

**SIGNIFICANT ACCOUNTING POLICY AND NOTES FORMING PART OF FINANCIAL STATEMENT**

**1. CORPORATE INFORMATION**

EyeQube Studios Private Limited (the 'Company') was incorporated in India, under the Companies Act, 1956. The Company is a player within the Indian media and entertainment industry and is primarily engaged in the business of rendering studio services. The financial statements of the Company are for the year ended 31 March 2020 and are prepared in Indian Rupees being the functional currency.

These separate financial statements were authorized for issue in accordance with a resolution passed in the Board of Directors meeting held on 28 July 2020.

**2. ACCOUNTING POLICIES**

**a) Basis of preparation of Financial Statements**

These Financial Statements of the Company comprises of Balance Sheet, Statement of Profit and Loss, Cash Flow Statement, Statement of Changes in Equity, a summary of significant accounting policies, notes and other explanatory information.

These Financial Statements comply in all material aspects with Indian Accounting Standards (Ind AS) notified under Section 133 of the Companies Act, 2013 (the Act) [Companies (Indian Accounting Standards) Rules, 2015] and other relevant provisions of the Act. These Financial Statements have been prepared in accordance with the requirements of the information and disclosures mandated by Schedule III of the Act, applicable Ind AS, other applicable pronouncements and regulations.

These Financial Statements have been prepared on a historical cost basis, except for certain assets and liabilities which have been measured at fair value.

Historical cost is generally based on the fair value of the consideration given in exchange for goods and services.

**b) 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 or intended to be sold or consumed in normal operating cycle;
- Expected to be realized within twelve months after the reporting period;
- Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period;
- held primarily for the purpose of trading; and
- Carrying current portion of non-current financial assets.

All other assets are classified as non-current.

A liability is current when:

- It is expected to be settled in normal operating cycle;
- held primarily for the purpose of trading;
- It is due to be settled within twelve months after the reporting period;
- There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period; or
- It includes current portion of non-current financial liabilities.

All other liabilities are classified as non-current.

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

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 twelve months as its operating cycle.



**EyeQube Studios Private Limited**  
**Summary of significant accounting policies and other explanatory information**

**c) Fair value measurement**

The Company accounting policies and disclosures require the measurement of fair values for financial instruments. The Company has an established control framework with respect to the measurement of fair values. The management regularly reviews significant unobservable inputs and valuation adjustments.

All assets and liabilities for which fair value is measured or disclosed in the Financial Statements are categorized within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

Level 1 - Quoted (unadjusted) market prices in active markets for identical assets or liabilities.

Level 2- Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable.

Level 3 -Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

**d) Revenue recognition**

The company recognizes revenue (net of sales related taxes) when the amount of revenue can be reliably measured; when it is probable that future economic benefits will flow to the entity. Revenue from rendering of services is recognized by measuring the progress towards complete satisfaction of performance obligation at the reporting period. The Company recognises contract liabilities for consideration received in respect of unsatisfied performance obligations and reports these amounts as other liabilities in the statement of financial position .

Interest income is recognized using the effective interest rate method.

**e) Property, plant and equipment**

Items of property, plant and equipment are measured at cost less accumulated depreciation and accumulated impairment loss, if any.

Cost of items of property, plant and equipment comprises its purchase price, including import duties and non-refundable purchase taxes, after deducting trade discounts and rebates, any directly attributable cost of bringing the items to its working condition for its intended use and estimated cost of dismantling and removing the items and restoring the site on which it is located.

Any gain or loss on disposal of an item of property, plant and equipment is recognized in profit and loss. Depreciation on property, plant and equipment is provided under written down value method and based on useful life of the assets as prescribed in Schedule II to the Companies Act, 2013 and is generally recognized in the statement of the profit and loss.

The residual values, useful lives and methods of depreciation of property, plant and equipment are reviewed at each financial year end and adjusted prospectively, if appropriate. Gains or losses arising from de-recognition of a property, plant and equipment 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 de-recognized.

**f) Provisions**

Provisions are recognized when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognized as a finance cost.



**EyeQube Studios Private Limited**  
**Summary of significant accounting policies and other explanatory information**

**g) Contingencies**

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the Company or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognized because it cannot be measured reliably. The contingent liability is not recognized in the books of accounts but its existence is disclosed in the Financial Statements.

**h) Taxes**

Taxation on profit and loss comprises current tax and deferred tax. Tax is recognized in the statement of profit and loss except to the extent that it relates to items recognized directly in equity or other comprehensive income in which case tax impact is also recognized in equity or other comprehensive income.

Current tax is provided at amounts expected to be paid (or recovered) using the tax rates and laws that have been enacted or substantively enacted at the balance sheet date along with any adjustment relating to tax payable in previous years.

Deferred income tax is provided in full, using the liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. Deferred income tax is provided at amounts expected to be paid (or recovered) using the tax rates and laws that have been enacted or substantively enacted at the balance sheet date and are expected to apply when the related deferred income tax asset is realized, or the deferred income tax liability is settled.

Deferred tax is not recognized for all taxable temporary differences between the carrying amount and tax bases of investments in subsidiaries, branches and associates and interest in joint arrangements where it is probable that the differences will not reverse in the foreseeable future.

Deferred tax assets and deferred tax liabilities are offset when there is a legally enforceable right to set off assets against liabilities representing current tax and where the deferred tax assets and the deferred tax liabilities relate to taxes on income levied by the same governing taxation laws.

Minimum alternate tax (MAT) paid in a year is charged to the Statement of Profit and Loss as current tax. MAT credit entitlement is recognized as a deferred tax asset only when and to the extent there is convincing evidence that the Company will pay normal income tax during the specified period, which is the period for which MAT credit is allowed to be carried forward. 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.

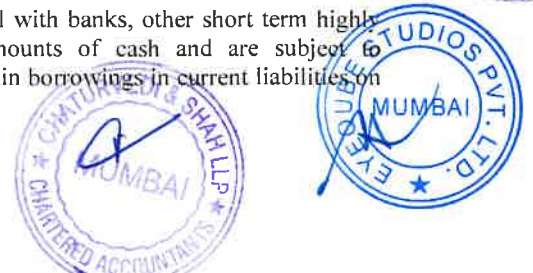
The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to utilize all or part of the deferred tax asset. Unrecognized deferred tax assets are re-assessed at each reporting date and are recognized to the extent that it has become probable that future taxable profits will be available to utilize the deferred tax asset.

**i) Earnings per share**

Basic earnings per share is computed using the weighted average number of ordinary shares outstanding during the period. Diluted earnings per share is computed by considering the impact of the potential issuance of ordinary shares, on the weighted average number of shares outstanding during the period except where the results would be antidilutive.

**j) Cash and cash equivalents**

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short term highly liquid investments which are readily convertible into known amounts of cash and are subject to insignificant risk of changes in value. Bank overdrafts are shown within borrowings in current liabilities on the balance sheet.



**EyeQube Studios Private Limited**  
**Summary of significant accounting policies and other explanatory information**

**k) Financial instrument:**

**i. Financial assets**

**a. Initial recognition and measurement**

The Company classifies financial instruments, or their component parts, on initial recognition as a financial asset, a financial liability or an equity instrument in accordance with the substance of the contractual arrangement. Financial instruments are recognized when the Company becomes a party to the contractual provisions of the instrument. Financial instruments are recognized initially at fair value plus transactions costs that are directly attributable to the acquisition or issue of the financial instrument, except for financial assets at fair value through statement of profit and loss, which are initially measured at fair value, excluding transaction costs (which is recognized in statement of profit and loss).

**b. Subsequent measurement**

• **Financial Assets at amortized cost:**

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

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

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

• **Financial assets at fair value through statement of profit and loss (FVTPL):**

Assets that do not meet the criteria for amortised cost or fair value through other comprehensive income (FVTOCI) are measured at fair value through profit or loss. Gain and losses on fair value of such instruments are recognised in statement of profit and loss. Interest income from these financial assets is included in other income.

**ii. Impairment of financial assets: -**

The Company assesses on a forward-looking basis the expected credit losses associated with its assets carried at amortized cost and FVOCI. The impairment methodology applied depends on whether there has been a significant increase in credit risk.

Expected credit loss ('ECL') impairment loss allowance (or reversal) recognized during the period is recognized as income/ expense in the Statement of Profit and Loss (P&L). This amount is reflected under the head 'other expenses' in the P&L. The balance sheet presentation for various financial instruments is described below:

Financial assets measured as at amortized cost and other contractual revenue receivables - ECL is presented as an allowance, i.e., as an integral part of the measurement of those assets in the balance sheet. The allowance reduces the net carrying amount. Until the asset meets write-off criteria, the Company does not reduce impairment allowance from the gross carrying amount.

**iii. Financial liabilities**

**a. Initial recognition and measurement**

All financial liabilities are recognized initially at fair value and in case of loans and borrowings and payables, net of directly attributable cost. Fees of recurring nature are directly recognized in statement profit and loss as finance cost.

**b. Subsequent measurement:**





**EyeQube Studios Private Limited**  
**Summary of significant accounting policies and other explanatory information**

Financial liabilities are subsequently carried at amortized cost using the effective interest method. For trade and other payables maturing within one year from the balance sheet date, the carrying amounts approximate fair value due to the short maturity of these instruments.

**I. Loans and borrowings: -**

After initial recognition, interest bearing loans and borrowings are subsequently measured at amortized cost using the effective interest rate (EIR) method. Gains and losses are recognized in statement of profit and loss when liabilities are derecognized. Amortized cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortization is included as finance cost in the statement of statement of profit and loss.

**iv. De-recognition of financial instruments**

The company derecognizes a financial asset when the contractual rights to the cash flows from the financial asset expire or it transfers the financial asset and the transfer qualifies for de-recognition under Ind AS 109. A financial liability (or a part of a financial liability) is derecognized from the company's balance sheet when the obligation specified in the contract is discharged or cancelled or expires.

**v. Offsetting of financial instruments**

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

**l) Impairment of non- financial assets**

The carrying amount of any property, plant and equipment and intangible assets with finite lives are reviewed at each balance sheet date, if there is any indication of impairment based on internal /external factors. An asset is impaired when the carrying amount of the asset exceeds the recoverable amount. Recoverable amount is higher of an asset's or cash generating unit's net selling price and its value in use. An impairment loss is charged to the statement of profit and loss in the year in which an asset is identified as impaired. An impairment loss recognized in prior accounting periods is reversed if there has been change in the estimate of the recoverable amount. Where it is not possible to estimate the recoverable amount of an individual asset, the Company estimates the recoverable amount of the cash-generating unit to which the asset belongs.

**m) Critical accounting estimates and judgements**

The preparation of the Company financial statements in conformity with Ind AS requires management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the accounting disclosures, and the disclosure of contingent liabilities. Estimates and judgements are continuously evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods. Revisions to accounting estimates are recognised in the period in which the estimate is revised..





**EyeQube Studios Private Limited****Summary of significant accounting policies and other explanatory information****3 Property, plant and equipment**

Details of the Company's property, plant and equipment and their carrying amounts are as follows:

	Amount in ₹		
Gross carrying amount	Motor vehicles	Studio equipments	Total
Balance as at 1 April 2018	3,316,665	1,000,000	4,316,665
Additions	-	-	-
Adjustments	-	-	-
<b>Balance as at 31 March 2019</b>	<b>3,316,665</b>	<b>1,000,000</b>	<b>4,316,665</b>
Additions	-	-	-
Adjustments	-	-	-
<b>Balance as at 31 March 2020</b>	<b>3,316,665</b>	<b>1,000,000</b>	<b>4,316,665</b>
<b>Accumulated depreciation</b>			
Balance as at 1 April 2018	3,148,641	570,243	3,718,884
Depreciation charge	-	52,045	52,045
Adjustments/ disposals	-	-	-
<b>Balance as at 31 March 2019</b>	<b>3,148,641</b>	<b>622,288</b>	<b>3,770,929</b>
Depreciation charge	-	45,741	45,741
Adjustments/ disposals	-	-	-
<b>Balance as at 31 March 2020</b>	<b>3,148,641</b>	<b>668,029</b>	<b>3,816,670</b>
<b>Net block</b>			
Balance as at 31 March 2019	168,024	377,712	545,736
<b>Balance as at 31 March 2020</b>	<b>168,024</b>	<b>331,971</b>	<b>499,995</b>

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**EyeQube Studios Private Limited****Summary of significant accounting policies and other explanatory information**

Particulars	Amount in ₹	
	As at 31 March 2020	As at 31 March 2019
<b>4 Non current tax assets</b>		
Advance income tax (net of provision)	-	6,024,670
Minimum alternate tax	169,900	
<b>Total</b>	<b>169,900</b>	<b>6,024,670</b>
<b>5 Cash and cash equivalents</b>		
a. Balances with banks - in current accounts	296,554	80,575
b. Cash on hand	113,614	117,414
<b>Total</b>	<b>410,168</b>	<b>197,989</b>
<b>6 Loans and advances</b>		
Unsecured Considered Good		
Loans and advance Given (Refer Note No. 18)	3,791,789	-
	<b>3,791,789</b>	<b>-</b>
The said loan is repayable on demand and Interest is payable @ 11 % p a.		
<b>7 Other current assets</b>		
Balance with statutory authorities	-	89,493
<b>Total</b>	<b>-</b>	<b>89,493</b>

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**EyeQube Studios Private Limited**

**Summary of significant accounting policies and other explanatory information**

**8 Equity share capital**

**Authorised, issued, subscribed and paid up share capital**

Particulars	As at 31 March 2020		As at 31 March 2019	
	Number	Amount (₹)	Number	Amount (₹)
<b>Authorised</b>				
Equity shares of ₹ 10 each	10,000	100,000	10,000	100,000
<b>Issued, subscribed and fully paid up</b>				
Equity shares of ₹ 10 each	10,000	100,000	10,000	100,000
<b>Total</b>	<b>10,000</b>	<b>100,000</b>	<b>10,000</b>	<b>100,000</b>

**a) Reconciliation of paid-up share capital (Equity Shares)**

Balance at the beginning of the year	10,000	100,000	10,000	100,000
Add:- issued during the year	-	-	-	-
Balance at the end of the year	10,000	100,000	10,000	100,000

**b) Terms/Rights attached to shares**

The Company has only one class of equity shares having a nominal value of ₹ 10 per share. Each holder of equity shares is entitled to one vote per share. The dividends, if any, proposed by Board of Directors is subject to approval by the Shareholders. All shares rank pari passu on repayment of capital in the event of liquidation.

**c) Shares in the Company held by holding/ultimate holding company and/or their subsidiaries/associates**

Name of shareholder	As at 31 March 2020		As at 31 March 2019	
	Number	Amount (₹)	Number	Amount (₹)
Holding Company - Eros International Media Limited	10,000	100,000	10,000	100,000

**d) Shares in the company held by each shareholder holding more than 5 percent shares**

Name of Shareholder	As at 31 March 2020		As at 31 March 2019	
	Number	% of Shareholding	Number	% of Shareholding
Holding Company - Eros International Media Limited	10,000	100.00	10,000	100.00

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**EyeQube Studios Private Limited**  
**Summary of significant accounting policies and other explanatory information**

Particulars	Amount in ₹	
	As at 31 March 2020	As at 31 March 2019
<b>9 Other equity</b>		
<b>Retained earnings</b>		
Balance at the beginning of the year	3,912,999	3,776,549
Add : Net profit for the year	610,465	136,450
<b>Total</b>	<b>4,523,464</b>	<b>3,912,999</b>
<b>10 Short-term borrowings</b>		
Loan from related parties (refer note 17)	-	2,789,623
<b>Total</b>	<b>-</b>	<b>2,789,623</b>
*The said loan is repayable on demand and Interest is payable @ 11 % p.a.		
<b>11 Other financial liabilities</b>		
Other payables	75,050	47,502
<b>Total</b>	<b>75,050</b>	<b>47,502</b>
<b>12 Other current liabilities</b>		
Duties and taxes payable	33,763	7,764
Provision for tax (net of advance income tax)	139,575	-
<b>Total</b>	<b>173,338</b>	<b>7,764</b>



**EyeQube Studios Private Limited**  
**Summary of significant accounting policies and other explanatory information**

<b>Particulars</b>	<b>Year ended 31 March 2020</b>	<b>Year ended 31 March 2019</b>
<b>13 Other income</b>		
Other income- assest usage	696,500	696,500
Interest income on advances	303,242	-
Interest income on refund of income tax	1,304,277	-
	<b>2,304,019</b>	<b>696,500</b>
<b>14 Finance costs</b>		
- Interest on car loan		
Interest expense	85,029	322,595
	<b>85,029</b>	<b>322,595</b>
<b>15 Other Expenses</b>		
Repairs and maintenance	97,710	9,301
Insurance	13,852	-
Rates and taxes	615,342	7,932
Subscription and membership fees	10,030	8,500
Legal and professional	316,300	117,850
Payments to auditors (refer note 22)	29,500	25,000
Miscellaneous expenses	1,623	16,827
	<b>1,084,357</b>	<b>185,410</b>

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**EyeQube Studios Private Limited**  
**Summary of significant accounting policies and other explanatory information**

**Note 16: Financial instrument – accounting classification and fair value: -**

The fair value to the financial assets and liabilities are included at the amount at which the instrument can be exchanged in the current transaction between willing parties, other than in a forced or liquidation sale.

The following methods and assumptions were used to estimate the fair values:

Fair value of the cash and cash equivalent, short term borrowings and other current financial instruments approximate their carrying amounts largely due to short term maturities of these instruments.

(Amount in ₹)

Particulars	Carrying amount	Fair value		
	As at 31 March 2020	Level 1	Level 2	Level 3
<b>Financial assets at amortized cost:</b>				
Cash and Cash equivalent	410,168	-	-	-
<b>Total</b>	<b>410,168</b>	-	-	-
<b>Financial liabilities at amortized cost:</b>				
Other financial liabilities	75,050	-	-	-
<b>Total</b>	<b>75,050</b>	-	-	-

During the year there is no movement between level 2 and level 3 as on 31 March 2020.

(Amount in ₹)

Particulars	Carrying amount	Fair value		
	As at 31 March 2019	Level 1	Level 2	Level 3
<b>Financial assets at amortized cost:</b>				
Cash and Cash equivalent	197,989	-	-	-
<b>Total</b>	<b>197,989</b>	-	-	-
<b>Financial liabilities at amortized cost:</b>				
Short term borrowings	2,789,623	-	-	-
Other financial liabilities	47,502	-	-	-
<b>Total</b>	<b>2,837,125</b>	-	-	-

During the year there is no movement between level 2 and level 3 as on 31 March 2019.

**Note 17: Contingent liabilities: -**

Claims against the company not acknowledged as debts

The company has opted subka Vishwas scheme and payment made as per the scheme after that service tax demand of ₹ Nil, and ₹ 1,224,553/- as of 31 March 2020, and 31 March 2019 respectively.

**Note 18: Related party disclosures**

In accordance with the requirements of Indian Accounting Standard 24 i.e. “Related Party Disclosures”, the details of related party transactions are given below:

**a. List of related parties:**

Nature of relationship	Name of related parties
<b>Where Control Exists</b>	
Ultimate holding company	Eros International PLC
Holding Company	Eros International Media Limited
<b>Other Entities</b>	
Key Management Personnel (KMP)	Mr. Sunil Lulla – Director Mr. K. Anand Shankar – Director



**EyeQube Studios Private Limited**  
**Summary of significant accounting policies and other explanatory information**

**b. Transactions with related parties:**

(Amount in ₹)

Particulars	Eros International Media Limited	Total
Interest Paid	85,029 (322,595)	85,029 (322,595)
Other income- assets usage	696,500 (696,500)	696,500 (696,500)
Interest income	303,242 (-)	303,242 (-)
Repayment of Short-term loans taken	2,890,223 (790,573)	2,890,223 (790,573)
Repayment of Short term loans given	485,461 (-)	485,461 (-)
Loans and advance given	3,384,359 (-)	3,384,359 (-)
Loans and advances taken	100,600 (1,000,100)	100,600 (1,000,100)

**c. Balance with related parties:**

(Amount in ₹)

Particulars	Eros International Media Limited	Total
Loan - current assets	3,791,789 (-)	3,791,789 (-)
Short term borrowings	- (2,789,623)	- (2,789,623)

Note: Figures in brackets represents previous year figures.

**Note 19: Operating segment information:**

The Company is predominantly engaged in business of rendering studio services, whose revenue and operating income are regularly reviewed. Accordingly, the Company has only one identifiable segment reportable under Ind AS 108 "Operating Segment" (Segment Reporting).

**Note 20: Capital management:**

The Company monitors capital using a ratio of 'adjusted net debts' to 'adjusted equity'. For this purpose, adjusted net debts are defined as total liabilities, comprising interest- bearing loans and borrowings less cash and cash equivalents. Adjusted equity comprises all components of equity attributable to equity shareholders.

The Company's adjusted net debts to equity ratio as at 31 March 2020 and 31 March 2019 was as follows:

	As at 31 March 2020	As at 31 March 2019
	Amount in ₹	Amount in ₹
Debt	-	2,789,623
Less: cash and cash equivalent	(410,168)	(197,989)
<b>Adjusted net debt</b>	<b>(410,168)</b>	<b>2,591,634</b>
Total Equity	4,623,464	4,012,999
<b>Adjusted Equity</b>	<b>4,623,464</b>	<b>4,012,999</b>
<b>Adjusted net debt to adjusted equity ratio</b>	<b>(0.09)</b>	<b>0.65</b>



**EyeQube Studios Private Limited**  
**Summary of significant accounting policies and other explanatory information**

**Note 21: Earnings per share**

The Earnings per share is calculated as under:

Particulars	Amount in ₹	
	31 March 2020	31 March 2019
Net profit/loss as per the Statement of profit and loss attributable to equity shareholders	610,465	136,450
Weighted average number of equity shares	10,000	10,000
Nominal value of shares	Rs.10/- each	Rs.10/- each
Earnings per share (Basic & Diluted)	61.05	13.64

**Note 22: Auditors remuneration has been classified as under:**

Particulars	Amount in ₹	
	31 March 2020	31 March 2019
Statutory audit fee	25,000	25,000

**Note 23: Going concern basis**

These accounts have been prepared on going concern basis as the company has earned profit during the current year and immediately preceding previous year and the company has positive net worth and liability is mainly to its parent.

**Note 24: Major components of deferred tax: -**

Particulars	Amount in ₹	
	31 March 2020	31 March 2019
<b>Deferred tax liabilities:</b>	NIL	NIL
<b>Deferred tax assets:</b>		
Depreciation on tangible assets	(886,236)	(886,236)
Carry forward losses	(9,696,033)	(9,669,694)
Deferred tax (assets)/liabilities (net)*	<b>(10,582,269)</b>	<b>(10,555,930)</b>

\* As a matter of prudence deferred tax assets is not recognized in the books of accounts.

Details of unused tax losses and unabsorbed tax depreciation for which deferred tax assets have not been recognised:	
Particulars	Period
Unused tax losses	24,838,067
The above unused tax losses will expire as per table below:	
Tax losses for financial year ended/ (benefit of tax losses expiring on:	
Business losses	
31st March 2013 (Expiring on 31st March 2021)	15,807,310
31st March 2014 (Expiring on 31st March 2022)	1,689,687
31st March 2015 (Expiring on 31st March 2023)	1,769,977
31st March 2016 (Expiring on 31st March 2024)	1,925,066
31st March 2017 (Expiring on 31st March 2025)	1,533,705
31st March 2018 (Expiring on 31st March 2026)	1,489,981
31st March 2019 (Expiring on 31st March 2027)	622,340

**Note 25: Foreign currency risk**

Foreign currency risk arises commercial transaction that recognized assets and liabilities denominated in currency that is not a Company functional currency (INR). The Company is not exposed to significant foreign exchange risk at the respective reporting dates.



**EyeQube Studios Private Limited**  
**Summary of significant accounting policies and other explanatory information**

**Note 26: Credit risk**

Credit risk arises from the possibility that counter party may not be able to settle their obligations as agreed. The Company is not exposed to significant credit risk at the respective reporting dates.

**Note 27: Interest rate risk**

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. Company does not have significant exposure to the risk of changes in market interest rates as Company's debt obligations is at fixed interest rates.

**Note 28: Liquidity risk**

Liquidity risk is defined as the risk that the Company will not be able to settle or meet its obligations on time or at a reasonable price. The Company is not exposed to significant liquidity risk at the respective reporting dates.

**Note 29: Employee benefit**

Company does not have, nor does it require under any statute to have, any short / long term Defined Contribution Plan or any Defined Benefit Plan for Employees. There are also no other short / Long Term Employee benefits which become due during or post employment period of Employee. In the absence of aforesaid Employee benefits, the requirement to comply with Ind AS 19 does not arise.

**Note 30:**

Previous year's figures have been regrouped, reclassified wherever necessary to correspond with current year classification /disclosure.

For **Chaturvedi & Shah LLP**  
**Chartered Accountants**  
Firm Registration No.: 101720W/W100355



**Amit Chaturvedi**  
Partner  
Membership No: 103141  
Place: Mumbai  
Date: 28 July 2020

For and on behalf of the **Board of Directors**



**Sunil Arjan Lulla**  
Director  
(DIN:- 00243191)  
Place: Mumbai  
Date: 28 July 2020



**Anand Shankar Kamtam**  
Director  
(DIN:- 02942810)  
Place: Mumbai  
Date: 28 July 2020

