SWANSTON MULTIPLEX CINEMAS PRIVATE LIMITED

ANNUAL REPORT

2015 - 2016

PATANKAR
& ASSOCIATES
Chartered Accountants

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Independent Auditor's Report to the members of Swanston Multiplex Cinemas Private Limited

Report on the Financial Statements

We have audited the accompanying financial statements of **Swanston Multiplex Cinemas Private Limited** ("the Company"), which comprise the Balance Sheet as at 31st March 2016, the Statement of Profit and Loss and the Cash Flow Statement for the year then ended, and a summary of the 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.

Auditor's 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 on these financial statements.

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 31st March 2016 and its loss and cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. This report does not include a statement on the matters specified in 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, since in our opinion and according to the information given to us, the Order is not applicable to the Company.

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 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 the written representations received from the directors as on 31st March, 2016 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2016 from being appointed as a director in terms of Section 164 (2) of the Act.

PATANKAR & ASSOCIATES
19, Gold Wings,
Parvati Nagar,
Sinhgad Road,
PUNE-30
Chartered Accountants

Independent Auditor's Report to the members of Swanston Multiplex Cinemas Private Limited on the Financial Statements for the year ended 31st March 2016 *(continued)*

(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 I.

(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 has disclosed the impact of pending litigations on its financial position in its financial statements – refer note no. 9 and 17 to the financial statements;

ii. The Company did not have any long term contracts including derivative contracts, for which there were any material foreseeable losses; and

iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For Patankar & Associates
Chartered Accountants
Firm's Registration No. 107628W

PATANKAR & ASSOCIATES
19, Gold Wings,
Parvati Nagar,
Sinhgad Road,
PUNE-30
Chartered Accountants

S S Agrawal
Partner
Membership No. 049051

Place: Mumbai
Date: 25th April 2016

Annexure I to Independent Auditor's Report to the members of Swanston Multiplex Cinemas Private Limited on the financial statements for the year ended 31st March 2016 – 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 with reference to financial statements over financial reporting of **Swanston Multiplex Cinemas Private Limited** ("the Company") as of 31st 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 (the "Guidance Note") issued by the Institute of Chartered Accountants of India. 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 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 the Institute of Chartered Accountants of India. 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 with reference to financial statements 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.

Annexure I to Independent Auditor's Report to the members of Swanston Multiplex Cinemas Private Limited on the financial statements for the year ended 31st March 2016 *(continued)*

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 with reference to financial statements 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 with reference to financial statements system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st 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 the Institute of Chartered Accountants of India.

For Patankar & Associates,
Chartered Accountants
Firm's Registration No. 107628W

PATANKAR & ASSOCIATES
19, Gold Wings, Parvati Nagar, Sinhgad Road, PUNE-30
Chartered Accountants

S S Agrawal
Partner
Membership No. 049051

Place: Mumbai
Date: 25th April 2016

SWANSTON MULTIPLEX CINEMAS PRIVATE LIMITED
Balance Sheet as at 31st March 2016

(Amounts in Rs.)

Particulars	Note No	As at 31 March 2016	As at 31 March 2015
I. Equity and liabilities			
(1) Shareholders' funds			
(a) Share capital	4	2,03,00,000	2,03,00,000
(b) Reserves and surplus	5	(2,14,65,904)	(2,12,65,807)
		(11,65,904)	**(9,65,807)**
(2) Current liabilities			
(a) Trade payables			
Dues to Micro and Small Enterprises	6	-	-
Dues to others	6	35,30,830	36,10,690
(b) Other current liabilities	7	5,10,029	5,09,429
(c) Short term provision	8	1,02,07,650	1,02,07,650
		1,42,48,509	**1,43,27,769**
TOTAL		**1,30,82,605**	**1,33,61,962**
II. Assets			
(1) Non-current assets			
(a) Long term loans and advances	9	32,38,770	32,38,770
		32,38,770	**32,38,770**
(2) Current assets			
(a) Current investments	10	90,00,000	-
(b) Trade receivables	11	-	-
(c) Cash and bank balance	12	8,43,835	1,01,23,192
(d) Short term loans and advances	13	-	-
		98,43,835	**1,01,23,192**
TOTAL		**1,30,82,605**	**1,33,61,962**
The accompanying notes are an integral part of the financial statements			

As per our report of even date attached
For Patankar & Associates
Chartered Accountants

Sanjay Agrawal
Partner

Place: Mumbai
Dated: 25th April 2016

PATANKAR & ASSOCIATES
19, Gold Wings, Parvati Nagar, Sinhgad Road, PUNE-30
Chartered Accountants

For and on behalf of the Board of Directors
of Swanston Multiplex Cinemas Pvt. Ltd.

Deepak Asher
Director

Mohan Umrotkar
Director

Place: Mumbai
Dated: 25th April 2016

SWANSTON MULTIPLEX CINEMAS PRIVATE LIMITED

Statement of Profit and Loss for the year ended 31st March 2016

(Amounts in Rs.)

Particulars	Note No	Year ended 31st March 2016	Year ended 31st March 2015
Revenue			
Other income	14	1,000	30,40,694
Total Revenue		**1,000**	**30,40,694**
Expenses			
Other expenses	15	2,01,097	20,39,761
Total Expenses		**2,01,097**	**20,39,761**
Profit / (Loss) before tax		**(2,00,097)**	**10,00,933**
Less : Taxation pertaining to earlier years		-	2,11,443
Profit / (Loss) for the year		**(2,00,097)**	**7,89,490**
Basic and diluted earnings / (loss) per equity share of Rs 10 each	19	(0.10)	0.39
The accompanying notes are an integral part of the financial statements			

As per our report of even date attached
For Patankar & Associates
Chartered Accountants

PATANKAR & ASSOCIATES
19, Gold Wings, Parvati Nagar, Sinhgad Road, PUNE-30
Chartered Accountants

Sanjay Agrawal
Partner

Place: Mumbai
Dated: 25th April 2016

For and on behalf of the Board of Directors of Swanston Multiplex Cinemas Pvt. Ltd.

Deepak Asher
Director

Mohan Umrotkar
Director

Place: Mumbai
Dated: 25th April 2016

SWANSTON MULTIPLEX CINEMAS PRIVATE LIMITED
Cash Flow Statement for the year ended 31st March 2016

(Amounts in Rs.)

Particulars		Year ended 31st March 2016	Year ended 31st March 2015
A	**Cash flow from operating activities**		
	Profit / (Loss) for the year before tax	(2,00,097)	10,00,933
	Adjustments for:		
	Provision for doubtful debts / advances	-	6,28,690
	Liabilities no longer required, written back	-	(16,47,811)
	Operating loss before changes in working capital	(2,00,097)	(18,188)
	Adjustments for:		
	Trade receivables	-	(23,026)
	Trade payables and other liabilities	(79,260)	(7,26,887)
	Net decrease in working capital	(79,260)	(7,49,913)
	Income tax refund (net)	-	1,02,03,159
	Net cash from / (used in) operating activities	**(2,79,357)**	**94,35,058**
B	**Cash flow from investing activities**		
	Purchase of current investments	(90,00,000)	-
	Net cash (used in) investing activities	**(90,00,000)**	**-**
C	**Cash flow from financing activities**		
	Share application money received	-	60,00,000
	Share application money refunded	-	(90,00,000)
	Net cash generated from / (used) in financing activities	**-**	**(30,00,000)**
	Net increase / (decrease) in cash and cash equivalents	(92,79,357)	64,35,058
	Cash and cash equivalents at the beginning of the year	1,01,23,192	36,88,134
	Cash and cash equivalents at the end of the year	**8,43,835**	**1,01,23,192**

Notes:
1. The above cash flow statement has been prepared and presented under the 'Indirect Method'.
2. Components of cash and cash equivalents are as per note no. 12
3. The accompanying notes are an integral part of the financial statements

As per our report of even date attached
For Patankar & Associates
Chartered Accountants

PATANKAR & ASSOCIATES
19, Gold Wings, Parvati Nagar, Sinhgad Road, PUNE-30
Chartered Accountants

Sanjay Agrawal
Partner

Place: Mumbai
Dated: 25th April 2016

For and on behalf of the Board of Directors
of Swanston Multiplex Cinemas Pvt. Ltd.

Deepak Asher
Director

Mohan Umrotkar
Director

Place:Mumbai
Dated: 25th April 2016

Swanston Multiplex Cinemas Private Limited

Notes to the financial statements for the year ended 31st March 2016

1. Corporate Information

Swanston Multiplex Cinemas Private Limited ('SMCPL' or the 'Company') was engaged in the business of operating a multiplex and is a joint venture between Inox Leisure Limited and Reliance Media Works Limited. The Company was operating only one multiplex which has ceased operations w.e.f. 12th July 2012.

2. Basis of preparation

These financial statements have been prepared in accordance with the generally accepted accounting principles in India, under the historical cost convention and on accrual basis. These financial statements comply in all material respects with the applicable Accounting Standards specified under section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014

The figures of the previous year are reclassified / regrouped to confirm with the classification of the current year.

Going Concern

The Company was operating only one multiplex which has ceased operations w.e.f. 12th July 2012. All the employees of the Company have been retrenched and all fixed assets have been disposed off. In view of the cessation of business, the accounts of the Company are not prepared on going concern basis. Accordingly, the assets are stated at their expected realizable values and liabilities at their expected settlement values, as estimated by the management.

3. Significant accounting policies

3.1 Revenue recognition

Income from interest on deposit, loans and interest bearing securities is recognized on time proportion basis.

3.2 Taxation

Current tax

Provision for current tax for the year is recognised in accordance with the provisions of the Income tax Act, 1961 and is made based on the tax liability after taking credit for tax allowances and exemptions.

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3. Significant accounting policies *(Continued)*

Deferred tax

Deferred tax liability or asset is recognised for timing differences between the profits or losses offered for income taxes and profits / losses as per the financial statements. Deferred tax assets and liabilities and the corresponding deferred tax credit or charge are measured using the tax rates and tax laws that have been enacted or substantively enacted as at the balance sheet date.

Deferred tax asset is recognised only to the extent there is reasonable certainty that the asset can be realised in future; however, where there is unabsorbed depreciation or carried forward loss under taxation laws, deferred tax asset is recognised only if there is a virtual certainty of realisation of such assets. Deferred tax asset is reviewed as at each balance sheet date and written down or written up to reflect the amount that is reasonably / virtually certain to be realised.

3.3. Investments

Current investments are carried at lower of cost and fair value.

3.4 Provisions and contingent liabilities

A provision is recognized when the Company has a present obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation and in respect of which a reliable estimate can be made. A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. When there is possible obligation or a present obligation in respect of which the likelihood of outflow of resource is remote, no provision or disclosure is made.

3.5 Use of estimates

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

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SWANSTON MULTIPLEX CINEMAS PRIVATE LIMITED
Notes to financial statements for the year ended 31st March 2016

4 Share capital

(Amounts in Rs.)

	As at 31 March 2016	As at 31 March 2015
Authorised Capital		
3,000,000 equity shares of Rs 10 each	3,00,00,000	3,00,00,000
Issued, subscribed and fully paid-up capital		
2,030,000 equity shares of Rs 10 each	2,03,00,000	2,03,00,000
	2,03,00,000	**2,03,00,000**

(a) Rights, preferences and restrictions attached to equity shares

The Company has one class of equity shares having a par value of Rs 10 per share. Each shareholder is eligible for one vote per share held. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company in proportion to their shareholding. Based on Shareholders' agreement entered on 13th June 2002, read with Supplementary agreement dated 6th May 2011, the composition of board shall be by proportional representation. Accordingly, both the shareholders of the Company, Inox Leisure Limited (ILL) and Reliance Media Works Limited (RMW) shall be entitled to appoint 2 directors each. The chairman shall be appointed on rotational basis annually and not be entitled to second casting vote. Further, quorum for all board meetings shall not be valid unless one director nominated by ILL and one director nominated by RMW are present at the meeting. Also, quorum for all shareholders meetings shall not be valid unless one representative nominated by FIL and one representative nominated by RMW are present at the meeting.

(b) Details of shareholders holding more than 5% shares in the Company	**As at 31 March 2016**		**As at 31st March, 2015**	
	Nos	**% of holding**	**Nos**	**% of holding**
Inox Leisure Limited	**10,15,000**	**50%**	10,15,000	50%
Reliance Media Works Limited	**10,15,000**	**50%**	10,15,000	50%

SWANSTON MULTIPLEX CINEMAS PRIVATE LIMITED
Notes to financial statements for the year ended 31st March 2016

(Amounts in Rs.)

5 Reserves and surplus	As at 31 March 2016	As at 31 March 2015
Securities premium		
Balance as per last balance sheet	3,56,00,000	3,56,00,000
General reserve		
Balance as per last balance sheet	1,38,74,424	1,38,74,424
Deficit in the Statement of profit and loss		
Balance as per last balance sheet	(7,07,40,231)	(7,15,29,721)
Less / Add : Profit/(Loss) for the year	(2,00,097)	7,89,490
Balance as at the end of the year	(7,09,40,328)	(7,07,40,231)
Total	**(2,14,65,904)**	**(2,12,65,807)**

6 Trade payables		
Dues to Micro and Small Enterprises	-	-
Others	35,30,830	36,10,690
Total	**35,30,830**	**36,10,690**

There is no amount due to "Micro or Small Enterprises" under Micro, Small and Medium Enterprises Act, 2006. This information as required to be disclosed under the Micro, Small and Medium Enterprises Development Act, 2006 has been determined to the extent such parties have been identified on the basis of the information available with the Company. Further no interest is paid / payable in terms of section 16 of the said Act.

PATANKAR & ASSOCIATES ★ Chartered Accountants ★
19, Gold Wings, Parvati Nagar, Sinhgad Road, PUNE-30

SWANSTON MULTIPLEX CINEMAS PRIVATE LIMITED
Notes to financial statements for the year ended 31st March 2016

(Amounts in Rs.)

	As at 31 March 2016	As at 31 March 2015
7 Other current liabilities		
Statutory dues and taxes payable	10,600	10,000
Other payables	4,99,429	4,99,429
Total	**5,10,029**	**5,09,429**
8 Short term provision		
Provision for disputed sales tax	1,02,07,650	1,02,07,650
Total	**1,02,07,650**	**1,02,07,650**

Note : Provision for disputed sales tax represents disputed taxability of certain items.

9 Long term loans and advances		
Unsecured, considered doubtful		
Security deposit	41,720	41,720
Less: Provision for doubtful deposits	41,720	41,720
	-	-
Unsecured, considered good		
Income-tax paid (net of provisions)	30,38,770	30,38,770
TDS refund receivable	2,00,000	2,00,000
	32,38,770	32,38,770
Total	**32,38,770**	**32,38,770**
10 Current Investments		
(Non-trade, unquoted, at lower of cost and fair value)		
Investment in mutual funds (in fully paid up units of Rs. 100 each)		
43,358 units (Previous year Nil) of ICICI Pru Liquid Fund Regular - Growth Plan	90,00,000	-
	90,00,000	-

PATANKAR & ASSOCIATES ★ Chartered Accountants ★
19, Gold Wings, Parvati Nagar, Sinhgad Road, PUNE-30

SWANSTON MULTIPLEX CINEMAS PRIVATE LIMITED

Notes to financial statements for the period ended 31st March 2016

(Amounts in Rs.)

	As at 31 March 2016	As at 31 March 2015
11 Trade receivables		
(Unsecured)		
Outstanding for a period exceeding six months		
Considered good	-	-
Considered doubtful	17,53,793	17,53,793
	17,53,793	17,53,793
Less: Provision for doubtful trade receivables	(17,53,793)	(17,53,793)
	-	-
12 Cash and bank balances		
Cash and cash equivalents		
Balances with banks:		
Current accounts	7,08,825	99,88,182
Cash on hand	1,35,010	1,35,010
Total	**8,43,835**	**1,01,23,192**
13 Short term loans and advances		
(Unsecured)		
Considered doubtful	1,54,191	1,54,191
Less: Provision for doubtful advances	(1,54,191)	(1,54,191)
	-	-

PATANKAR & ASSOCIATES ★ Chartered Accountants ★
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SWANSTON MULTIPLEX CINEMAS PRIVATE LIMITED
Notes to financial statements for the year ended 31st March 2016

(Amounts in Rs.)

		31 March 2016	31 March 2015
14	**Other income**		
	Interest on:		
	Income - tax refunds	-	13,77,883
	Liabilities no longer required, written back	-	16,47,811
	Miscelleneous Income	1,000	15,000
	Total	**1,000**	**30,40,694**

		31 March 2016	31 March 2015
15	**Other expenses**		
	Legal and professional fees and expenses	2,01,097	14,06,044
	Provision for doubtful debts	-	6,28,690
	Miscellaneous expenses	-	5,027
	Total	**2,01,097**	**20,39,761**

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Chartered Accountants
19, Gold Wings, Parvati Nagar, Sinhgad Road, PUNE-30

16 Related party disclosures

(A) List of related parties

Parties where joint control exists

Name of the Party	Nature of Relationship
Inox Leisure Limited ('ILL')	Joint venture partner
Reliance Media Works Limited ('RMWL')	Joint venture partner

Other Related Parties with whom there are transactions

Name of the Party	Nature of Relationship
Reliance Media Works Theatre Limited ('RMWTL')	Subsidiary of RMWL

(B) Transaction with the related parties

(Amounts in Rs.)

Particulars of transactions during the year	**For the year ended 31st March 2016**	For the year ended 31st March 2015
Reimbursement of expenses received		
RMWL	--	25,281
Total	--	25,281
Shares application money received		
a) ILL	--	30,00,000
b) RMWTL	--	30,00,000
Total	--	60,00,000
Shares application money received		
a) ILL	--	45,00,000
b) RMWTL	--	45,00,000
Total	--	90,00,000

17 Contingent liabilities

Income-tax demand – Rs. 11,19,646 (previous year Rs. 11,19,646)
On account of disallowance of certain expenses which is being contested by the Company before appellate authority. No provision is considered necessary as the Company expects favourable outcome. Further, it is not possible for the Company to estimate the timing of further cash outflows, if any, in respect of this matter.

PATANKAR & ASSOCIATES ★ Chartered Accountants ★
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18 Particulars of remuneration to auditors

(Amounts in Rs.)

Particulars	For the year ended 31st March 2016	For the year ended 31st March 2015
Statutory audit fees	**25,000**	25,000
For taxation matters	**50,000**	-
Total	**75,000**	25,000

Note: The above amounts are exclusive of applicable service tax.

19 Earnings/(Loss) per share ('EPS')

Particulars	For the year ended 31st March 2016	For the year ended 31st March 2015
Profit / (Loss) for the year (A) – Rs.	**(2,00,097)**	7,89,490
Weighted average number of equity shares outstanding during the year - (B) – Nos.	**20,30,000**	20,30,000
Basic and diluted earnings / (loss) per share of face value of Rs 10 each (A) / (B) – Rs.	**(0.10)**	0.39

As per our report of even date attached
For **Patankar & Associates**
Chartered Accountants

Sanjay Agrawal
Partner

PATANKAR & ASSOCIATES
19, Gold Wings, Parvati Nagar, Sinhgad Road, PUNE-30
Chartered Accountants

Place: Mumbai
Dated : 25th April 2016

For and on behalf of the Board of Directors
of Swanston Multiplex Cinemas Private Limited

Deepak Asher
Director

Mohan Umrotkar
Director

Place: Mumbai
Dated : 25th April 2016