

**INDEPENDENT AUDITORS' REPORT
TO THE MEMBERS OF OPTIMYSTIX FILMS PRIVATE LIMITED
REPORT ON THE STANDALONE FINANCIAL STATEMENTS**

Opinion

1. We have audited the accompanying Statement of standalone financial statements of **Optimystix Films Private Limited** ("the Company"), which comprise the Balance Sheet as at March 31, 2023, the Statement of Profit and Loss for the year then ended, the Cash Flow Statement for the year then ended and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as the "standalone financial statements").
2. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 (the "Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March, 31, 2023 and its Profit and cash flows for the year then ended on that date.

Basis for Opinion

3. We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. 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 together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Information Other than the Standalone Financial Statements and Auditor's Report Thereon

4. The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Management Discussion and Analysis, Board's Report including Annexures to Board's Report, Business Responsibility and Sustainability Report, Corporate Governance and Shareholder's Information, but does not include the consolidated financial statements, standalone financial statements and our auditor's report thereon.
5. Our opinion on the standalone financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.
6. In connection with our audit of the standalone financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained during the course of our audit or



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otherwise appears to be materially misstated.

7. 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's Responsibility for the Standalone Financial Statements

8. The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements to give a true and fair view of the financial position and financial performance 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 of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.
9. 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. Those Board of Directors are also responsible for overseeing the Company's financial reporting process.
10. Those Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

11. 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 standalone financial statements.
12. As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:
 - Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.



- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
 - Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
 - Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
 - Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
13. Materiality is the magnitude of misstatements in the standalone financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the standalone 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 standalone financial statements.
14. 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.
15. 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.
16. From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.



Report on Other Legal and Regulatory Requirements

17. This report does not include a statement on the matters specified in paragraph 3 and 4 of the Companies (Auditor's Report) Order, 2020 issued by the Central Government of India, in terms of subsection (11) of section 143 of the Act, since in our opinion and according to the information and explanations given to us, the said Order is not applicable to the company.
18. 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 standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 as amended.
 - e. On the basis of the written representations received from the directors as on March, 31, 2023, taken on record by the Board of Directors, none of the directors is disqualified as on March, 31, 2023, 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, MCA vide notification dated 13th June, 2017 has exempted certain class of Private companies, Section 8 companies and Government companies. With reference to this in our opinion reporting on adequacy of internal financial controls system and operating effectiveness is not applicable to the Company.
 - g. We also communicate that the company is a Private limited company, hence the provision of Section 197 read with Schedule V are not applicable to the company.
 - h. With respect to the other matters to be included in the Auditors' Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our knowledge and belief and according to the information and explanations given to us:
 - i. The Company does not have any pending litigations as at March 31, 2023 which would impact its financial position in its Financial Statements.
 - ii. The Company did not have any long-term contracts including derivative contracts as at March 31, 2023.
 - iii. There were no amounts which were required to be transferred to the Investor Education



and Protection Fund by the company.

- iv.
- a) The Management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
- b) The Management has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
- c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.
- v. The company has not declared or paid any dividend during the year and declared during the year but paid subsequent to the year-end by the Company till the date of this report.
- vi. Proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 for maintaining books of account using accounting software which has a feature of recording audit trail (edit log) facility is applicable to the Company with effect from April 1, 2023, and accordingly, reporting under Rule 11(g) of Companies (Audit and Auditors) Rules, 2014 is not applicable for the financial year ended March 31, 2023.

For B D G & Co LLP

Chartered Accountants

FRN: 119739W/W100900



Vikas Agarwal

Partner

Membership No. 148465

UDIN: 23148465BGWRNH5585



Place: Mumbai

Date: 04/09/2023

Optimystix Films Private Limited
Balance Sheet as at March 31, 2023

(Rs '00)

	Particulars	Note No.	As at March 31, 2023	As at March 31, 2022
I	EQUITY AND LIABILITIES			
1	Shareholder's fund			
a	Share capital	2	1000.00	1000.00
b	Reserves and surplus	3	-8950.17	-9773.78
2	Current Liabilities	4		
a	Trade Payable			
	Due to micro, small and medium enterprises		48.50	0.00
	Due to Others			
b	Other current liabilities	5	80875.69	80911.24
	Total		72974.02	72137.46
II	ASSETS			
1	Non-Current Assets			
a	Long-term Loans and Advances	6	0.00	300.00
2	Current Assets			
a	Trade receivables		0.00	0.00
b	Cash and Cash Equivalents	7	2586.62	71245.02
c	Short-term Loans and Advances	8	70000.00	8.14
d	Other Current Assets	9	387.41	584.30
	Total		72974.02	72137.46

Significant accounting policies & notes
As per our report of even date attached

1 to 12

For B D G & Co LLP

Chartered Accountants
FRN: 119739W/W100900

Vikas Agarwal

Vikas Agarwal

Partner

Membership No: 148465

Place: Mumbai

Date: 04/09/2023



For Optimystix Films Pvt Ltd

Vipul D. Shah

Vipul D. Shah

Director

DIN: 00274698

Sanjay D. Shah

Sanjay D. Shah

Director

DIN: 07438177

Optimystix Films Private Limited
Profit and Loss Statement for the year ending March 31, 2023

(Rs '00)

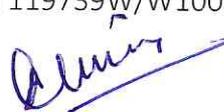
	Particulars	Note No.	For the year ended March 31, 2023	For the year ended March 31, 2022
I	Revenue from operations		-	-
II	Other income	10	1770.20	2196.74
	Total Income		1770.20	2196.74
III	Expenses			
1	Administrative and other expenses	11	1072.14	999.84
	Total Expenses		1072.14	999.84
IV	Profit before exceptional and extraordinary items and		698.06	1196.90
V	Exceptional items		-	-
VI	Profit before extraordinary items and tax (III - IV)		698.06	1196.90
VII	Extraordinary items		-	-
VIII	Profit before tax (V - VI)		698.06	1196.90
IX	Tax expense:			
	Current tax		175.69	301.28
	Earlier year tax		-301.24	0.00
X	Profit/(Loss) for the period (VII-VIII)		823.61	895.62
XI	Earning per equity share			
	Equity Shares of par value Rs.10 each			
	Basic		824	896
	Number of shares used in computing earnings per share			
	Basic		100	100

Significant accounting policies & notes
As per our report of even date attached

1 to 12

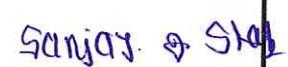
For B D G & Co LLP
Chartered Accountants
FRN: 119739W/W100900

For Optimystix Films Pvt Ltd


Vikas Agarwal
Partner
Membership No: 148465
Place: Mumbai
Date: 04/09/2023




Vipul D. Shah
Director
DIN: 00274698


Sanjay D. Shah
Director
DIN: 07438177

Optimystix Films Private Limited
Cash Flow Statement for the year ended 31st March, 2023

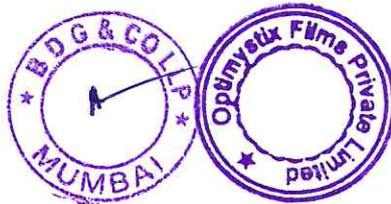
(Rs '00)

Particulars	For the Year Ended 31/03/2023	For the Year Ended 31/03/2022
	Rs.	Rs.
A. Cash flow from operating activities		
Profit before tax	698.06	1196.90
Adjustment for:		
Interest Income	-1770.20	-2196.74
Depreciation		0.00
Operating Profit before working capital changes	-1072.14	-999.84
Adjustments for:		
(Increase)/Decrease in Inventories	-	-
(Increase)/Decrease in Loans and Advances	-69691.86	15.04
Increase/(Decrease) in Trade Receivables	-	1572.56
Increase/(Decrease) in Trade Payable	48.50	-247.80
(Increase)/Decrease in Other Current Assets	153.94	-228.50
Increase/(Decrease) in Current Liabilities	-35.55	911.24
Net Cash generated from / (used in) operating activities (A)	-70597.11	1022.70
Tax Out flow Inflow	168.50	-409.85
Net Cash generated from / (used in) operating activities (A)	-70428.61	612.85
B. Cash Flow from Investing activities		
Sales of Fixed Assets	-	-
Net Cash generated from / (used in) investing activities (B)	-	-
C. Cash Flow from Financing Activities		
Interest Income	1770.20	2196.74
Net Cash generated from / (used in) financing activities (C)	1770.20	2196.74
Net increase / (decrease) in cash and cash equivalents (A+B+C)	-68658.41	2809.59
Cash and Cash Equivalents at the start of the year	71245.02	68435.43
Cash and Cash Equivalents at the close of the year	2586.62	71245.02
	-68658.41	2809.59
Composition of cash and cash equivalents:		
Cash on hand		
Balances with scheduled banks in current accounts	2569.05	71222.65
Cash on hand	17.57	22.37
	2586.62	71245.02

For B D G & Co LLP
Chartered Accountants
FRN: 119739W/W100900

Vikas Agarwal

Vikas Agarwal
Partner
Membership No: 148465
Place: Mumbai
Date: 04/09/2023



For Optimystix Films Pvt Ltd

Vipul D. Shah
Vipul D. Shah
Director
DIN: 00274698

Sanjay D. Shah
Sanjay D. Shah
Director
DIN: 07438177

Optimystix Films Private Limited

Note 2. Share Capital

(Rs '00)

Particulars	As at March 31, 2023		As at March 31, 2022	
	Number	Amount	Number	Amount
Authorised Equity shares of Rs.10/- each	10,000	1,00,000	10,000	1,00,000
Issued, subscribed and paid-up Equity shares of Rs.10/- each fully paid-up	10,000	1,00,000	10,000	1,00,000
	10,000	1,00,000	10,000	1,00,000

- a. The Company has only one class of shares referred to as equity shares having a par value of Rs. 10. Each holder of equity shares is entitled to one vote per share.
- b. There is no fresh issue or buyback of shares during the year.
- c. The Company declares and pays dividends in Indian rupees. The dividend proposed by the Board of directors is subject to the approval of the shareholders in the ensuing Annual General Meeting
- d. During the year ended March 31, 2023 the company has not declared any dividend
- e. In the event of liquidation of the company, the holders of equity shares will be entitled to receive any of the remaining asset of the company, after distribution of all preferential amounts. However, no such preferential amounts exist currently. The distribution will be in proportion to the number of equity shares held by the shareholders

f. Reconciliation of the number of Equity shares outstanding

Particulars	As at March 31, 2023		As at March 31, 2022	
	Number	Amount	Number	Amount
Shares outstanding at the beginning of the year	10,000	1000.00	10,000	1000.00
Shares Issued during the year	-	-	-	-
Shares bought back during the year	-	-	-	-
Shares outstanding at the end of the year	10,000	1000.00	10,000	1000.00

g. Shares in the company held by each shareholder holding more than 5 percent shares

Name of Shareholder	As at March 31, 2023		As at March 31, 2022	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
Optimystix Entertainment India Private Limited (1 share held by Vipul D.Shah as nominee)	10,000	100.00	10,000	100.00

Share holdings of promoter

Promoter Name	As at 31-03-2023			As at 31-03-2022		
	No. of Shares	% of total shares	Percentage Change in holding	No. of Shares	% of total shares	Percentage Change in holding
Optimystix Entertainment India Private Limited (1 share held by Vipul D. Shah as nominee)	10,000	100%	0.00%	10,000	100%	0.00%
Total	10,000	100%		10,000	100%	



Optimystix Films Private Limited

Note 3. Reserves & Surplus

(Rs '00)

Particulars	As at March 31, 2023	As at March 31, 2022
Surplus		
Opening balance	-9773.78	-10669.40
(+) Net Profit/(Net Loss) for the current year	823.61	895.62
(-) Transfer to Reserves		0.00
Closing balance	<u>-8950.17</u>	<u>-9773.78</u>
Closing balance	-8950.17	-9773.78

Note 4. Current Liabilities

Particulars	As at March 31, 2023	As at March 31, 2022
A Trade payables		
a Trade payables		
Due to micro, small and medium enterprises	-	-
Due to Others	48.50	-
Total	<u>48.50</u>	<u>0.00</u>

Trade Payable ageing schedule: As at 31st March 2023

Particulars	As on 31st March 2023				Total
	Less than 1 years	1- 2 years	2-3 years	More than 3 years	
MSME	-	-	-	-	-
Others	48.50	-	-	-	48.50
Disputed dues – MSME	-	-	-	-	-
Disputed dues – Others	-	-	-	-	-
Total	<u>48.50</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>48.50</u>

Trade Payable ageing schedule: As at 31st March 2022

Particulars	As on 31st March 2022				Total
	Less than 1 years	1- 2 years	2-3 years	More than 3 years	
MSME	-	-	-	-	-
Others	-	-	-	-	-
Disputed dues – MSME	-	-	-	-	-
Disputed dues – Others	-	-	-	-	-
Total	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

Note 5. Other Current Liabilities

Particulars	As at March 31, 2023	As at March 31, 2022
a Contribution from co-producers	80000.00	80000.00
b Other liabilities for expenses	700.00	610.00
c Provision for Tax	175.69	301.24
Total	<u>80875.69</u>	<u>80911.24</u>

The Company does not owe any sum exceeding Rs.1 lakh which is outstanding for more than 30 days, to a small-scale industrial undertaking as defined in Clause (j) to section 3 of the Industries (Development and Regulation) Act, 1951.

The Company has not received any instruction from suppliers regarding their status under the Micro, Small and Medium Enterprises Development Act, 2006 and hence, disclosures if any, relating to amounts unpaid as at the year end together with interest payable as required under the said Act have not been given. There are no contingent liabilities as at March 31, 2023.



Optimystix Films Private Limited

Note 6. Long Term Loans and Advances (Rs '00)

Particulars	As at March 31, 2023	As at March 31, 2022
a Other Advances	-	300.00
Total	0.00	300.00

Note 7. Trade Receivables

Particulars	As at March 31, 2023	As at March 31, 2022
a Trade Receivables: Unsecured, considered good Trade receivables outstanding for a period :-		
-Less than six months	0.00	0.00
-More than six months	0.00	0.00
	0.00	0.00

Note 2.6 : Inventories - Cost of Films under Production

a Opening Cost of Films under Production		0.00
Add : During the year		0.00
Less : Transfer to Cost of Production		0.00
		0.00

Note 7. Cash and Cash Equivalents:

Particulars	As at March 31, 2023	As at March 31, 2022
a Balances with banks This includes:		
In current account	2569.05	51222.65
b Cash in hand	17.57	22.37
Total	2586.62	71245.02

Note 8. Short term Loans & Advances:

Particulars	As at March 31, 2023	As at March 31, 2022
a Contribution to co-producers	70000.00	-
b Prepaid Expenses	-	8.14
Total	70000.00	8.14

Note 9. Other current assets

Particulars	As at March 31, 2023	As at March 31, 2022
a Balance with statutory Authorities	211.35	97.01
b Tax deducted at Source	176.06	219.01
c Interest Accrued But not due	-	268.28
Total	387.41	584.30



Optimystix Films Private Limited

(Rs '00)

Note 10. Other Income

	Particulars	For the year ended March 31,2023	For the year ended March 31,2022
a	Interest on IT Refund	9.56	6.60
b	Interest on Bank FD	1760.64	2190.14
	Total	1770.20	2196.74

Note 11. Administrative and other expenses

	Particulars	For the year ended March 31,2023	For the year ended March 31,2022
a	Legal, Registration & Filing Fees	9.00	9.00
b	Legal and Professional fees	575.00	460.00
c	Auditor's Remuneration	150.00	300.00
d	Office Expenses	338.14	230.84
	Total	1072.14	999.84
a	Auditor's Remuneration consists of:		
	a for statutory audit	150.00	300.00
		150.00	300.00



Note 13. Ratios

Particulars	Numerator/ Denominator	For the year ended 31 March, 2023		For the year ended 31 March, 2022		Percentage Variance
		Values	Ratio	Values	Ratio	
a) Current ratio *	Current Assets Current Liabilities	72,97,402 80,92,419	0.90	71,83,746 80,91,124	0.89	1.57%
b) Debt-Equity ratio **	Total Outside liabilities Shareholders Equity	80,92,419 (7,95,017)	-10.1789	80,91,124 (8,77,378)	-9.2219	10.38%
c) Debt service coverage ratio *	EBIT Interest	Not Applicable		Not Applicable		
d) Net profit ratio *	Net profit after tax Sales	Not Applicable		Not Applicable		
e) Return on capital employed *	EBIT Capital Employed	82,361 (7,95,017)	-0.10	89,562 (8,77,378)	-0.10	1.49%
f) Return on investment ***	EBIT Investment	Not Applicable		Not Applicable		
g) Return on equity ratio *	Net profit for equity shareholder No of shareholder	Not Applicable		Not Applicable		
h) Inventory turnover ratio *	Cost of goods sold Average stock	Not Applicable		Not Applicable		
i) Trade receivables turnover ratio *	CR. Sales Average Debtors	Not Applicable		Not Applicable		
j) Trade payables turnover ratio *	CR. Purchase Average Creditors	Not Applicable		Not Applicable		
k) Net capital turnover ratio *	Sales Average Working Capital	Not Applicable		Not Applicable		

* Due to high volatility in the market situations there is higher level of variances in the ratios

**Liability has been repaid during the year

***Current Year is Only Investment Income Vs last year operational Income



Note 14 : Disclosure as required by Para 20 of Accounting Standard-AS 18 "Related Parties" of the Companies (Accounting Standard) Rules, 2006:-

Names of related parties and description of relationship :

Sr. No.	Name	Relation
1	Optimystix Entertainment India Private Limited	Holding Company

Transaction with related party during the year:

Sr No.	Name	Nature of transaction	FY 2022-23	FY 2021-22
1	Optimystix Entertainment India Private Limited - Holding Company	Misc Transactions	9,123.00	11,072.00



SIGNIFICANT ACCOUNTING POLICIES FOR THE YEAR ENDED MARCH 31, 2023

BACKGROUND OF THE COMPANY

The company was incorporated on August 13, 2012. The object of the company is to carry out business of production and distribution of films, television serials, event management etc.

1. Significant Accounting Policies

1.1 Basis of preparation of financial statements

The financial statements of the company have been prepared in accordance with the generally accepted accounting principles in India (Indian GAAP). The company has prepared these financial statements to comply in all material respects with the accounting standards notified under section 133 of the Companies Act 2013, read together with paragraph 7 of the Companies (Accounts) Rules 2014. The financial statements have been prepared on an accrual basis and under the historical cost convention.

1.2 Use of estimates

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

1.3 Revenue Recognition Policy

Income from production of films is recognized in the statement of Profit and Loss on release of films as per the contracts / arrangements with distributors. Revenue from distribution of motion pictures is recognized based on ticket sales on exhibition of motion pictures at exhibition theatres. Recoveries from films as overflows are recognized on the basis of business statements received from the distributors.

Revenues from terrestrial rights, video rights, satellite rights etc are recognized on transfer / assignment/effective date of respective rights in accordance with the respective agreement or on realization of the substantial consideration whichever is earlier and on delivery of the specified telecasting material.

Although revenues are accounted on accrual basis as aforesaid, the cost is charged to profit and loss account based on the amortization principles stated in the accounting policy under the head "cost of feature films".



1.4 Property, Plant & Equipment & Depreciation

(a) Property, Plant & Equipment - Tangible fixed assets

Fixed assets, acquired are stated at cost, net of accumulated depreciation and accumulated impairment losses, if any.

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

(b) Depreciation on Property Plant & equipment

The Depreciation on tangible assets for the year has been provided on Straight Line Method at the rates prescribed in schedule II to the Companies Act, 2013.

(c) Intangible assets & amortization

Intangible assets like copyrights, trademark, etc are stated at cost of acquisition less accumulated amortization.

Any legal or professional fees incurred for registering or acquiring the intangible asset is expensed out.

Such assets are amortized on straight line basis over the economic useful life estimated by the management.

1.5 Inventories:

Expenses of under production films incurred till the films are ready for release are inventoried. The production of films requires various types of materials in different qualities and quantities. Considering the peculiar nature of those items including their multiplicity and complexity, it is not practicable to maintain quantitative records of those items. Further, in the absence of certainty of re-usability of such items, the same are not valued.

1.6 Taxes on Income:

Tax expenses comprise of current tax and deferred tax.

Current tax is measured at the amount expected to be paid to / recovered from the tax authorities, using the applicable tax rates for the current accounting year in accordance with the Income-tax Act, 1961.



Deferred tax is recognized, subject to the consideration of prudence, in respect of deferred tax assets on timing differences being the difference between taxable income and the accounting income that originate in one period and are capable of reversal in one or more subsequent periods.

1.7 Provisions and contingences:

Provisions are recognized when the Company has a present obligation, as a result of past events, for which it is probable that an outflow of economic benefits will be required to settle the obligation and a reliable estimate can be made for the amount of the obligation.

A contingent liability is a possible obligation that arise from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the company or a present obligation that is not recognised because it is probable that an outflow of resources will not be required to settle the obligation. However, if the possibility of outflow of resources, arising out of present obligation, is remote, it is not even disclosed as contingent liability. The company does not recognize a contingent liability but discloses its existence in the financial assets. Contingent assets are neither recognized nor disclosed in the financial statements.

1.8 Cash and Cash Equivalents:

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

1.9 Earnings Per Share

Basic earnings per share are calculated by dividing the net profit for the year attributable to equity shareholders (after deducting preference dividends and attributable taxes) by the weighted-average number of equity shares outstanding during the year.

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

The company has entered into joint venture agreement for production of films, as per the terms of the said agreement the company has received contribution from the joint venture partner towards the production of the film.

The cost of unallocated pre-production expenses are carried forward in the balance sheet as Payments and cost towards films under production. The costs identified and related to each film shall be added to its cost of production and the balance, if any shall be charged to the profit and loss account.

1.10 Borrowing Costs

Borrowing costs include interest cost on Overdraft borrowing. Borrowing costs that are attributable to the acquisition or construction of qualifying assets are capitalised as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for its intended use. All other borrowing costs are charged to the Profit and Loss Statement in the period in which they are incurred



14. Contingent Liabilities

Contingent Liability as on March 31, 2023 is Rs. Nil (P.Y. Nil)

15. Deferred tax asset / (liability)

The Company is not recognizing Deferred Tax Asset on the ground of prudence.

16. Going Concern

As at March 31, 2023 the Company has accumulated losses of Rs. 8,950.17 (Previous year: Rs 9,773.78) and a negative net worth of Rs. 7,950.17 (Previous year: negative net worth of Rs. 8,773.78). During the year ended March 31, 2023, the Company incurred a net profit after tax of Rs. 823.61 (Previous year: net loss of Rs 895.62)

In the view of the Board of Directors, the above does not impact the ability of the Company to continue as a going concern and accordingly do not require any adjustments to the carrying value of the assets and liabilities of the Company as at the balance sheet date.

17. Related party transaction:

a) Name of the related Parties: -

- Optimystix Entertainment India Private Limited (Holding company)
- Optimystix Media Private limited (Ultimate Holding Company)

b) Transaction with related parties during the year:

(Amount in Rs.'00)

Sr. No.	Name of the Related Party	Nature of transaction	F.Y.2022-23	F.Y.2021-22
1	Optimystix Entertainment India Private Limited - Holding company	Misc Transaction	91.23	110.72

c) Closing balance of transaction with Related Party:

(Amount in Rs.'00)

Sr. No.	Name of the Related Party	F.Y.2022-23	F.Y.2021-22
1	Optimystix Entertainment India Private Limited - Holding company	-	-

18. Earnings Per Share (AS 20):

(Amount in Rs.'00)

Basic / Diluted EPS:	March 31, 2023	March 31, 2022
Net Profit as per Profit & Loss Account available for Equity shareholders	823.61	895.62
Weighted average number of Equity shares for EPS computation (Nos.)	10,000	10,000
Basic/ Diluted EPS	8.24	8.96



19. The figures in respect of the previous year have been regrouped / rearranged wherever necessary to confirm to the current year's presentation

As per our report of even date

For B D G & Co LLP
Chartered Accountants
FRN: - 119739W/W100900



Vikas Agarwal
Partner
Membership No. 148465
Place: Mumbai
Date:



For and on behalf of
Optimystix Films Private Limited



Vipul D. Shah
Director
DIN: 00274698
Place: Mumbai
Date:



Sanjay D. Shah
Director
DIN: 07438177