

ASHISH SHAH & ASSOCIATES

Chartered Accountants

INDEPENDENT AUDITORS' REPORT

To the Members of
SOULTRAX STUDIOS PRIVATE LIMITED

REPORT ON THE AUDIT OF FINANCIAL STATEMENTS

Opinion

1. We have audited the financial statements of SOULTRAX STUDIOS PRIVATE LIMITED ("the Company"), which comprise the balance sheet as at March 31, 2024, and the statement of profit and loss (including other comprehensive income), statement of changes in equity and statement of cash flows for the year ended March 31, 2024 and notes to the financial statements, including a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "financial statements").
2. 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 ("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, 2024 and profit and other comprehensive income, changes in equity and its cash flows for the year 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 Auditors' 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 on the financial statements.

Emphasis of Matter

We draw attention to Note 2.1 to the financial statements, which indicates that the Company has accumulated losses and its net worth has significantly eroded as at 31 March 2024. The Company's liabilities exceeded its total assets as at the balance sheet date. In the absence of any orders in hand or alternate business plans, the going concern assumption is not appropriate for the preparation of financial statements of the Company as at and for the year ended 31 March 2024. Accordingly, the financial statements of the Company have been prepared on a liquidation basis i.e. assets are measured at lower of carrying amount and estimated net realizable values and liabilities are stated at their estimated settlement amounts in the financial statements.

Our opinion is not modified in respect of this matter.

Other information

4. The Company's management and Board of Directors are responsible for the other information. The other information comprises the information included in the Company's annual report but does not include the financial statements and our auditors' report thereon.

ASHISH SHAH & ASSOCIATES

Chartered Accountants

Independent Auditors' Report (Continued)

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.

Responsibilities of management and Board of Directors for the financial statements

5. The Company's management and Board of Directors are 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, changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the applicable 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 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.
6. In preparing the financial statements, management and Board of Directors are 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 Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so. The Board of Directors is also responsible for overseeing the Company's financial reporting process.

Auditors' Responsibilities for the Audit of the financial statements

7. 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 auditors' 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.
8. 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

ASHISH SHAH & ASSOCIATES

Chartered Accountants

Independent Auditors' Report (Continued)

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 with reference to these financial statements 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 the 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.
9. 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.
10. 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

11. As required by the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "**Annexure A**" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
12. As required by Section 143(3) of the Act, based on our audit 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 (including other comprehensive income),

ASHISH SHAH & ASSOCIATES

Chartered Accountants

Independent Auditors' Report (Continued)

the statement of changes in equity and the statement of cash flows for the year ended March 31, 2024, dealt with by this Report are in agreement with the books of account.

- d) In our opinion, the aforesaid financial statements comply with the Indian accounting standards specified under Section 133 of the Act, read with the Companies (Indian Accounting Standards) Rules, 2015, as amended.
- e) On the basis of the written representations received from the directors as on March 31, 2024, taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2024, 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 with reference to these financial statements of the Company and the operating effectiveness of such controls, refer to our separate Report in “Annexure B”.
- 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, as amended in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company does not have any pending litigations as at March 31, 2024 which would impact its financial position in its financial statements.;
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
 - iv. The management has represented that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds 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(s) or entity(ies), including foreign entities (“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;
 - v. The management has represented, that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been received by the Company from any person(s) or entity(ies), including foreign entities (“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;
 - vi. Based on such audit procedures performed that we 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 (g) (iv) and (v) contain any material misstatement.

ASHISH SHAH & ASSOCIATES
Chartered Accountants

Independent Auditors' Report (Continued)

- vii. The company has not declared or paid any dividend during the year.
 - viii. 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 year ended March 31, 2024.
13. With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:

In our opinion and to the best of our information and according to the explanations given to us the remuneration paid by the Company to its directors during the year is in accordance with the provision of Section 197 read with Schedule V to the Act

For Ashish Shah & Associates
Chartered Accountants
ICAI Firm Registration No: 146564W

Ashish Shah
Proprietor
Membership No.: 153479

UDIN: 24153479BKCLFQ2159
Place: Mumbai
Date: May 17, 2024

ASHISH SHAH & ASSOCIATES

Chartered Accountants

Annexure - A to the Independent Auditors' Report

As referred to in paragraph 13 under 'Report on Other Legal and Regulatory Requirements' of our report of even date

- (i)
 - a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment.

(B) The Company has maintained proper records showing full particulars of intangible assets
 - b) Property, Plant and Equipment have been physically verified by the management during the year and no material discrepancies were identified on such verification.
 - c) The title deeds of all the immovable properties (other than properties where the Company is the lessee and the lease agreements are duly executed in favour of the lessee) disclosed note 3 to the financial statements included in the property, plant and equipment are held in the name of the Company.
 - d) The company has not revalued its Property, Plant and Equipment or intangible assets or both during the year ended March 31, 2024
 - e) There are no proceedings initiated or are pending against the Company for holding any benami property under the Prohibition of Benami Transactions Act, 1988 and rules made thereunder.
- (ii)
 - a) The Company's business does not require maintenance of inventories as it is a service company, primarily into media production and media content creation activities and, accordingly, the requirement to report on clause 3(ii)(a) of the Order is not applicable to the Company.
 - b) According to the information and explanations given to us, at any point of time of the year, the Company has not been sanctioned any working capital facility from banks or financial institutions. Hence, the requirement to report on clause 3(ii)(b) of the Order is not applicable to the Company.
- (iii)
 - a) During the year, the Company has not provided loans, advances in the nature of loans, stood guarantee or provided security to companies, firms, Limited Liability Partnerships or any other parties. Accordingly, the requirement to report on clause 3(iii)(a) of the Order is not applicable to the Company. Company.
 - b) During the year, the Company has not made investments, provided guarantees, provided security and granted loans and advances in the nature of loans to [companies, firms, Limited Liability Partnerships or any other parties]. Accordingly, the requirement to report on clause 3(iii)(b) of the Order is not applicable to the Company.
 - c) The Company has not granted loans and advances in the nature of loans to [companies, firms, Limited Liability Partnerships or any other parties]. Accordingly, the requirement to report on clause 3(iii)(c) to clause 3(iii)(f) of the Order is not applicable to the Company.
- (iv) There are no loans, investments, guarantees, and security in respect of which provisions of sections 185 and 186 of the Companies Act, 2013 are applicable and accordingly, the requirement to report on clause 3(iv) of the Order is not applicable to the Company.

ASHISH SHAH & ASSOCIATES
Chartered Accountants

Annexure - A to the Independent Auditors' Report (Continued)

- (v) The Company has neither accepted any deposits from the public nor accepted any amounts which are deemed to be deposits within the meaning of sections 73 to 76 of the Companies Act and the rules made thereunder, to the extent applicable. Accordingly, the requirement to report on clause 3(v) of the Order is not applicable to the Company.
- (vi) The Company is not in the business of sale of any goods or provision of such services as prescribed. Accordingly, the requirement to report on clause 3(vi) of the Order is not applicable to the Company.
- (vii) a) The Company is not regular in depositing with appropriate authorities undisputed statutory dues including goods and services tax, provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and other statutory dues applicable to it. According to the information and explanations given to us and based on audit procedures performed by us, no undisputed amounts payable in respect of these statutory dues were outstanding, at the year end, for a period of more than six months from the date they became payable.

According to the information and explanations given to us and on the basis of our examination of the records of the company in our opinion amounts deducted / accrued in the books of account in respect of undisputed statutory dues including goods and services tax ("GST"), Provident Fund, Employees' State Insurance, Income-tax, Duty of Customs Cess and other Statutory dues have not been regularly deposited by the company with appropriate authorities.

According to the information and explanations given to us and on the basis of our examination of the records of the company no undisputed amounts payable in respect of Goods and Services Tax, Provident Fund, Employees' State Insurance, Income Tax, Duty of Customs, Cess and other statutory dues were in arrears as at 31 March 2024 for a period of more than six months from the date they became payable

- b) There are no dues of goods and services tax, provident fund, employees' state insurance, income tax, sales-tax, service tax, customs duty, excise duty, value added tax, cess, and other statutory dues which have not been deposited on account of any dispute.

ASHISH SHAH & ASSOCIATES
Chartered Accountants

Annexure - A to the Independent Auditors' Report (Continued)

- (viii) The Company has not surrendered or disclosed any transaction, previously unrecorded in the books of account, in the tax assessments under the Income Tax Act, 1961 as income during the year. Accordingly, the requirement to report on clause 3(viii) of the Order is not applicable to the Company.
- (ix) a) The Company did not have any outstanding loans or borrowings or interest thereon due to any lender during the year. Accordingly, the requirement to report on clause ix(a) of the Order is not applicable to the Company.
- b) The Company has not been declared wilful defaulter by any bank or financial institution or government or any government authority.
- c) The Company did not have any term loans outstanding during the year hence, the requirement to report on clause (ix)(c) of the Order is not applicable to the Company.
- d) On an overall examination of the financial statements of the Company, no funds raised on short-term basis have been used for long-term purposes by the Company.
- e) The Company does not have any subsidiary, associate or joint venture. Accordingly, the requirement to report on clause 3(ix)(e) of the Order is not applicable to the Company.
- (x) (a) The Company has not raised any money during the year by way of initial public offer / further public offer (including debt instruments) hence, the requirement to report on clause 3(x)(a) of the Order is not applicable to the Company.
- (b) The Company has complied with provisions of sections 42 and 62 of the Companies Act, 2013 in respect of the preferential allotment of shares/ fully or partially. However, the Company during the year has not received any amount in respect of preferential allotment of shares/fully or partially accordingly, the funds have not been raised.
- (xi) a) Based on examination of the books and records of the Company and according to the information and explanations given to us, no fraud by the Company and no material fraud on the Company has been noticed or reported during the year.
- b) During the year, no report under sub-section (12) of section 143 of the Companies Act, 2013 has been filed by auditors in Form ADT - 4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.
- c) As represented to us by the management, there are no whistle blower complaints received by the Company during the year.
- (xii) The Company is not a nidhi Company as per the provisions of the Companies Act, 2013. Therefore, the requirement to report on clause 3(xii)(a) of the Order is not applicable to the Company.
According to the information and explanations given to us, the Company is not a Nidhi Company. Accordingly, paragraph 3(xii) of the Order is not applicable.

ASHISH SHAH & ASSOCIATES
Chartered Accountants

Annexure - A to the Independent Auditors' Report (Continued)

- (xiii) The Company is in compliance with section 177 and 188 of Companies Act, 2013 where applicable, for all transactions with the related parties and the details of related party transactions have been disclosed in the Financial Statements, as required by the applicable accounting standards.
- (xiv) Commensurate with the size and nature of business, the Company does not require to have an internal audit system and hence reporting under clause 3 (xiv)(a) and (b) of the Order are not applicable to the Company.
- (xv) The Company has not entered into any non-cash transactions with its directors or persons connected with its directors and hence requirement to report on clause 3(xv) of the Order is not applicable to the Company.
- (xvi) The provisions of section 45-IA of the Reserve Bank of India Act, 1934 (2 of 1934) are not applicable to the Company. Accordingly, the requirement to report on clause (xvi)(a) of the Order is not applicable to the Company.
- (xvii) The Company has incurred cash losses of Rs.11,345.42 ('000) for the year ended March 31,2024.
- (xviii) There has been no resignation of the statutory auditors during the year and accordingly requirement to report on Clause 3(xviii) of the Order is not applicable to the Company.
- (xix) On the basis of the financial ratios disclosed in notes to the financial statements, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.

ASHISH SHAH & ASSOCIATES
Chartered Accountants

Annexure - A to the Independent Auditors' Report (Continued)

- (xx) The provisions of Section 135 to the Companies Act, 2013 in relation to Corporate Social Responsibility is not applicable to the Company. Accordingly, the requirement to report on clause 3(xx)(a) and 3(xx)(b) of the Order is not applicable to the Company.

For Ashish Shah & Associates
Chartered Accountants
ICAI Firm Registration No: 146564W

Ashish Shah
Proprietor
Membership No.: 153479
UDIN: 24153479BKCLFQ2159
Place: Mumbai
Date: May 17, 2024

ASHISH SHAH & ASSOCIATES

Chartered Accountants

ANNEXURE B to the Independent Auditors' report

Report on the internal financial controls with reference to the aforesaid financial statements under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 (Referred to in paragraph 14(f) under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

In conjunction with our audit of the financial statements of the Company as of and for the year ended March 31, 2024, we have audited the internal financial controls over financial reporting of Soultrax Studios Private Limited ("the Company"), as of that date.

MANAGEMENT'S RESPONSIBILITY FOR INTERNAL FINANCIAL CONTROLS

The Company's management and the Board of Directors are responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria, with reference to financial statements, established by the Company considering the essential components of internal control stated in the Guidance Note. 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 (hereinafter referred to as "the Act").

AUDITORS' RESPONSIBILITY

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting with reference to financial statements based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, both, issued by the ICAI and deemed to be prescribed under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls with reference to financial statements. 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 with reference to financial statements were established and maintained and whether 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 over financial reporting with reference to financial statements and their operating effectiveness. Our audit of internal financial controls over financial reporting with reference to financial statements included obtaining an understanding of such internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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

MEANING OF INTERNAL FINANCIAL CONTROLS OVER FINANCIAL REPORTING WITH REFERENCE TO FINANCIAL STATEMENTS

A company's internal financial controls over financial reporting with reference to financial statements 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 controls over financial

ASHISH SHAH & ASSOCIATES

Chartered Accountants

ANNEXURE B to the Independent Auditors' report (Continued)

reporting with reference to financial statements include 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 WITH REFERENCE TO FINANCIAL STATEMENTS

Because of the inherent limitations of internal financial controls over financial reporting with reference to financial statements, 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 with reference to financial statements to future periods are subject to the risk that the internal financial controls over financial reporting with reference to financial statements 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, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls with reference to financial statements and such internal financial controls with reference to financial statements were operating effectively as at March 31, 2024, based on the criteria for internal financial control with reference to financial statements 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 ICAI.

For Ashish Shah & Associates
Chartered Accountants
ICAI Firm Registration No: 146564W

Ashish Shah
Proprietor
Membership No.: 153479

UDIN: 24153479BKCLFQ2159
Place: Mumbai
Date: May 17, 2024

SOULTRAX STUDIOS PRIVATE LIMITED CIN:U22219DL2022PTC394943 Balancesheet as at March 31, 2024			
<i>(Figures in 000's)</i>			
	Note No.	As at March 31, 2024	As at March 10, 2022 To March 31, 2023
I. ASSETS			
Non-current assets			
(a) Property, Plant and Equipment	3	3,475.17	4,376.37
(b) Other Intangible assets	4	15.03	16.15
(c) Deferred tax assets (Net)		-	-
(d) Non-Current Assets	5	719.73	337.79
Total Non Current Assets		4,209.93	4,730.31
Current assets			
(a) Financial Assets			
(i) Trade receivables	6	298.54	6,053.00
(ii) Cash and cash equivalents	7	424.15	3,295.21
(iii) Bank balances other than (iii) above	8	300.00	300.00
(iv) Loans	9	-	111.32
(v) Others	10	257.84	1,477.87
(b) Other current assets	11	34.90	365.34
Total Current Assets		1,315.43	11,602.74
TOTAL ASSETS		5,525.36	16,333.05
II. EQUITY AND LIABILITIES			
1. Equity			
(a) Equity Share capital	12	232.68	232.68
(b) Other Equity	13	880.58	13,258.26
Total Equity		1,113.26	13,490.94
2. Liabilities			
Current liabilities			
(a) Financial Liabilities			
(i) Trade payables			
a) Total outstanding dues of micro enterprises		486.32	-
b) Total outstanding dues of creditors other than micro enterprises and small enterprises	14	646.24	891.56
(ii) Other financial liabilities	15	2,743.04	1,249.43
(b) Other current liabilities	16	536.50	701.12
Total Current Liabilities		4,412.10	2,842.11
TOTAL EQUITY AND LIABILITIES		5,525.36	16,333.05
Material Accounting Policies The accompanying notes 1 to 31 form an integral part of Standalone financial statements. In terms of our report of even date attached <div> <div> For Ashish Shah & Associates Chartered Accountants Firm Registration No. FRN: 146564W </div> <div> ON BEHALF OF BOARD OF DIRECTORS FOR SOULTRAX STUDIOS PRIVATE LIMITED </div> </div> <div> <div> Ashish Shah PROPRIETOR Mem. No.: 153479 Place: Mumbai Date : May 17, 2024 </div> <div> SIDDHANT BHATIA DIRECTOR DIN :03016879 Place : New Delhi Date : May 17, 2024 </div> <div> MALLIKA BHATIA DIRECTOR DIN :03016904 Place : New Delhi Date : May 17, 2024 </div> </div>			

Part 1- Statement of financial results for the year ended March 31, 2024

Year ended

Place : New Delhi
Date : May 17, 2024

SOULTRAX STUDIOS PRIVATE LIMITED CIN:U22219DL2022PTC394943 Statement of Cash Flows <i>(Figures in 000's)</i>		
	Year ended March 31, 2024	Period ended March 31, 2023
A. CASH FLOW FROM OPERATING ACTIVITIES:		
Profit Before Income Tax	(12,377.68)	(7,506.16)
Adjustments for:		
Depreciation and Amortization Expense	1,032.26	491.37
Interest Income	(22.58)	(120.46)
Excess provision written back	(108.75)	-
	900.93	370.92
Operating Cash Flows Before Working Capital Changes	(11,476.74)	(7,135.24)
Adjustments for:		
(Increase)/Decrease in Loans (Current Financial Assets)	111.32	(111.32)
(Increase)/Decrease in Trade Receivables (Current)	5,754.46	(6,053.00)
(Increase)/Decrease in Others (Current Financial Assets)	1,220.03	(1,477.87)
(Increase)/Decrease in Other Current Assets	330.44	(365.34)
Increase/(Decrease) in Provisions (Non-Current)	-	-
Increase/(Decrease) in Trade Payables	349.76	891.56
Increase/(Decrease) in Other financial liabilities (Current)	1,493.61	1,249.43
Increase/(Decrease) in Other current liabilities (Current)	(164.62)	701.12
Increase/(Decrease) in Provisions (Current)	-	-
	9,095.00	(5,165.42)
Cash Generated from / (used) in Operations	(2,381.74)	(12,300.66)
Income tax refund received	-	-
Income Taxes Paid	(381.94)	(337.79)
Net Cash Flow from Operating Activities	(2,763.68)	(12,638.45)
B. CASH FLOW FROM INVESTING ACTIVITIES:		
Payment for Purchase of Property, Plant and Equipment	(129.95)	(4,883.89)
Proceeds from sale of fixed assets	-	-
Short term liquid investments made	-	-
Proceeds from redemption of Mutual Fund / Bonds	-	-
Deposits withdrawn/ (Placed)	-	-
Interest Received	22.58	120.46
(Increase)/ Decrease in Other Bank balances	-	(300.00)
Net Cash Flow From Investing Activities	(107.38)	(5,063.44)
C. CASH FLOW FROM FINANCING ACTIVITIES:		
Proceeds from Equity Share allotment (including pending allotment)	-	20,997.10
Net Cash Inflow/ (Outflow) From Financing Activities	-	20,997.10
D. Net Increase/(Decrease) in Cash and Cash Equivalents	(2,871.06)	3,295.21
Cash and cash equivalents at the beginning of the year	3,295.21	-
Cash and cash equivalents at the end of the year	424.15	3,295.21

The accompanying notes 1 to 31 form an integral part of financial statements.

In terms of our report of even date attached

For Ashish Shah & Associates
Chartered Accountants
Firm Registration No.
FRN: 146564W

ON BEHALF OF BOARD OF DIRECTORS
FOR SOULTRAX STUDIOS PRIVATE LIMITED

Ashish Shah
PROPRIETOR
Mem. No.: 153479
Place: Mumbai
Date : May 17, 2024

SIDDHANT BHATIA
DIRECTOR
DIN :03016879
Place : New Delhi
Date : May 17, 2024

MALLIKA BHATIA
DIRECTOR
DIN :03016904
Place : New Delhi
Date : May 17, 2024

SOULTRAX STUDIOS PRIVATE LIMITED

CIN:U22219DL2022PTC394943

Statement of Changes in Equity

(a) Equity share capital

Figures in '000

For the year ended March 31, 2024

Equity shares of Rs. 10 each issued, subscribed and fully paid up

As at April 01, 2023 **232.68**

Changes in equity share capital during the year -

As at March 31, 2024 **232.68**

For the period ended 31 March 2023

Equity shares of Rs. 10 each issued, subscribed and fully paid up

As at March 10, 2022

Changes in equity share capital during the period

(i) upon incorporation **100.00**

(ii) pursuant to preferential allotment **132.68**

As at March 31, 2023 **232.68**

Statement of Changes in Equity

(b) Other equity (Refer Note 13)

Figures in '000

Particulars	Reserves and Surplus		Total
	Securities Premium	Retained Earnings	
Balance as at April 1, 2023	20,764.42	(7,506.16)	13,258.26
Profit/ (Loss) for the period	-	(12,377.68)	(12,377.68)
Share premium account	-	-	-
Share based payments to Employees	-	-	-
Remeasurements of defined benefit plans	-	-	-
Share allotment to Employees	-	-	-
Net (loss)/gain on FVTOCI equity securities	-	-	-
Total comprehensive income for the quarter	-	(12,377.68)	(12,377.68)
Balance as at March 31, 2024	20,764.42	(19,883.84)	880.58

Nature and purpose of reserves:

Securities premium:

Securities premium is the premium recorded on issue of shares. The reserve is utilised in accordance with the provisions of the Act.

The accompanying notes 1 to 31 form an integral part of financial statements.

In terms of our report of even date attached

For Ashish Shah & Associates

Chartered Accountants

Firm Registration No.

FRN: 146564W

ON BEHALF OF BOARD OF DIRECTORS

FOR SOULTRAX STUDIOS PRIVATE LIMITED

Ashish Shah

PROPRIETOR

Mem. No.: 153479

Place: Mumbai

Date : May 17, 2024

SIDDHANT BHATIA

DIRECTOR

DIN :03016879

Place : New Delhi

Date : May 17, 2024

MALLIKA BHATIA

DIRECTOR

DIN :03016904

Place : New Delhi

Date : May 17, 2024

SOULTRAX STUDIOS PRIVATE LIMITED

Notes to the Financials Statements as at and for the year ended 31 March 2024

1. Company Overview

Soultrax Studios Private Limited (“the Company”) is a private limited company, incorporated on 10th March 2022. The Company is into the business of advertising media production, radio production, creative content creation, digital marketing, marketing media buying, print, graphics, animation, public relations, podcasting, media tech, game sound design, music production, films design and execution, all misc. media production and media content creation activities.

The Board of Directors approved the Financial Statements of the Company for the year 1 April 2023 to 31 March 2024. These financial statements were authorized for issue on 17 May 2024.

2. Material accounting policies

2.1 Basis of preparation and presentation of Financials Statements

- a. These financial statements are prepared in accordance with Indian Accounting Standards (Ind-AS) and comply in all material respects with the Ind-AS and other applicable provisions of the Companies Act, 2013 (“the Companies Act”). The Ind-AS are notified under Section 133 of the Act read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 as amended from time to time.
- b. The Financial Statements have been prepared on a historical cost convention and on an accrual basis, except for the material items that have been measured at fair value as required by relevant Ind AS.
- c. During the financial year ended 31 March 2024, the Company had a total income of Rs. 7,309.33 thousand (31 March 2023: Rs 13,624.15 thousand) and loss after tax of Rs. 12,377.68 thousand (31 March 2023: Rs 7,506.15 thousand). As at 31 March 2024, the accumulated losses were Rs.19,883.83 thousand which have significantly eroded the equity. Signal Analytics Private Limited, the immediate holding company, has not committed to providing continued operational and financial support to the Company. However, in the absence of any orders in hand or alternate business plans, the going concern assumption is not appropriate for the preparation of financial statements of the Company as at and for the year ended 31 March 2024. Accordingly, the financial statements of the Company have been prepared on a liquidation basis i.e. assets are measured at lower of carrying amount and estimated net realisable values and liabilities are stated at their estimated settlement amounts in the financial statements. However, presently management does not have any intention to liquidate the Company.
- d. The financial statements are presented in Indian Rupee (INR), which is also the functional currency of the Company. All amounts have been rounded-off to the nearest **thousand**, unless otherwise indicated.

e. Use of estimates and judgments

In preparing these Financial Statements, management has made judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income, expenses and disclosures of contingent liabilities. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized prospectively.

f. Measurement of fair values

A number of the Company's accounting policies and disclosures require the measurement of fair values, for both financial and non-financial assets and liabilities.

The Company has an established control framework with respect to the measurement of fair values.

The company regularly reviews significant unobservable inputs and valuation adjustments.

Fair values are categorized into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows.

- Level 1: Inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2: Inputs other than quoted prices included in Level I that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
- Level 3: Inputs for the asset or liability that are not based on observable market data (unobservable inputs).

When measuring the fair value of an asset or liability, the Company uses observable market data as far as possible. If the inputs used to measure the fair value of an asset or liability fall into different levels of the fair value hierarchy, then the fair value measurement is categorized in its entirety in the same level of fair value hierarchy as the lowest level input that is significant to the entire measurement.

The Company recognizes transfers between levels of the fair value hierarchy at the end of the reporting period during which the change has occurred. Further information about the assumptions made in measuring fair values is included in – Fair Value Measurements

g. 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 or
- Held primarily for the purpose of trading
- Expected to be realized within twelve months after the reporting period, or
- Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.

All other assets are classified as non-current.

A liability is current when:

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

The Company classifies all other liabilities as non-current.

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

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.

2.2 Property, plant and equipment

i. Recognition and measurement

Items of property, plant and equipment are capitalized at cost less accumulated depreciation and accumulated impairment losses, if any. Such cost includes the cost of repairing part of the plant if the recognition criteria are met.

Cost of an item of property, plant and equipment includes its purchase price, non-recoverable duties and taxes, freight, installation charges and any directly attributable cost of bringing the items to its working condition for its intended use and estimated costs of dismantling and removing the item and restoring the site on which it is located.

The cost of a self-constructed item of property, plant and equipment comprises the cost of materials and direct labor, any other costs directly attributable to bringing the item to working condition for its intended use, and estimated costs of dismantling and removing the item and restoring the site on which it is located.

If significant parts of an item of property, plant and equipment have different useful lives, then they are accounted for as separate items (major components) of property, plant and equipment.

Subsequent expenditure is capitalized only if it is probable that the future economic benefits associated with the expenditure will flow to the Company.

Property, plant and equipment under construction are disclosed as capital work-in-progress. Depreciation is not recorded on capital work-in-progress until construction and installation is complete and the asset is ready for its intended use.

ii. Depreciation

Depreciation is calculated on cost of items of property, plant and equipment less their estimated residual values over their estimated useful lives using the written down value method except for improvements to leasehold premises where the assets are depreciated on a straight-line basis. Depreciation for assets purchased / sold during the period is proportionately charged.

Depreciation on tangible fixed assets has been provided as per the useful life prescribed in Schedule II to the Companies Act, 2013.

The assets' residual values and useful lives are reviewed periodically, and adjusted if appropriate, including at each financial year end.

The estimated useful lives of items property, plant and equipment for the current and comparative periods are as follows;

Asset	Useful Life
Office equipment	5 years
Computer	3 years
Plant & Machinery	3 years
Furniture & Fixtures	10 years

Assets with cost of acquisition less than Rs. 5,000 are fully depreciated in the year of acquisition.

iii. Disposal

Gains and losses on disposal are determined by comparing net sale proceeds with carrying amount. These are included in the statement of profit and loss.

iv. Impairment

Property, plant and equipment are evaluated for recoverability whenever events or changes in circumstances indicate that their carrying amounts may not be recoverable. For the purpose of impairment testing, the recoverable amount (i.e. the higher of the fair value less cost to sell and the value-in-use) is determined on an individual asset basis unless the asset does not generate cash flows that are largely independent of those from other assets. In such cases, the recoverable amount is determined for the Cash Generating Unit (CGU) to which the asset belongs.

If such assets are to be impaired, the impairment to be recognized in the Statement of Profit and Loss is measured by the amount by which the carrying value of the assets exceeds the estimated recoverable amount of the asset. An impairment loss is reversed in the Statement of Profit and Loss if there has been a change in the estimates used to determine the recoverable amount. The carrying amount of the asset is increased to its revised recoverable amount, provided that this amount does not exceed the carrying amount that would have been determined (net of any accumulated depreciation) had no impairment loss been recognized for the asset in prior years.

2.3 Intangible assets

i. Recognition and measurement

Intangible assets are carried at cost less accumulated amortization and impairment losses, if any. The cost of an intangible asset comprises its purchase price, including any non-recoverable duties and taxes and any directly attributable expenditure on making the asset ready for its intended use and net of any trade discounts and rebates.

Research costs are expensed as incurred. Software product development costs are expensed as incurred unless technical and commercial feasibility of the project is demonstrated, future economic benefits are probable, the Company has an intention and ability to complete and use or sell the software and the costs can be measured reliably. The costs which can be capitalized include the cost of material, direct labour and overhead costs that are directly attributable to preparing the asset for its intended use.

Assets under development are disclosed as Intangible assets under development. Amortization is not recorded on assets under development until development is complete and the asset is ready for its intended use.

ii. Amortization

The cost of the computer software capitalized as intangible asset is amortized over the estimated useful life on a straight-line basis.

The estimated useful lives are as follows:

Asset	Useful Life
Computer Software	3-6 Years

Amortization method, useful lives and residual values are reviewed at the end of each financial year and adjusted if appropriate.

iii. Impairment

Intangible assets are evaluated for recoverability whenever events or changes in circumstances indicate that their carrying amounts may not be recoverable. For the purpose of impairment testing, the recoverable amount (i.e. the higher of the fair value less cost to sell and the value-in-use) is determined on an individual asset basis unless the asset does not generate cash flows that are largely independent of those from other assets. In such cases, the recoverable amount is determined for the Cash Generating Unit (CGU) to which the asset belongs.

If such assets are to be impaired, the impairment to be recognized in the Statement of Profit and Loss is measured by the amount by which the carrying value of the assets exceeds the estimated recoverable amount of the asset. An impairment loss is reversed in the Statement of Profit and Loss if there has been a change in the estimates

used to determine the recoverable amount. The carrying amount of the asset is increased to its revised recoverable amount, provided that this amount does not exceed the carrying amount that would have been determined (net of any accumulated amortization) had no impairment loss been recognized for the asset in prior years.

2.4 Non-Current assets (or disposal groups) held for sale and discontinued operations:

Non-current assets (or disposal groups) are classified as held for sale if their carrying amount will be recovered principally through a sale transaction rather than through continuing use and a sale is considered highly probable. They are measured at the lower of their carrying amount and fair value less costs to sell, except for assets such as deferred tax assets, assets arising from employee benefits, financial assets and contractual rights under insurance contracts, which are specifically exempt from this requirement.

An impairment loss is recognized for any initial or subsequent write-down of the asset (or disposal group) to fair value less costs to sell. A gain is recognized for any subsequent increases in fair value less costs to sell of an asset (or disposal group), but not in excess of any cumulative impairment loss previously recognized. A gain or loss not previously recognized by the date of the sale of the non-current asset (or disposal group) is recognized at the date of de-recognition.

Non-current assets (including those that are part of a disposal group) are not depreciated or amortized while they are classified as held for sale. Interest and other expenses attributable to the liabilities of a disposal group classified as held for sale continue to be recognized.

Non-current assets classified as held for sale and the assets of a disposal group classified as held for sale are presented separately from the other assets in the balance sheet. The liabilities of a disposal group classified as held for sale are presented separately from other liabilities in the balance sheet.

A discontinued operation is a component of the entity that has been disposed of or is classified as held for sale and that represents a separate major line of business or geographical area of operations, is part of a single coordinated plan to dispose of such a line of business or area of operations, or is a subsidiary acquired exclusively with a view to resale. The results of discontinued operations are presented separately in the statement of profit and loss.

2.5 Impairment

i. Financial assets

The Company recognizes loss allowances using the expected credit loss (ECL) model for financial assets which are not fair valued through the statement of profit or loss.

Loss allowance for trade receivables with no significant financing component is measured at an amount equal to lifetime ECL

For all other financial assets, expected credit losses are measured at an amount equal to the 12-month ECL, unless there has been a significant increase in credit risk from initial recognition in which case those are measured at lifetime ECL.

The amount of ECL (or reversal) that is required to adjust the loss allowance at the reporting date to the amount that is required to be recognized is recognized as an impairment gain or loss in the statement of profit or loss.

Time barred dues from the government / government departments / government companies are generally not considered as increase in credit risk of such financial asset.

ii. Non-financial assets

The Company assess at each reporting date whether there is any indication that the carrying amount may not be recoverable. If any such indication exists, then the asset's recoverable amount is estimated, and an impairment loss is recognized if the carrying amount of an asset or CGU exceeds its estimated recoverable amount in the statement of profit and loss.

The Company's non-financial assets, inventories and deferred tax assets, are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists, then the asset's recoverable amount is estimated. For impairment testing, assets that do not generate independent cash inflows are grouped together into cash-generating units (CGUs). Each CGU represents the smallest group of assets that generates cash inflows that are largely independent of the cash inflows of other assets or CGUs.

Impairment loss recognized in respect of a CGU is allocated first to reduce the carrying amount of any goodwill allocated to the CGU, and then to reduce the carrying amounts of the other assets of the CGU (or groups of CGUs) on a pro rata basis.

2.6 Leases

Company as a lessee

The Company evaluates if an arrangement qualifies to be a lease as per the requirements of Ind AS 116. Identification of Lease requires significant judgement. The Company uses significant judgement in assessing the Lease term (including anticipated renewals) and the applicable discount rate.

The Company determines the Lease term as the non-cancellable period of a Lease, together with both periods covered by an option to extend the lease if the company is reasonably certain to exercise that option; and period covered by an option to terminate the lease, if the Company is reasonably certain not to exercise that option. In assessing whether the Company is reasonably certain to exercise an option to extend a lease, or not to exercise an option to terminate a lease, it considers all relevant facts and circumstances that create an economic incentive for the Company to exercise the option to extend the lease, or not to exercise the option to terminate the lease.

The Company revises the lease term if there is a change in the non-cancellable period of a lease.

The company recognises the right-of-use asset representing its right to use the underlying asset for the lease term at the lease commencement date. The cost of the right-of-use asset measured at inception shall comprise of the amount of the initial measurement of the lease liability adjusted for any lease payments made at or before the commencement date less any lease incentives received, plus any initial direct costs incurred and an estimate of costs to be incurred by the lessee in dismantling and removing the underlying asset or restoring the underlying asset or site on which it is located. The right-of-use assets is subsequently measured at cost less any accumulated depreciation, accumulated impairment losses, if any and adjusted for any remeasurement of the lease liability. The right-of-use assets is depreciated using the straight-line method from the commencement date over the shorter of lease term or useful life of right-of-use asset. The estimated useful lives of right-of-use assets are determined on the same basis as those of property, plant and equipment. Right-of-use assets are tested for impairment whenever there is any indication that their carrying amounts may not be recoverable. Impairment loss, if any, is recognised in the statement of profit and loss.

The company measures the lease liability at the present value of the lease payments that are not paid at the commencement date of the lease. The lease payments are discounted using the interest rate implicit in the lease, if that rate can be readily determined. If that rate cannot be readily determined, the company uses incremental borrowing rate. For leases with reasonably similar characteristics, the company, on a lease by lease basis, may adopt either the incremental borrowing rate specific to the lease or the incremental borrowing rate for the portfolio as a whole. The lease payments shall include fixed payments, variable lease payments, residual value guarantees, exercise price of a purchase option where the company is reasonably certain to exercise that option and payments of penalties for terminating the lease, if the lease term reflects the lessee exercising an option to

terminate the lease. The lease liability is subsequently remeasured by increasing the carrying amount to reflect interest on the lease liability, reducing the carrying amount to reflect the lease payments made and remeasuring the carrying amount to reflect any reassessment or lease modifications or to reflect revised in-substance fixed lease payments.

The company recognises the amount of the re-measurement of lease liability as an adjustment to the right-of-use asset. Where the carrying amount of the right-of-use asset is reduced to zero and there is a further reduction in the measurement of the lease liability, the company recognises any remaining amount of the re-measurement in statement of profit and loss.

The Company has elected not to apply the requirement of Ind AS 116 Leases to short term leases of all assets that have lease term of 12 months or less and leases for which the underlying asset value is of low value. The lease payments associated with these leases are recognized as an expense on a straight-line basis over the lease term.

Company as a lessor

At the inception of the lease the company classifies each of its leases as either an operating lease or a finance lease. The company recognises lease payments received under operating leases as income on a straight- line basis over the lease term.

If an arrangement contains lease and non-lease components, the company applies Ind AS 115 Revenue to allocate the consideration in the contract.

Lease contracts entered by the Company majorly pertains for buildings taken on lease to conduct its business in the ordinary course. The Company does not have any lease restrictions and commitment towards variable rent as per the contract.

2.7 Financial instruments

i. Recognition and initial measurement

All financial assets are recognized on a trade date when the purchase of a financial asset is under a contract whose term requires delivery of the financial asset within the time frame established by the market concerned. Financial assets or financial liabilities are initially measured at fair value, plus transaction costs, except for those financial assets and liabilities which are classified as at fair value through profit or loss (FVTPL) at inception.

ii. Classification of financial assets

The company classifies its financial assets in the following measurement categories:

- those to be measured subsequently at fair value (either through other comprehensive income, or through profit or loss), and
- those measured at amortized cost.

The classification depends on the entity's business model for managing the financial assets and the contractual terms of the cash flows.

For assets measured at fair value, gains and losses will either be recorded in profit or loss or other comprehensive income. For investments in debt instruments, this will depend on the business model in which the investment is held. For investments in equity instruments, this will depend on whether the company has made an irrevocable election at the time of initial recognition to account for the equity investment at fair value through other

comprehensive income. The company reclassifies debt investments when and only when its business model for managing those assets changes.

iii. Measurement

At initial recognition, the company measures a financial asset at its fair value plus, in the case of a financial asset not at fair value through profit or loss, transaction costs that are directly attributable to the acquisition of the financial asset. Transaction costs of financial assets carried at fair value through profit or loss are expensed in profit or loss.

Financial assets with embedded derivatives are considered in their entirety when determining whether their cash flows are solely payment of principal and interest.

a. Debt Instruments

Subsequent measurement of debt instruments depends on the company's business model for managing the asset and the cash flow characteristics of the asset. The company classifies its debt instruments as:

Amortized cost:

Debt Instruments that are held for collection of contractual cash flows where those cash flows represent solely payments of principal and interest are measured at amortized cost. A gain or loss on a debt investment that is subsequently measured at amortized cost and is not part of a hedging relationship is recognized in profit or loss when the asset is derecognized or impaired. Interest income from these financial assets is included in finance income using the effective interest rate method.

Debt instrument at FVTOCI:

A 'debt instrument' is classified as at the FVTOCI if both of the following criteria are met:

- a) The objective of the business model is achieved both by collecting contractual cash flows and selling the financial assets, and b) The asset's contractual cash flows represent SPPI.

Debt instruments included within the FVTOCI category are measured initially as well as at each reporting date at fair value. Fair value movements are recognized in the other comprehensive income (OCI). However, the Company recognizes interest income, impairment losses & reversals and foreign exchange gain or loss in the statement of profit and loss. On derecognition of the asset, cumulative gain or loss previously recognized in OCI is reclassified from the equity to statement of profit and loss (P&L). Interest earned whilst holding FVTOCI debt instrument is reported as interest income using the EIR method.

Debt instrument at FVTPL:

FVTPL is a residual category for debt instruments. Any debt instrument, which does not meet the criteria for categorization as at amortized cost or as FVTOCI, is classified as at FVTPL.

In addition, the Company may elect to designate a debt instrument, which otherwise meets amortized cost or FVTOCI criteria, as at FVTPL. However, such election is considered only if doing so reduces or eliminates a measurement or recognition inconsistency (referred to as 'accounting mismatch').

Debt instruments included within the FVTPL category are measured at fair value with all changes recognized in the statement of profit and loss.

b. Equity Instruments

All equity investments in scope of Ind AS 109 are measured at fair value. Equity instruments which are held for trading are classified as at FVTPL. For all other equity instruments, the Company has made an irrevocable election to present in other comprehensive income subsequent changes in the fair value.

The Company makes such election on an instrument-by-instrument basis. The classification is made on initial recognition and is irrevocable. If the Company decides to classify an equity instrument as at FVTOCI, then all fair value changes on the instrument, excluding dividends, are recognized in the OCI.

There is no recycling of the amounts from OCI to statement of profit and loss, even on sale of investment. However, the Company may transfer the cumulative gain or loss within equity. Equity instruments included within the FVTPL category are measured at fair value. All changes in fair value including dividend are recognized in the statement of profit and loss.

c. Trade receivables:

Trade receivables are amounts due from customers for goods sold or services performed in the ordinary course of business. If collection is expected to be collected within a period of 12 months or less from the reporting date (or in the normal operating cycle of the business if longer), they are classified as current assets otherwise as non-current assets.

Trade receivables are measured at their transaction price unless it contains a significant financing component in accordance with Ind AS 115 (or when the entity applies the practical expedient) or pricing adjustments embedded in the contract.

Loss allowance for expected life time credit loss is recognized on initial recognition.

d. Trade and other payables

These amounts represent liabilities for goods and services provided to the Company. Trade and other payables are presented as current liabilities if payment is due within 12 months after the reporting period otherwise as non-current. They are recognized initially at their fair value and subsequently measured at amortized cost using the effective interest method.

iv. Derecognition

Financial assets

The Company derecognizes a financial asset when the contractual rights to the cash flows from the financial asset expire, or it transfers the rights to receive the contractual cash flows in a transaction in which substantially all of the risks and rewards of ownership of the financial asset are transferred or in which the Company neither transfers nor retains substantially all of the risks and rewards of ownership and does not retain control of the financial asset.

If the Company enters into transactions whereby it transfers assets recognized on its balance sheet, but retains either all or substantially all of the risks and rewards of the transferred assets, the transferred assets are not derecognized.

Financial liabilities

The Company derecognizes financial liability when its contractual obligations are discharged or cancelled or expire.

The Company also derecognizes a financial liability when its terms are modified and the cash flows under the modified terms are substantially different. In this case, a new financial liability based on the modified terms is recognized at fair value. The difference between the carrying amount of the financial liability extinguished and the new financial liability with modified terms is recognized in the statement of profit or loss.

v. *Offsetting*

Financial assets and financial liabilities are offset and the net amount presented in the balance sheet when, and only when, the Company currently has a legally enforceable right to set off the amounts and it intends either to settle them on a net basis or to realize the asset and settle the liability simultaneously.

vi. *Reclassification*

The Company determines the classification of financial assets and liabilities on initial recognition. After initial recognition no reclassification is made for financial assets which are categorized as equity instruments at FVTOCI and financial assets or liabilities that are specifically designated as FVTPL.

2.8 Revenue

i) *Sale of Services*

The company primarily derives its revenue from media production and creative content creation activities.

Revenue from services is recognized over the period of the contract. Revenue is recognized to the extent that it is probable that economic benefits will flow to the company and the revenue can be reliably measured.

Revenue from time and material contracts is recognized on input basis measured by units delivered, man hours deployed, efforts expended, number of activities performed, etc.

In respect of fixed-price contracts, revenue is recognized using percentage-of-completion method ('POC method') of accounting with contract cost incurred determining the degree of completion of the performance obligation. The contract cost used in computing the revenues include cost of fulfilling warranty obligations.

The incremental costs of obtaining a contract with a customer are capitalized if the entity expects to recover these costs.

Contract fulfilment costs are generally expensed as incurred except for certain costs which meet the criteria for capitalization. Such costs are amortized over the contractual period. The assessment of this criteria requires the application of judgement, in particular when considering if costs generate or enhance resources to be used to satisfy future performance obligations and whether costs are expected to be recovered.

Contract assets are recognized when there is excess of revenue earned over billings on contracts. Contract assets are classified as unbilled receivables (only act of invoicing is pending) when there is unconditional right to receive cash, and only passage of time is required, as per contractual terms.

Unearned and deferred revenue ("contract liability") is recognized when there are billings in excess of revenues.

The company has not recognized variable consideration receivable from certain customers as the amount of the same is not ascertainable as at the reporting date and receipt of the same is highly uncertain.

The billing schedules agreed with customers include periodic performance based payments and / or milestone based progress payments. Invoices are payable within contractually agreed credit period.

In accordance with Ind AS 37, the Company recognises an onerous contract provision when the unavoidable costs of meeting the obligations under a contract exceed the economic benefits to be received.

Contracts are subject to modification to account for changes in contract specification and requirements. The Company reviews modification to contract in conjunction with the original contract, basis which the transaction price could be allocated to a new performance obligation, or transaction price of an existing obligation could undergo a change. In the event transaction price is revised for existing obligation a cumulative adjustment is accounted for.

Applying the practical expedient provided in paragraph 121, the entity has not disclosed the duration for completion of unsatisfied performance obligations, for the contracts that has an original expected duration of 1 year or less and for time and material contracts.

The Company disaggregates revenue from contracts with customers by industry verticals and geography.

Use of significant judgements in revenue recognition:

- The Company's contracts with customers could include promises to transfer multiple services to a customer. The Company assesses the services promised in a contract and identifies distinct performance obligations in the contract. Identification of distinct performance obligation involves judgement to determine the deliverables and the ability of the customer to benefit independently from such deliverables.
- Judgement is also required to determine the transaction price for the contract. The transaction price could be either a fixed amount of customer consideration or variable consideration with elements such as volume discounts, service level credits, performance bonuses, price concessions and incentives. The transaction price is also adjusted for the effects of the time value of money if the contract includes a significant financing component. Any consideration payable to the customer is adjusted to the transaction price, unless it is a payment for a distinct product or service from the customer. The estimated amount of variable consideration is adjusted in the transaction price only to the extent that it is highly probable that a significant reversal in the amount of cumulative revenue recognised will not occur and is reassessed at the end of each reporting period. The Company allocates the elements of variable considerations to all the performance obligations of the contract unless there is observable evidence that they pertain to one or more distinct performance obligations.
- The Company uses judgement to determine an appropriate standalone selling price for a performance obligation. The Company allocates the transaction price to each performance obligation on the basis of the relative standalone selling price of each distinct product or service promised in the contract. Where standalone selling price is not observable, the Company uses the expected cost-plus margin approach to allocate the transaction price to each distinct performance obligation.
- The Company exercises judgement in determining whether the performance obligation is satisfied at a point in time or over a period of time. The Company considers indicators such as how customer consumes benefits as services are rendered or who controls the asset as it is being created or existence of enforceable right to payment for performance to date and alternate use of such product or service, transfer of significant risks and rewards to the customer, acceptance of delivery by the customer, etc.

ii) Other Income

For all financial instruments measured at amortized cost, interest income is recorded using the effective interest rate (EIR), which is the rate that exactly discounts the estimated future cash payments or receipts over the expected life of the financial instrument or a shorter period, where appropriate, to the net carrying amount of the financial asset. Interest income is included in other income in the statement of profit and loss.

2.9 Foreign currencies

Transactions in foreign currencies are initially recorded by the Company at their functional currency spot rates at the date of the transaction. Monetary assets and liabilities denominated in foreign currency are translated at the functional

currency spot rates of exchange at the reporting date. Exchange differences that arise on settlement of monetary items or on reporting at each balance sheet date of the Company's monetary items at the closing rates are recognized as income or expenses in the period in which they arise.

Non-monetary items which are carried at historical cost denominated in a foreign currency are reported using the exchange rates at the date of transaction. Non-monetary items measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value is determined.

2.12 Income tax

Income tax comprises current and deferred tax. It is recognized in profit or loss except to the extent that it relates to a business combination or to an item recognized directly in equity or other comprehensive income.

i. Current tax

Current tax comprises the expected tax payable or receivable on the taxable income or loss for the year and any adjustment to the tax payable or receivable in respect of previous years. The amount of current tax reflects the best estimate of the tax amount expected to be paid or received after considering the uncertainty, if any, related to income taxes. It is measured using tax rates (and tax laws) enacted or substantively enacted by the reporting date.

ii. Deferred tax

Deferred tax is recognized in respect of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the corresponding amounts used for taxation purposes. Deferred tax is also recognized in respect of carried forward tax losses and tax credits.

Deferred tax is not recognized for:

- temporary differences arising on the initial recognition of assets or liabilities in a transaction that is not a business combination and that affects neither accounting nor taxable profit or loss at the time of the transaction;
- temporary differences related to investments in subsidiaries, associates and interests in joint ventures, when the timing of the reversal of the temporary differences can be controlled and it is probable that the temporary differences will not reverse in the foreseeable future.

Deferred tax assets are recognized to the extent that it is probable that future taxable profits will be available against which they can be used.

Deferred tax assets unrecognized or recognized are reviewed at each reporting date and are recognized/ reduced to the extent that it is probable/ no longer probable respectively that the related tax benefit will be realized.

Deferred tax is measured at the tax rates that are expected to apply to the period when the asset is realized or the liability is settled, based on the laws that have been enacted or substantively enacted by the reporting date.

The measurement of deferred tax reflects the tax consequences that would follow from the manner in which the company expects, at the reporting date, to recover or settle the carrying amount of its assets and liabilities.

The Company offsets, the current tax assets and liabilities (on a year on year basis) and deferred tax assets and liabilities, where it has a legally enforceable right and where it intends to settle such assets and liabilities on a net basis.

Current and deferred tax is recognized in profit or loss, except to the extent that it relates to the items recognized in other comprehensive income or direct equity. In this case, the tax is also recognized in other comprehensive income or direct equity, respectively.

Minimum Alternate Tax (MAT):

Minimum Alternate Tax (MAT) credit is recognized as deferred asset only when it is probable that taxable profit will be available against which the credit can be utilized. In the year in which the MAT credit becomes eligible to be recognized as an asset, the said asset is created by way of a credit to the statement of profit and loss account. The Company reviews the same at each balance sheet date and writes down the carrying amount of MAT credit entitlement to the extent it is no longer probable that the Company will pay normal income tax during the specified period.

2.13 Borrowing costs

Borrowing costs are interest and other costs (including exchange differences relating to foreign currency borrowings to the extent that they are regarded as an adjustment to interest costs) incurred in connection with the borrowing of funds.

Borrowing costs directly attributable to acquisition or construction of an asset which necessarily take a substantial period of time to get ready for their intended use are capitalized as part of the cost of that asset. Other borrowing costs are recognized as an expense in the statement of profit and loss in the period in which they are incurred.

2.14 Provision, contingent liabilities and contingent assets

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. When the Company expects some or all of a provision to be reimbursed, the expense relating to a provision is presented in the statement of profit and loss net of any reimbursement.

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

Onerous Contracts

Provision for onerous contracts, i.e. contracts where the expected unavoidable cost of meeting the obligations under the contract exceed the economic benefits expected to be received under it, are recognized when it is probable that an outflow of resources embodying economic benefits will be required to settle a present obligation as a result of an obligating event based on a reliable estimate of such obligation.

Contingencies

Provision in respect of loss contingencies relating to claims, litigation, assessment, fines, penalties, etc. are recognized when it is probable that a liability has been incurred, and the amount can be estimated reliably. Contingent liabilities are disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount cannot be made.

A contingent asset is disclosed, where an inflow of economic benefits is probable. An entity shall not recognize a contingent asset unless the recovery is virtually certain.

2.15 Employee benefits

i. Short-term employee benefits

All employee benefits payable wholly within twelve months of rendering the service are classified as Short Term Employee benefits. Benefits such as salaries are recognized as an expense at the undiscounted amount in the Statement of Profit and Loss of the year in which the employee renders the related service.

ii. Post- employee benefits

Defined Contribution Plans:

A defined contribution plan is post-employee benefit plan under which an entity pays a fixed contribution to a separate entity and will have no legal or constructive obligation to pay further amounts. The Company makes specified monthly contributions towards provident fund scheme. Obligations for contributions to defined contribution plans are recognized as an employee benefit expenses in the statement of profit and loss in the periods during which the related services are rendered by employees.

Defined Benefit Plans:

Gratuity

A defined benefit plan is a post-employment benefit plan other than a defined contribution plan. The Company's net obligation in respect of defined benefit plans is calculated separately for each plan by estimating the amount of future benefit that employees have earned in the current and prior periods, discounting that amount and deducting the fair value of any plan assets.

The calculation of defined benefit obligation is performed annually by a qualified actuary using the projected unit credit method. When the calculation results in a potential asset, the same is recognized to the extent of the present value of economic benefits available in the form of any future refunds from the plan or reductions in future contributions to the plan ('the asset ceiling'). In order to calculate the present value of economic benefits, consideration is given to any minimum funding requirements.

Remeasurement of the net defined benefit liability, which comprise actuarial gains and losses, the return on plan assets (excluding interest) and the effect of the asset ceiling (if any, excluding interest), are recognized in OCI. The Company determines the net interest expense (income) on the net defined benefit liability (asset) for the period by applying the discount rate used to measure the defined benefit obligation at the beginning of the annual period to the then-net defined benefit liability (asset), taking into account any changes in the net defined benefit liability (asset) during the period as a result of contributions and benefit payments. Net interest expense and other expenses related to defined benefit plans are recognized in profit or loss.

When the benefits of a plan are changed or when a plan is curtailed, the resulting change in benefit that relates to past service ('past service cost' or 'past service gain') or the gain or loss on curtailment is recognized immediately in profit or loss. The Company recognizes gains and losses on the settlement of a defined benefit plan when the settlement occurs.

iii. Other long-term employee benefits

All employee benefits (other than post-employment benefits and termination benefits) which do not fall due wholly within twelve months after the end of the period in which the employees render the related services are determined based on actuarial valuation or discounted present value method carried out at each balance sheet date. The expected cost of accumulating compensated absences is determined by actuarial valuation performed by an independent actuary using projected unit credit method on the additional amount expected to be paid / availed as a result of the unused entitlement that has accumulated at the balance sheet date.

Expense on non-accumulating compensated absences is recognized in the period in which the absences occur.

iv. Share based payment

Equity settled share based payments to employees and other providing similar services are measured at fair value of the equity instruments at grant date.

The fair value determined at the grant date of the equity-settled share based payment is expensed on a straight line basis over the vesting period, based on the Company's estimate of equity instruments that will eventually vest, with a corresponding increase in equity. At the end of each reporting period, the Company revises its estimates of the number of equity instruments expected to vest. The impact of the revision of the original estimates, if any is, recognised in Statement of Profit and Loss such that the cumulative expenses reflects the revised estimate, with a corresponding adjustment to the shared option outstanding account.

No expense is recognised for options that do not ultimately vest because non market performance and/or service conditions have not been met.

The dilutive effect of outstanding options is reflected as additional share dilution in the computation of diluted earnings per share.

2.16 Cash and cash equivalents

Cash and cash equivalents in the balance sheet comprise cash at banks and on hand and long-term deposit with an original maturity of more than three months, which are subject to an insignificant risk of changes in value. For the purpose of the statement of cash flow, cash and cash equivalents consists of cash and short-term deposits, as defined above, net of outstanding bank overdrafts as they are considered an integral part of the Company's cash management.

2.17 Earnings per share

Basic earnings per share ('BEPS') is computed by dividing net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding for the period.

Diluted earnings per share ('DEPS') is computed by dividing the net profit or loss for the period attributable to equity shareholders and the weighted average number of equity shares considered for deriving basic earnings per share and also the weighted average number of equity shares that could have been issued upon conversion of all dilutive potential equity shares.

Dilutive potential equity shares are deemed converted as of the beginning of the year, unless issued at a later date. In computing diluted earnings per share, only potential equity shares that are dilutive and that either reduces earnings per share or increases loss per share are included. The number of shares and potentially dilutive equity shares are adjusted retrospectively for all periods presented for the share splits.

2.18 Cash flow statements

Cash flows are reported using indirect method, whereby net profits before tax is adjusted for the effects of transactions of a non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from regular operating, investing and financing activities of the Company are segregated.

2.19 Segment Reporting

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker (CODM). Only those business activities are identified as operating segment for which the operating results are regularly reviewed by the CODM to make decisions about resource allocation and performance measurement.

The company's management examines the company's performance as a whole i.e. advertising media production, radio production, creative content creation and accordingly the company has only one reportable segment.

The Company generates revenue from rendering services to customers located within India. All the assets of the Company are situated in India.

SOULTRAX STUDIOS PRIVATE LIMITED
CIN:U22219DL2022PTC394943
NOTES TO THE FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED MARCH 31, 2024

NOTE 3

Property, Plant and Equipment

As at March 31, 2024 (Year Ended)

Figures in '000

ASSET	GROSS CARRYING VALUE				ACCUMULATED DEPRECIATION				NET CARRYING VALUE	
	As at 01-Apr-23	Additions	Deductions/ adjustments during the Period	As at 31-Mar-24	As at 01-Apr-23	Depreciation for the period	Deductions/ adjustments during the year	As at 31-Mar-24	As at 31-Mar-24	As at 31-Mar-23
Plant and equipments	4,816.94	129.95	-	4,946.89	489.97	1,028.85	-	1,518.82	3,428.07	4,326.97
Office Equipment	15.50	-	-	15.50	0.36	1.27	-	1.64	13.86	15.14
Furniture & Fixtures	34.50	-	-	34.50	0.24	1.02	-	1.26	33.24	34.26
	-	-	-	-	-	-	-	-	-	-
TOTAL	4,866.93	129.95	-	4,996.89	490.57	1,031.15	-	1,521.72	3,475.17	4,376.37

As at March 31, 2023 (Year Ended)

(Figures in 000's)

ASSET	GROSS CARRYING VALUE				ACCUMULATED DEPRECIATION				NET CARRYING VALUE	
	As at 01-Apr-22	Additions	Deductions/ adjustments during the year	As at 31-Mar-23	As at 01-Apr-22	Depreciation for the period	Deductions/ adjustments during the year	As at 31-Mar-23	As at 31-Mar-23	As at 31-Mar-22
Plant and equipments	-	4,816.94	-	4,816.94	-	489.97	-	489.97	4,326.97	-
Office Equipment	-	15.50	-	15.50	-	0.36	-	0.36	15.14	-
Furniture & Fixtures	-	34.50	-	34.50	-	0.24	-	0.24	34.26	-
	-	-	-	-	-	-	-	-	-	-
TOTAL	-	4,866.93	-	4,866.93	-	490.57	-	490.57	4,376.37	-

- 1) Property Plant and equipment are stated at cost less accumulated depreciation
2) The company has assessed that there are no indicators of impairment.

SOULTRAX STUDIOS PRIVATE LIMITED
CIN:U22219DL2022PTC394943
NOTES TO THE FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED MARCH 31, 2024

NOTE 4
Other Intangible Assets

As at March 31, 2024 (Year Ended)

Figures in '000

ASSET	GROSS CARRYING VALUE				ACCUMULATED DEPRECIATION				NET CARRYING VALUE	
	As at 01-Apr-23	Additions	Deductions/adjustments during the Period	As at 31-Mar-24	As at 01-Apr-23	Depreciation for the Period	Deductions/adjustments during the year	As at 31-Mar-24	As at 31-Mar-24	As at 31-Mar-23
Computer Software	16.95	-	-	16.95	0.80	1.11	-	1.92	15.03	16.15
TOTAL	16.95	-	-	16.95	0.80	1.11	-	1.92	15.03	16.15

As at March 31, 2023 (Year Ended)

(Figures in 000's)

ASSET	GROSS CARRYING VALUE				ACCUMULATED DEPRECIATION				NET CARRYING VALUE	
	As at 01-Apr-22	Additions	Deductions/adjustments during the year	As at 31-Mar-23	As at 01-Apr-22	Depreciation for the Period	Deductions/adjustments during the year	As at 31-Mar-23	As at 31-Mar-23	As at 31-Mar-22
Computer Software	-	16.95	-	16.95	-	0.80	-	0.80	16.15	-
TOTAL	-	16.95	-	16.95	-	0.80	-	0.80	16.15	-

Notes:

- 1) Intangible Assets are stated at cost less accumulated amortisation.
- 2) Computer software consists of purchased software licenses
- 3) The company has assessed that there are no indicators of impairment.

SOULTRAX STUDIOS PRIVATE LIMITED
CIN:U22219DL2022PTC394943

NOTES TO THE FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED MARCH 31, 2024

NOTE 5

Non-Current Assets (Net)

(Figures in 000's)

	As at March 31, 2024	As at March 10, 2022 To March 31, 2023
Tax Receivable from Govt. authorities [Net of Provision for taxation - Rs. Nil (as at 31 March 23: Rs. Nil)]	719.73	337.79
TOTAL	719.73	337.79

SOULTRAX STUDIOS PRIVATE LIMITED CIN:U22219DL2022PTC394943						
NOTES TO THE FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED MARCH 31, 2024						
NOTE 6						
Trade Receivables						
(Figures in 000's)						
	As at March 31, 2024		As at March 10, 2022 To March 31, 2023			
Trade Receivables considered good - Unsecured	298.54		6,053.00			
Trade Receivables credit impaired	-		-			
Less: Allowance for credit Impairment	-		-			
	298.54		6,053.00			
TOTAL	298.54		6,053.00			
	-		-			
Trade receivables Ageing Schedule						
As at March 31, 2024						
Particulars	Outstanding for following periods from due date of payments					Total
	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	
Undisputed trade receivables-considered good	298.54	-	-	-	-	298.54
Undisputed trade receivables-considered doubtful						
Disputed trade receivables-considered good						
Disputed trade receivables-considered doubtful	-	-	-	-	-	-
As at 31 March 2023						
Particulars	Outstanding for following periods from due date of payments					Total
	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	
Undisputed trade receivables-considered good	6,053.00	-	-	-	-	6,053.00
Undisputed trade receivables-considered doubtful						
Disputed trade receivables-considered good						
Disputed trade receivables-considered doubtful			-	-	-	-
NOTE 7						
Cash and Cash Equivalents						
(Figures in 000's)						
	As at March 31, 2024		As at March 10, 2022 To March 31, 2023			
Balances with Banks						
- In Current Accounts	414.25		3,295.21			
Cash on Hand	9.90		-			
TOTAL	424.15		3,295.21			
Cash and cash equivalent as per Statement of Cash Flows						
		424.15	3,295.21			
There are no repatriation restrictions with regard to cash and cash equivalents as at the end of the reporting period and prior periods						
NOTE 8						
Other Bank Balances						
(Figures in 000's)						
	As at March 31, 2024		As at March 10, 2022 To March 31, 2023			
Balance with Banks in Fixed Deposits more than 3 months	300.00		300.00			
TOTAL	300.00		300.00			

NOTE 9		
Short term Loans & Advances		
	<i>(Figures in 000's)</i>	
	As at March 31, 2024	As at March 10, 2022 To March 31, 2023
Advance to vendors	-	111.32
	-	
TOTAL	-	111.32
NOTE 10		
Current Financial Assets - Others		
	<i>(Figures in 000's)</i>	
	As at March 31, 2024	As at March 10, 2022 To March 31, 2023
Unsecured, considered good		
Unbilled Revenue	50.00	1,456.00
Security Deposits	180.00	-
Interest Accrued on Fixed deposits	27.84	8.26
Other Receivables	-	13.60
TOTAL	257.84	1,477.87
NOTE 11		
Other Current Assets		
	<i>(Figures in 000's)</i>	
	As at March 31, 2024	As at March 10, 2022 To March 31, 2023
Considered good		
Prepaid expenses	-	117.37
Balance With Government authority	19.27	-
Other Receivables*	15.63	247.97
TOTAL	34.90	365.34
*It includes GST input credit available based on Invoices not yet availed in GST Returns		

SOULTRAX STUDIOS PRIVATE LIMITED
CIN:U22219DL2022PTC394943
NOTES TO THE FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED MARCH 31, 2024

NOTE 12

Statement of Equity Share Capital

(Figures in 000's)

	As at March 31, 2024	As at March 31, 2023
Authorised 1,00,000 Equity Shares (31-Mar-23: 1,00,000) of Rs. 10 each	1,000.00	1,000.00
Issued 23,268/- (31-March-23: 23,268) Equity Shares at Par value of Rs. 10/- each fully paid for cash	232.68	232.68
Subscribed and Fully Paid up 23,268/- (31 March -23: 23,268) Equity Shares at Par value of Rs. 10/- each fully paid for cash	232.68	232.68
TOTAL	232.68	232.68

NOTES:

a) The reconciliation of number of equity shares outstanding and the amount of share capital at the beginning and at the end of the reporting year:

	As at March 31, 2024		As at March 10, 2022 To March 31, 2023	
	No. of Shares	INR	No. of Shares	INR
Shares outstanding at the beginning of the year	23,268.00	2,32,680.00	-	-
Add: Shares issued during the quarter/period	-	-	23,268.00	2,32,680.00
Shares outstanding at the end of the year	23,268.00	2,32,680.00	23,268.00	2,32,680.00

b) Terms / rights attached to equity shares:

The Company has only one class of equity shares having a par value of Rs. 10/- per share. Each shareholder is entitled to vote in proportion to his share of the paid up equity capital of the Company except upon voting by "Show of hands" where one share shareholder is entitled to one vote. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company in proportion to their shareholdings. The Shareholders are entitled to receive dividend in proportion to the amount of paid up equity shares held by them. The Company has not declared any dividend during the last three financial years.

c) Details of shareholders holding more than 5% shares in the Company:

Name of the Shareholder	As at March 31, 2024		As at March 10, 2022 To March 31, 2023	
	No. of Shares	% held	No. of Shares	% held
Siddhant Bhatia	5,285	22.71%	5,285	22.71%
Mallika Thakkar	5,285	22.71%	5,285	22.71%
Signal Analytics Pvt Ltd	12,698	54.57%	12,698	54.57%
	23,268		23,268	

d) Details of shares held by Promoters:

As at March 31, 2024

Name of the Promoter	No. of shares at the beginning of the year	Change during the year	No. of shares at the end of the year	% of Total Shares	% change during the year
Siddhant Bhatia	5,285	-	5,285	22.71%	NA
Mallika Thakkar	5,285	-	5,285	22.71%	NA
Signal Analytics Pvt Ltd	12,698	-	12,698	54.57%	NA
	23,268	-	23,268	100.00%	0.00%

As at 31 March 2023

Name of the Promoter	No. of shares at the beginning of the year	Change during the year	No. of shares at the end of the year	% of Total Shares	% change during the year
Siddhant Bhatia	5,285	-	5,285	22.71%	NA
Mallika Thakkar	5,285	-	5,285	22.71%	NA
Signal Analytics Pvt Ltd	12,698	-	12,698	54.57%	NA
	10,570	12,698	23,268	100.00%	0.00%

e) Capital Management

SOULTRAX STUDIOS PRIVATE LIMITED
CIN:U22219DL2022PTC394943
NOTES TO THE FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED MARCH 31, 2024

The primary objective of the Company's capital management is to ensure that it maintains an efficient capital structure and healthy capital ratios to support its business and maximize shareholder value. The Company makes adjustments to its capital structure based on economic conditions or its business requirements. To maintain / adjust the capital structure the Company may make adjustments to dividend paid to its shareholders or issue new shares.

The Company monitors capital using the metric of Net Debt to Equity. Net Debt is defined as borrowings less cash and cash equivalents, fixed deposits and readily redeemable investments. The company has no borrowings as on the reporting date.

SOULTRAX STUDIOS PRIVATE LIMITED CIN:U22219DL2022PTC394943 Statement of Changes in Equity			
NOTE 13			
(b) Other equity		<i>(Figures in 000's)</i>	
Particulars	Reserves and Surplus		Total
	Securities Premium	Retained Earnings	
Balance as at April 1, 2023	20,764.42	(7,506.16)	13,258.26
Profit/ (Loss) for the period	-	(12,377.68)	(12,377.68)
Share premium account	-	-	-
Share based payments to Employees	-	-	-
Remeasurements of defined benefit plans	-	-	-
Share allotment to Employees	-	-	-
Net (loss)/gain on FVTOCI equity securities	-	-	-
Total comprehensive income for the quarter	-	(12,377.68)	(12,377.68)
Balance as at March 31, 2024	20,764.42	(19,883.84)	880.58

Balance as at March 10, 2022	-	-	-
Capitalisation of security premium on bonus issue			-
Profit for the year	-	(7,506.16)	(7,506.16)
Share premium account	20,764.42	-	20,764.42
Share based payments to Employees	-	-	-
Remeasurements of defined benefit plans	-	-	-
Share Application money received	-	-	-
Net (loss)/gain on FVTOCI equity securities	-	-	-
Total comprehensive income for the quarter	20,764.42	(7,506.16)	13,258.26
Balance as at March 31, 2023	20,764.42	(7,506.16)	13,258.26
Nature and purpose of reserves: Securities premium: Securities premium is the premium recorded on issue of shares. The reserve is utilised in accordance with the provisions of the Act.			

SOULTRAX STUDIOS PRIVATE LIMITED
CIN:U22219DL2022PTC394943
NOTES TO THE FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED MARCH 31, 2024

NOTE 14

Trade Payables

(Figures in 000's)

	As at March 31, 2024	As at March 10, 2022 To March 31, 2023
Total outstanding dues of micro enterprises and small enterprises*	486.32	-
Total outstanding dues of creditors other than micro enterprises and small enterprises	646.24	891.56
TOTAL	1,132.56	891.56

* Includes dues to related parties (Refer Related Party Transaction Note. 23) 158.90

As at March 31, 2024

Particulars	Outstanding for following periods from due date of payments				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
MSME	-	486.32			486.32
Others	475.99	170.25	-	-	646.24
Disputed dues- MSME					
Disputed dues- Others					

As at March 31, 2023

Particulars	Outstanding for following periods from due date of payments				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
MSME	-	-	-	-	-
Others	891.56	-	-	-	891.56
Disputed dues- MSME					
Disputed dues- Others					

There are no Micro, Small and Medium Enterprises, to whom the Company owes dues, which are outstanding for more than 45 days as at the balance sheet date. The above information regarding Micro, Small and Medium Enterprises has been determined to the extent such parties have been identified on the basis of information available with the Company. This has been relied upon by the auditors.

(Figures in 000's)

Disclosures required under Section 22 of the Micro, Small and Medium Enterprises Development Act, 2006	As at March 31, 2024	As at March 10, 2022 To March 31, 2023
(i) Principal amount remaining unpaid and not due for payment to MSME suppliers as at the end of the accounting year:	NIL	NIL
(ii) Principal amount and interest due thereon remaining unpaid to MSME suppliers as at the end of the	-	
-Principal	452.50	Nil
-Interest	33.82	Nil
(iii) The amount of interest paid along with the amounts of the payment made to the MSME supplier beyond	Nil	Nil
(iv) The amount of interest due and payable for the year	Nil	Nil
(v) The amount of interest accrued and remaining unpaid at the end of the accounting year	Nil	Nil
(vi) The amount of further interest due and payable even in the succeeding year, until such date when the interest dues as above are actually paid	Nil	Nil

SOULTRAX STUDIOS PRIVATE LIMITED
CIN:U22219DL2022PTC394943
NOTES TO THE FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED MARCH 31, 2024

NOTE 15

Other Financial Liabilities (Current)

(Figures in 000's)

	As at March 31, 2024	As at March 10, 2022 To March 31, 2023
Provision for expenses*	1,095.94	619.40
Payable to employees	892.91	374.42
Director's Remuneration Payable*	705.42	196.71
Other Payables to Directors*	48.78	58.90
TOTAL	2,743.04	1,249.43
* Includes dues to related parties (Refer Related Party Transaction Note. 23)	1,043.08	255.61

NOTE 16

Other Current Liabilities

(Figures in 000's)

	As at March 31, 2024	As at March 10, 2022 To March 31, 2023
GST Payable (net)	90.04	412.93
Other Statutory Dues	446.46	288.19
	536.50	701.12

SOULTRAX STUDIOS PRIVATE LIMITED
CIN:U22219DL2022PTC394943
NOTES TO THE FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED MARCH 31, 2024

(Figures in '000's)

NOTE 17					
Revenue from Operations					
	Quarter ended			Year ended	
	March 31, 2024	December 31, 2023	March 31, 2023	April 1, 2023 To March 31, 2024	Mar 10, 2022 To Mar 31, 2023
Language Translation Fees	-	-	-	-	-
Production Revenue*	303.00	2,415.00	6,723.81	7,178.00	13,503.69
TOTAL	303.00	2,415.00	6,723.81	7,178.00	13,503.69
* Includes income from related party (Refer Related Party Transaction Note. 23)	-	-	-	-	1,585.19

i) **Contract Balances as at:**

	March 31, 2024	December 31, 2023	March 31, 2023	April 1, 2023 To March 31, 2024	Mar 10, 2022 To Mar 31, 2023
Trade receivables	298.54	3,841.84	6,053.00	298.54	6,053.00
Contract Assets (Unbilled Revenue)	-	-	-	50.00	1,456.00
Contract Liabilities	-	-	-	-	-

ii)

	March 31, 2024	December 31, 2023	March 31, 2023	April 1, 2023 To March 31, 2024	Mar 10, 2022 To Mar 31, 2023
Revenue recognised in the period from:					
Amounts included in contract liability at the beginning of the period	-	-	-	-	-
Invoice raised in the period from:					
Amounts included in the contract assets at the beginning of the period	-	-	-	50.00	1,456.00

iii) **Revenue disaggregation by geography is as follows:**

Geography	March 31, 2024	December 31, 2023	March 31, 2023	April 1, 2023 To March 31, 2024	Mar 10, 2022 To Mar 31, 2023
India	303.00	2,415.00	6,723.81	7,178.00	13,503.69
Others	-	-	-	-	-
Total	303.00	2,415.00	6,723.81	7,178.00	13,503.69

iv) **Revenue disaggregation by industry vertical is as follows:**

Industry vertical	March 31, 2024	December 31, 2023	March 31, 2023	April 1, 2023 To March 31, 2024	Mar 10, 2022 To Mar 31, 2023
Advertising, Media Production and Content Creation	303.00	2,415.00	6,723.81	7,178.00	13,503.69
Total	303.00	2,415.00	6,723.81	7,178.00	13,503.69

Performance obligations and remaining performance obligations:

The remaining performance obligation disclosure provides the aggregate amount of the transaction price yet to be recognized as at the end of the reporting period and an explanation as to when the Company expects to recognize these amounts in revenue.

Applying the practical expedient as given in para 121 of Ind AS 115, the Company has not disclosed the remaining performance obligation related disclosures for contracts where the performance obligation is part of a contract that has an original expected duration of one year or less and where the revenue recognized corresponds directly with the value to the customer of the entity's performance completed to date, typically those contracts where invoicing is on time and material basis.

As all the open contracts as on the reporting date are either with original expected duration of one year or less or are time and material contracts no disclosure pertaining to remaining performance obligation is required.

As per Ind AS 115, unbilled revenues of Rs. 50.00 ('000s) for year ending March 31, 2024 (Rs. 1,456.00 ('000s) for year ending March 31, 2023) has been considered as a financial asset.

SOULTRAX STUDIOS PRIVATE LIMITED
CIN:U2219DL2022PTC394943
NOTES TO THE FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED MARCH 31, 2024

(Figures in 000's)

NOTE 18

Other Income

(Figures in 000's)

	Quarter ended			Year ended	
	March 31, 2024	December 31, 2023	March 31, 2023	April 1, 2023 To March 31, 2024	Mar 10, 2022 To Mar 31, 2023
Miscellaneous Income	-	-	-	3.00	-
Interest Income	5.41	6.03	4.04	19.58	120.46
Sundry balances written back	108.35	-	-	108.75	-
TOTAL	113.76	6.03	4.04	131.33	120.46

NOTE 19

Employee Benefits Expense

(Figures in 000's)

	Quarter ended			Year ended	
	March 31, 2024	December 31, 2023	March 31, 2023	April 1, 2023 To March 31, 2024	Mar 10, 2022 To Mar 31, 2023
Salaries and Wages*	2,290.92	2,025.36	2,168.74	8,422.28	7,950.01
Staff Welfare Expenses	138.45	-	74.06	179.70	151.35
TOTAL	2,429.37	2,025.36	2,242.79	8,601.98	8,101.36
* Includes payment to related party (Refer Related Party Transaction Note. 23)	750.00	750.00	750.00	3,000.00	3,391.25

NOTE 20

Depreciation and Amortisation

(Figures in 000's)

	Quarter ended			Year ended	
	March 31, 2024	December 31, 2023	March 31, 2023	April 1, 2023 To March 31, 2024	Mar 10, 2022 To Mar 31, 2023
Depreciation and Amortisation - Other assets	259.94	259.21	216.28	1,032.26	491.37
TOTAL	259.94	259.21	216.28	1,032.26	491.37

SOULTRAX STUDIOS PRIVATE LIMITED
CIN:U22219DL2022PTC394943
NOTES TO THE FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED MARCH 31, 2024

(Figures in 000's)

NOTE 21

Other Expenses

	Quarter ended			Year ended	
	March 31, 2024	December 31, 2023	March 31, 2023	April 1, 2023 To March 31, 2024	Mar 10, 2022 To Mar 31, 2023
Film Production Cost	548.15	1,912.02	2,195.35	5,263.06	7,955.52
Audit Fees	50.00	10.00	50.00	80.00	95.00
Award Expenses	-	-	(170.00)	-	503.34
Advertisement Expenses	-	-	-	-	10.00
Bad debts	262.90	-	35.40	262.90	35.40
Bank Charges	0.33	0.63	6.22	2.20	8.47
Internet Charges	6.00	-	6.64	12.00	18.64
Shared Demat Expenses	-	-	-	5.00	-
Commission Expenses*	-	400.00	257.00	1,730.00	912.63
Membership & Subscription Charges	7.70	1.67	12.81	9.94	12.81
Electricity Expenses	69.67	64.05	47.15	297.97	244.71
Rates and Taxes	108.91	34.43	10.81	154.89	48.37
Rent	-	-	-	-	-
- Buildings	270.00	270.00	270.00	1,080.00	886.00
Repairs and maintenance	-	-	-	-	-
- Buildings	-	-	-	-	-
Computers	-	4.21	-	4.21	75.59
- Others	27.92	81.29	26.95	182.77	140.15
Travelling Expenses	80.73	30.01	128.59	478.90	639.48
Legal & Professional Charges	94.00	101.00	183.56	393.10	384.50
Office Expenses	20.16	3.05	17.95	82.63	123.14
Foreign exchange gain / (loss)	-	-	2.86	-	2.86
Sundry balances written off	-	(0.35)	109.01	-	384.01
Web Development Charges	-	-	-	4.50	55.00
Miscellaneous expenses	6.05	0.91	1.50	8.71	1.96
	-	-	-	-	-
TOTAL	1,552.52	2,912.91	3,191.81	10,052.77	12,537.57
* Includes payment to related party (Refer Related Party Transaction Note. 23)	-	400.00	257.00	1,730.00	1,528.63

Auditor's Remuneration

	Quarter ended				
	March 31, 2024	December 31, 2023	March 31, 2023	April 1, 2023 To March 31, 2024	Mar 10, 2022 To Mar 31, 2023
As Auditors	50.00	10.00	50.00	80.00	95.00
For Taxation matters	-	-	-	-	-
Certification and Other Services	-	-	-	-	-
For out of pocket expenses	-	-	-	-	-
TOTAL	50.00	10.00	50.00	80.00	95.00

NOTE 22

Earnings per share

	Quarter ended			Year ended	
	March 31, 2024	December 31, 2023	March 31, 2023	April 1, 2023 To March 31, 2024	Mar 10, 2022 To Mar 31, 2023
Net Profit After Tax	(3,825.06)	(2,776.44)	1,076.96	(12,377.68)	(7,506.16)
Number of Shares outstanding at the beginning of the year	23.27	23.27	23.27	23.27	10.00
Add: Shares issued during the quarter/period	-	-	-	-	13.27
Number of Shares outstanding at the end of the year	23.27	23.27	23.27	23.27	23.27
Weighted Average Number of Equity Shares					
For calculating Basic EPS	23.27	23.27	23.27	23.27	23.27
For calculating diluted EPS	23.27	23.27	23.27	23.27	23.27
Earnings Per Share Before and After Extraordinary Items					
(Face Value Rs. 10)					
Basic (Rs.)	(164.38)	(119.31)	46.28	(531.96)	(322.60)
Diluted (Rs.)	(164.38)	(119.31)	46.28	(531.96)	(322.60)

SOULTRAX STUDIOS PRIVATE LIMITED
CIN:U22219DL2022PTC394943

NOTES TO THE FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED MARCH 31, 2024

NOTE 23 : RELATED PARTY DISCLOSURES

A) Related Parties and their Relationship

a) Holding

Name of the Holding	Country	% Holding as at March 31, 2023	% Holding as at March 31, 2024
Signal Analytics Private Limited (From 27th May 2022) [#]	India	54.57%	54.57%

** Subsidiary of Signal Analytics Private Limited*

b) Companies under common Control with whom transactions have taken place

Soultrax Productions Pvt Ltd

c) Key Management Personnel (KMP) and Relatives

i)	Siddhant Bhatia	Director
ii)	Mallika Bhatia	Director
iii)	Sandipan Chattopadhyay	Director
iv)	Srinivas Koora	Director
v)	Jaison Jose	Director

SOULTRAX STUDIOS PRIVATE LIMITED
CIN:U22219DL2022PTC394943

NOTES TO THE FINANCIAL STATEMENTS AS AT AND FOR THE YEARD ENDED MARCH 31, 2024

NOTE 23 : RELATED PARTY DISCLOSURES (Contd.)

B) The Related Party Transactions are as under :

(Figures in 000's)

Particulars of Transactions	Total	
	Year Ended March 31, 2024	Period Ended March 31, 2023
(i) Transactions with Key Managerial Personnel and Relatives		
Remuneration paid to directors and KMP (including employer's contribution to PF)		
Siddhant Bhatia	3,000.00	3,391.25
	3,000.00	3,391.25
Remuneration paid to Relatives of directors and KMP (including employer's contribution to PF)		
Expenses incurred by directors & KMP on behalf of Company		
Siddhant Bhatia	138.89	1,468.28
Mallika Bhatia	1,085.26	341.89
		-
	1,224.15	1,810.17
Loan given by the Director to the Company and repaid by Company subsequently		
Mallika Bhatia	30.00	-
	30.00	-
Expenses incurred by relatives of directors & KMP		
	-	
	-	-
Reimbursement of expenses to directors & KMP		
Siddhant Bhatia	164.82	1,442.35
Mallika Bhatia	1,069.45	308.92
		-
	1,234.27	1,751.27
Commission Expenses to Directors		
Mallika Thakkar	1,730.00	912.63
	1,730.00	912.63
	-	-
(ii) Companies under common Control with whom transactions have taken place		
Rent Expenses		-
Soultrax Productions Private Limited	-	616.00
Interest On Outstanding Dues under MSMED Act,2006		
Soultrax Productions Private Limited	2.32	-
Sale of Services		-
Soultrax Productions Private Limited	-	1,585.19

SOULTRAX STUDIOS PRIVATE LIMITED

CIN:U22219DL2022PTC394943

NOTES TO THE FINANCIAL STATEMENTS AS AT AND FOR THE YEARD ENDED MARCH 31, 2024**NOTE 23 : RELATED PARTY DISCLOSURES (Contd.)****B) The Related Party Transactions are as under :***(Figures in 000's)*

Particulars of Transactions	Total	
	Year Ended March 31, 2024	Period Ended March 31, 2023
Expenses incurred on behalf of Company and Reimbursed		
Soultrax Productions Private Limited	-	12.00
	-	-

Notes

- (a) Transactions with the related parties have been reported since the date they become related.
- (b) The above figure of managerial remuneration excludes provision for retirement benefits which is done for the company as a whole.

SOULTRAX STUDIOS PRIVATE LIMITED
CIN:U22219DL2022PTC394943
NOTES TO THE FINANCIAL STATEMENTS AS AT AND FOR THE YEARD ENDED MARCH 31, 2024

NOTE 23 : RELATED PARTY DISCLOSURES (Contd.)

C) The Related Party Transactions are as under :

(Figures in 000's)

	Subsidiary/Associate Company/Joint Venture		Companies Under Common Control		Key Management Personnel and Relatives		Independent Directors		Total	
	As at March 31, 2024	As at March 31, 2023	As at March 31, 2024	As at March 31, 2023	As at March 31, 2024	As at March 31, 2023	As at March 31, 2024	As at March 31, 2023	As at March 31, 2024	As at March 31, 2023
Outstanding Balances										
	-	-							-	-
Receivables										
Trade Receivables/Unbilled receivables										-
Other Receivbles										
Reimbursement for Expenses										
Soultrax Production Pvt Ltd	-	-		203.00					-	203.00
Payables										
Remuneration Payable to Directors & KMP										
Siddharth Bhatia					705.42	196.71			705.42	196.71
Fees Payables to Independent Directors										
Expenses reimbursement Payable to Directors & KMP										
Siddharth Bhatia					-	25.93			-	25.93
Mallika Bhatia					48.78	32.97			48.78	32.97
Reimbursement of expenses										
Soultrax Prodctions Private Limited			156.58	203.00					156.58	203.00
Interest Payable On Outstanding Dues under MSMED Act,2006										
Soultrax Prodctions Private Limited			2.32						2.32	-
Provision for Brokerage & Commission expenses										
Mallika Bhatia					288.89	54.00			288.89	54.00

SOULTRAX STUDIOS PRIVATE LIMITED

CIN:U22219DL2022PTC394943

NOTES TO THE FINANCIAL STATEMENTS AS AT AND FOR THE YEARD ENDED MARCH 31, 2024

NOTE 24 : FINANCIAL INSTRUMENTS

A. Accounting classification and fair values

Carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy, are presented below. It does not include the fair value information for financial assets and financial liabilities not measured at fair value if the carrying amount is a reasonable approximation of fair value.

(Figures In 000's)

As at March 31, 2024	Carrying amount / Fair Value				Fair value Hierarchy			
	FVTPL	FVTOCI	Amortised Cost	Total	Level 1	Level 2	Level 3	Total
Financial assets								
Non Current								
Current								
Current Investments	-			-	-	-	-	-
Trade receivables	-	-	298.54	298.54	-	-	298.54	298.54
Cash and cash equivalents	-	-	424.15	424.15	-	-	424.15	424.15
Other Bank Balances			300.00	300.00			300.00	300.00
Short Term Loans and Advances			-	-			-	-
Other Current Financial Assets	-	-	257.84	257.84	-	-	257.84	257.84
	-	-	1,280.53	1,280.53	-	-	1,280.53	1,280.53
Financial liabilities								
Non Current								
Current								
Trade and other payables	-	-	1132.56	1,132.56	-	-	1,132.56	1,132.56
Other Current Financial Liabilities	-	-	2743.04	2,743.04	-	-	2,743.04	2,743.04
	-	-	3875.60	3,875.60	-	-	3,875.60	3,875.60

(Figures In 000's)

As at March 10, 2022 March 31, 2023	Carrying amount / Fair Value				Fair value Hierarchy			
	FVTPL	FVTOCI	Amortised Cost	Total	Level 1	Level 2	Level 3	Total
Financial assets								
Non Current								
Current								
Current Investments	-			-	-	-	-	-
Trade receivables	-	-	6,053.00	6,053.00	-	-	6,053.00	6,053.00
Cash and cash equivalents	-	-	3,295.21	3,295.21	-	-	3,295.21	3,295.21
Other Bank Balances			300.00	300.00			300.00	300.00
Short Term Loans and Advances			111.32	111.32			111.32	111.32
Other Current Financial Assets	-	-	1,477.87	1,477.87	-	-	1,477.87	1,477.87
	-	-	11,237.40	11,237.40	-	-	11,237.40	11,237.40
Financial liabilities								
Non Current								
Current								
Trade and other payables	-	-	891.56	891.56	-	-	891.56	891.56
Other Current Financial Liabilities	-	-	1,249.43	1,249.43	-	-	1,249.43	1,249.43
	-	-	2,140.99	2,140.99	-	-	2,140.99	2,140.99

Fair value hierarchy

The fair value hierarchy is based on inputs to valuation techniques that are used to measure fair value that are either observable or unobservable and consists of the following three levels:

- Level 1 — Inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities
- Level 2 — Inputs are other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
- Level 3 — Inputs are not based on observable market data (unobservable inputs). Fair values are determined in whole or in part using a valuation model based on assumptions that are neither supported by prices from observable current market transactions in the same instrument nor are they based on available market data.

The cost of unquoted investments included in Level 3 of fair value hierarchy approximate their fair value because there is a wide range of possible fair value measurements and the cost represents estimate of fair value within that range.

SOULTRAX STUDIOS PRIVATE LIMITED

CIN:U22219DL2022PTC394943

NOTES TO THE FINANCIAL STATEMENTS AS AT AND FOR THE YEARD ENDED MARCH 31, 2024**B. Measurement of fair values**

Valuation techniques and significant unobservable inputs

The following tables show the valuation techniques used in measuring Level 2 and Level 3 fair values, as well as the significant unobservable inputs used.

Financial instruments measured at fair value

Type	Valuation technique	Significant unobservable inputs	Inter-relationship between significant unobservable inputs and fair value measurement
Investment in equity shares of private limited companies	Discounted cash flow (DCF) method	Future estimated free cash flows available to the equity holders. This method takes into account the inherent strength of the business to generate cash flows	A 1% increase or decrease in the estimated discounted cash flow of the company is not likely to have any significant impact on the fair valuation of the equity instruments.
	Market Comparable Method (MCM)	The market price of comparable companies or businesses that are available in the public domain serve as a good indicator. These comparable reflects industry trends, business risk, market growth etc.	An average of the performances of the comparable companies / businesses with relatively larger sample size reduces the risk of having a significant impact on the fair valuation of the equity instruments.
Investment in preference shares of private limited companies	Discounted cash flow (DCF) method	Future estimated free cash flows available to the equity holders. This method takes into account the inherent strength of the business to generate cash flows	A 1% increase or decrease in the estimated discounted cash flow of the company is not likely to have any significant impact on the fair valuation of the preference instruments.

NOTES TO THE FINANCIAL STATEMENTS AS AT AND FOR THE YEARD ENDED MARCH 31, 2024

NOTE 25 : FINANCIAL RISK MANAGEMENT

The activities of the Company exposes it to a number of financial risks namely market risk, credit risk and liquidity risk. The Company seeks to minimize the potential impact of unpredictability of the financial markets on its financial performance.

A. MANAGEMENT OF MARKET RISK:

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises of three types of risks: interest rate risk, price risk and currency rate risk. Financial instruments affected by market risk includes borrowings, investments and derivative financial instruments.

(i) Management of 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. The Company does not have any exposure to interest rate risks since it has no borrowings.

(ii) Management of price risk:

The Company invests its surplus funds in various unlisted equity and preference shares. Investments in unlisted equities and preference shares are susceptible to market price risk, arising from changes in availability of future free cash flow which may impact the return and value of the investments. The company mitigates this risk by periodically evaluating the performances of the investee company.

(iii) Management of currency risk:

Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. The Company has foreign currency trade receivables and is therefore exposed to foreign exchange risk. The Company mitigates the foreign exchange risk by setting appropriate exposure limits and periodic monitoring of the exposures. The exchange rates have been volatile in the recent years and may continue to be volatile in the future. Hence the operating results and financials of the Company may be impacted due to volatility of the rupee against foreign currencies.

SOULTRAX STUDIOS PRIVATE LIMITED

CIN:U22219DL2022PTC394943

NOTES TO THE FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED MARCH 31, 2024

NOTE 25 : FINANCIAL RISK MANAGEMENT (Contd.)

B. MANAGEMENT OF CREDIT RISK:

Credit risk refers to the risk of default on its obligations by a counterparty to the Company resulting in a financial loss to the Company. The Company is exposed to credit risk from its operating activities (trade receivables) and from its financing activities including investments in unlisted securities, foreign exchange transactions and financial instruments.

Credit risk from trade receivables is managed through the Company's policies, procedures and controls relating to customer credit risk management by establishing credit limits, credit approvals and monitoring creditworthiness of the customers to which the Company extends credit in the normal course of business. Outstanding customer receivables are regularly monitored. The Company has no concentration of credit risk as the customer base is widely distributed.

Other receivables consist primarily of security deposits, advances to employees and other receivables. The risk of default is assessed as low.

Security deposits includes amounts due in respect of certain lease contracts.

The risk of default is considered low as the counterparties represent apart from the governmental authority large, well established companies within India.

Credit risk from investments of surplus funds is managed by the Company's treasury in accordance with the Board approved policy and limits. Investments of surplus funds are made only with those counterparties who meet the minimum threshold requirements as prescribed by the Board. The Company monitors the financial strength of its counter parties and adjusts its exposure accordingly.

Credit risk on cash and cash equivalents is assessed as low risk as the company does not have any deposits and the entire amount represents balance in current account with banks

Credit risk for trade receivables is evaluated as follows

Expected credit loss for trade receivables and unbilled revenue under simplified approach

As at March 31, 2024

(Figures in 000's)

Trade Receivables	Overdue for a period of less than a year	Overdue for a period of more than a year	Total
Gross carrying amount	298.54	-	298.54
Expected credit loss rate	0.00%	0.00%	-
Expected credit loss (provision for credit loss)	-	-	-
Carrying amount of trade receivables	298.54	-	298.54

As at March 31, 2023

(Figures in 000's)

Trade Receivables	Overdue for a period of less than a year	Overdue for a period of more than a year	Total
Gross carrying amount	6,053.00	-	6,053.00
Expected credit loss rate	0.00%	0.00%	0.00%
Expected credit loss (provision for credit loss)	-	-	-
Carrying amount of trade receivables	6,053.00	-	6,053.00

Management believes that the unimpaired amounts are still collectible in full, based on historical payment behaviour and extensive analysis of customer credit risk, including underlying customers' credit ratings if they are available.

NOTES TO THE FINANCIAL STATEMENTS AS AT AND FOR THE YEARD ENDED MARCH 31, 2024

NOTE 26: Commitments and Contingencies

As at 31 March 2024, Company does not have any outstanding contingent liabilities and commitments

The Indian Parliament has approved the Code on Social Security, 2020 which would impact the contributions by the company towards Provident Fund and Gratuity. The Ministry of Labour and Employment has released draft rules for the Code on Social Security, 2020 on November 13, 2020, and has invited suggestions from stakeholders which are under active consideration by the Ministry. The Company will assess the impact and its evaluation once the subject rules are notified and will give appropriate impact in its financial statements in the period in which, the Code becomes effective and the related rules to determine the financial impact are published.

NOTE 27: Events after the reporting period

There were no events that occurred after the reporting period i.e. 31 March, 2024 upto the date of approval of financial statements that require any adjustment to the carrying value of assets and Liabilities.

NOTE 28: Ratio Analysis

Sr.No	Ratio	Numerator	Denominator	31st March 2024	31st March 2023	% Change	Reasons for Variance
1	Current Ratio	Current Asset	Current Liabilities	0.30	4.08	378%	Due to reduction in sales leads to lower accounts receivable and inefficient working capital management lead to an imbalance between the timing of receivables and payables
2	Debt-Equity Ratio	Total Debt	Shareholder's Equity	-	-	0%	Debt Free Company
3	Debt Service Coverage Ratio	Earnings for Debt Service = Net Profit after tax + Non-Cash Operating expenses	Debt Service = Interest & Lease Payments + Principal Repayments	-	-	0%	Relates to Interest cost on lease liability
4	Return on Equity Ratio	Net Profit after tax - Preference Dividend	Average Shareholder's Equity	(11.12)	(0.56)	1056%	Loss during the year
5	Inventory turnover ratio	Cost of Goods Sold	Average Inventory	N.A.	N.A.	N.A.	No Inventory
6	Trade Receivable turnover ratio	Net Credit Sales = Gross Credit Sales - Sales returns	Average Trade Receivable	2.26	2.23	-3%	Not a significant Change
7	Trade Payable turnover ratio	Net Credit Purchase = Gross Credit Purchase - Purchase returns	Average Trade Payables	-	-	0%	Due to increase in purchases
8	Net Capital Turnover Ratio	Net Sales = Total Sales - Sales Return	Working Capital = Current Assets - Current Liabilities	(2.32)	1.54	386%	Due to decrease in Sales
9	Net Profit Ratio	Net Profit	Net Sales = Total Sales - Sales Return	(1.72)	(0.56)	117%	Due to decrease in sales and loss during the year
10	Return on Capital Employed Ratio	Earning before interest and tax	Capital employed = Tangible Networth + Total Debt + Deferred Tax	(10.19)	(0.52)	967%	Due to revenue have declined, it lead to lower operati
11	Return on Investment	Interest (Finance Income)	Investments	-	-	0%	Not a significant Change

NOTE 29: Recent Pronouncement

Ministry of Corporate Affairs ("MCA") notifies new standard or amendments to the existing standards under Companies (Indian Accounting Standards) Rules as issued from time to time. On March 31, 2023, MCA amended the Companies (Indian Accounting Standards) Rules, 2015 by issuing the Companies (Indian Accounting Standards) Amendment Rules, 2023, applicable from April 1, 2023, as below:

Ind AS 1 – Presentation of Financial Statements

The amendments require companies to disclose their material accounting policies rather than their significant accounting policies. Accounting policy information, together with other information, is material when it can reasonably be expected to influence decisions of primary users of general purpose financial statements. The Company does not expect this amendment to have any significant impact in its financial statements

Ind AS 12 – Income Taxes

The amendments clarify how companies account for deferred tax on transactions such as leases and decommissioning obligations. The amendments narrowed the scope of the recognition exemption in paragraphs 15 and 24 of Ind AS 12 (recognition exemption) so that it no longer applies to transactions that, on initial recognition, give rise to equal taxable and deductible temporary differences. The Company is evaluating the impact, if any, in its financial statements.

Ind AS 8- Accounting Policies, Changes in Accounting Estimates and Errors

The amendments will help entities to distinguish between accounting policies and accounting estimates. The definition of a change in accounting estimates has been replaced with a definition of accounting estimates. Under the new definition, accounting estimates are "monetary amounts in financial statements that are subject to measurement uncertainty". Entities develop accounting estimates if accounting policies require items in financial statements to be measured in a way that involves measurement uncertainty. The Company does not expect this amendment to have any significant impact in its financial statements.

NOTE 30: Subsidiaries

During the year, the Board of Directors reviewed the affairs of the subsidiaries, in accordance with Section 129(3) of the Companies Act, 2013, a statement containing the salient features of the financial statements of our subsidiaries in the prescribed format AOC-1 is appended in the Board's report.

NOTE 31: Disclosure as per Schedule III of Companies Act, 2013

- (i) The Company doesn't hold any immovable property whose title deeds are not held in the name of the Company.
- (ii) The Company does not have any benami properties. There are no proceedings initiated or pending against the Company for holding Benami property under Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules thereunder.
- (iii) The Company doesn't hold any Investment property hence the fair value of investment property (as measured for disclosure purposes in the financial statements) based on the valuation by a registered valuer as defined under rule 2 of Companies (Registered Valuers and Valuation) Rules, 2017 is not applicable.
- (iv) The Company has not revalued its Property, Plant and Equipment (including Right of used assets) hence the revaluation based on the valuation by a registered valuer as defined under rule 2 of Companies (Registered Valuers and Valuation) Rules, 2017 is not applicable.
- (v) The Company has not revalued its intangible assets hence the revaluation based on the valuation by a registered valuer as defined under rule 2 of Companies (Registered Valuers and Valuation) Rules, 2017 is not applicable.
- (vi) The Company has not granted any loans or advances in the nature of loans to promoters, directors, KMPs and the related parties (as defined under the Companies Act, 2013), either severally or jointly with any other person that are repayable on demand or without specifying any terms or period of repayment, hence the additional disclosure in terms of the amendments to Schedule III of the Company Act, 2013 is not applicable.
- (vii) The Company is not declared as a 'wilful defaulter' by any bank or financial institution or other lender, hence the additional disclosure in terms of the amendments to Schedule III of the Company Act, 2013 is not applicable.
- (viii) The Company does not have any transactions and there are no outstanding balance with struck off companies under section 248 of Companies Act 2013 or section 560 of Companies Act 1956.
- (ix) There is no charges or satisfaction yet to be registered with Registrar of Companies (ROC).
- (x) The company has complied with the number of layers prescribed under clause (87) of section 2 of the Act read with the Companies (Restriction on number of Layers) Rules, 2017, hence the additional disclosure in terms of the amendments to Schedule III of the Company Act, 2013 is not applicable.
- (xi) The Company has not borrowed funds from Banks or Financial institutions, hence the additional disclosure in terms of the amendments to Schedule III of the Company Act, 2013 is not applicable.
- (xii) The Company has not invested (either borrowed funds or share premium or any other source or kind of funds) to any other person(s) or entity(ies) including Foreign entities (Intermediaries), hence the additional disclosure in terms of the amendments to Schedule III of the Company Act, 2013 is not applicable.
- (xiii) No Scheme of Arrangements has been approved by the Competent Authority in terms of sections 230 to 237 of the Companies Act, 2013, hence the additional disclosure in terms of the amendments to Schedule III of the Company Act, 2013 is not applicable.
- (xiv) The Company has not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entity(ies) (intermediaries) with the understanding that the intermediary shall;
 - (a) 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
 - (b) provide any guarantee, security, or the like to or on behalf of the ultimate beneficiaries
- (xv) The Company has not received any fund from any other person(s) or entity(ies), including foreign entity(ies) (funding party) with the understanding (whether recorded in writing or otherwise) that the funding party shall;
 - (a) 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
 - (b) provide any guarantee, security or the like on behalf of the ultimate beneficiaries.
- (xvi) The Company has no such transactions which are not reported in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961), unless there is immunity for disclosure under any scheme and the company also has no such previously unrecorded income and related assets which needs to be recorded in the books of account during the year.
- (xvii) The company is not covered under section 135 of the Companies Act, 2013 in the current Financial year, hence the additional disclosure in terms of the amendments to Schedule III of the Company Act, 2013 is not applicable.
- (xviii) The Company has not traded or invested in crypto currency or virtual currency, hence the additional disclosure in terms of the amendments to Schedule III of the Company Act, 2013 is not applicable.

For Ashish Shah & Associates

Chartered Accountants
Firm Registration No.
FRN: 146564W

ON BEHALF OF BOARD OF DIRECTORS

FOR SOULTRAX STUDIOS PRIVATE LIMITED

Ashish Shah
PROPRIETOR
Mem. No.: 153479

Place: Mumbai
Date : May 17, 2024

SIDDHANT BHATIA
DIRECTOR
DIN :03016879

Place : New Delhi
Date : May 17, 2024

MALLIKA BHATIA
DIRECTOR
DIN :03016904

Place : New Delhi
Date : May 17, 2024