

**INDEPENDENT AUDITOR'S REPORT**

To the Members of  
VERTOZ MEDIA PRIVATE LIMITED

**Report on the Standalone Financial Statements**

We have audited the accompanying Standalone financial statements of VERTOZ MEDIA PRIVATE LIMITED ("the Company") which comprise the Balance Sheet as at **March 31, 2017**, the Statement of Profit and Loss, Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

**Management's Responsibility for the Standalone Financial Statements**

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these Standalone financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

**Auditor's Responsibility**

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

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

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

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor



# NAKRANI & CO.

Chartered Accountant

statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

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

## Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Standalone financial statements give the information required by the 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, 2017**, and its Profit/Loss and its Cash Flow for the year ended on that date.

## Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), as amended, issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by section 143 (3) of the Act, we report that:
  - a. we have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
  - b. in our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
  - c. the Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in agreement with the books of account
  - d. in our opinion, the aforesaid Standalone financial statements comply with the Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
  - e. On the basis of written representations received from the directors as on **March 31, 2017** taken on record by the Board of Directors, none of the directors is disqualified as on **March 31, 2017** from being appointed as a director in terms of Section 164 (2) of the Act.

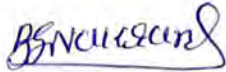


# NAKRANI & CO.

*Chartered Accountant*

- f. With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B".
- g. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
  - a. The Company does not have any pending litigations which would impact its financial position.
  - b. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
  - c. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For and on behalf of  
Nakrani & Co.  
Chartered Accountants  
FRN: 1320078 | MRN: 132078



CA. Bharat S Patel  
Proprietor



Place: Thane  
Date: 02.06.2017

**ANNEXURE A**

The "Annexure A" to the Independent Auditor's Report of even date on the Standalone Financial Statements of Vertoz Media Private Limited for the year Ended on 31.03.2017. We report that:

Sr. No.	Particulars	Auditors Remark
(i)	(a) whether the company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets;	Yes
	b) whether these fixed assets have been physically verified by the management at reasonable intervals; whether any material discrepancies were noticed on such verification and if so, whether the same have been properly dealt with in the books of account;	Yes
	(c) whether the title deeds of immovable properties are held in the name of the company. If not, provide the details thereof;	N/A
(ii)	whether physical verification of inventory has been conducted at reasonable intervals by the management and whether any material discrepancies were noticed and if so, whether they have been properly dealt with in the books of account;	N/A
(iii)	whether the company has granted any loans, secured or unsecured to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under section 189 of the Companies Act, 2013. If so,	No
	(a) whether the terms and conditions of the grant of such loans are not prejudicial to the company's interest;	N/A
	(b) whether the schedule of repayment of principal and payment of interest has been stipulated and whether the repayments or receipts are regular;	N/A
	(c) if the amount is overdue, state the total amount overdue for more than ninety days, and whether reasonable steps have been taken by the company for recovery of the principal and interest;	N/A
(iv)	in respect of loans, investments, guarantees, and security whether provisions of section 185 and 186 of the Companies Act, 2013 have been complied with. If not, provide the details thereof.	Yes
(v)	in case, the company has accepted deposits, whether the directives issued by the Reserve Bank of India and the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act, 2013 and the rules framed thereunder, where applicable, have been complied with? If not, the nature of such contraventions be stated; If an order has been passed by Company Law Board or National Company Law Tribunal or Reserve Bank of India or any court or any other tribunal, whether the same has been complied with or not?	No
(vi)	whether maintenance of cost records has been specified by the Central Government under sub-section (1) of section 148 of the Companies Act, 2013 and whether such accounts and records have been so made and maintained.	N/A
(vii)	(a) whether the company is regular in depositing undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues to the appropriate authorities and if not, the extent of the arrears of outstanding statutory dues as on the last day of the financial year concerned for a period of more than six months from the date they became payable, shall be indicated;	Yes
	(b) where dues of income tax or sales tax or service tax or duty of customs or duty of excise or value added tax have not been deposited on account of any dispute, then the amounts involved and the forum where dispute is pending shall be mentioned. (A mere representation to the concerned Department shall not be treated as a dispute).	No



# NAKRANI & CO.

Chartered Accountant

(viii)	whether the company has defaulted in repayment of loans or borrowing to a financial institution, bank, Government or dues to debenture holders? If yes, the period and the amount of default to be reported (in case of defaults to banks, financial institutions, and Government, lender wise details to be provided).	No
(ix)	whether moneys raised by way of initial public offer or further public offer (including debt instruments) and term loans were applied for the purposes for which those are raised. If not, the details together with delays or default and subsequent rectification, if any, as may be applicable, be reported;	No
(x)	whether any fraud by the company or any fraud on the Company by its officers or employees has been noticed or reported during the year; If yes, the nature and the amount involved is to be indicated;	No
(xi)	whether managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act? If not, state the amount involved and steps taken by the company for securing refund of the same;	N/A
(xii)	whether the Nidhi Company has complied with the Net Owned Funds to Deposits in the ratio of 1: 20 to meet out the liability and whether the Nidhi Company is maintaining ten per cent unencumbered term deposits as specified in the Nidhi Rules, 2014 to meet out the liability;	N/A
(xiii)	whether all transactions with the related parties are in compliance with sections 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the Financial Statements etc., as required by the applicable accounting standards;	Yes
(xiv)	whether the company has made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review and if so, as to whether the requirement of section 42 of the Companies Act, 2013 have been complied with and the amount raised have been used for the purposes for which the funds were raised. If not, provide the details in respect of the amount involved and nature of non-compliance;	No
(xv)	whether the company has entered into any non-cash transactions with directors or persons connected with him and if so, whether the provisions of section 192 of Companies Act, 2013 have been complied with	Yes
(xvi)	whether the company is required to be registered under section 45-IA of the Reserve Bank of India Act, 1934 and if so, whether the registration has been obtained.	No

Place: THANE

Date: 02.06.2017

For NAKRANI & CO.  
Chartered Accountants  
FRN: 130078W | MRN: 132078

  
CA Bharat S Patel  
Proprietor



## ANNEXURE B

The "Annexure B" to the Independent Auditor's Report of even date on the Standalone Financial Statements of Vertoz Media Private Limited for the year Ended on 31.03.2017. We report that:

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

We have audited the internal financial controls over financial reporting of Vertoz Media Private Limited ("the Company") as of **March 31, 2017** in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

### **Management's Responsibility for Internal Financial Controls**

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

### **Auditors' Responsibility**

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

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



# NAKRANI & CO.

Chartered Accountant

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

## Meaning of Internal Financial Controls Over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that;

- 1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
- 2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and
- 3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

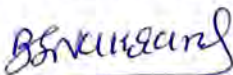
## Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

## Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at **March 31, 2017**, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For and on behalf of  
Nakrani & Co.  
Chartered Accountants  
FRN: 1320078 | MRN: 132078



CA. Bharat S Patel  
Proprietor



Place: Thane  
Date: 02.06.2017

# VERTOZ MEDIA PRIVATE LIMITED

602, AVIOR, NIRMAL GALAXY, L.B.S. MARG, OPP. JOHNSON & JOHNSON, MULUND (W) - 400080.

Corporate Identity Number : U74120MH2012PTC226823

AUDITED STATEMENT OF ASSETS AND LIABILITIES AS ON 31ST MARCH, 2017

Particulars	Note No.	Amount As At 31st Mar. 2017	Amount As At 31st Mar. 2016
<b>I. EQUITY AND LIABILITIES</b>			
<b>(1) Shareholder's Funds</b>			
(a) Share Capital	1	200,000.00	200,000.00
(b) Reserves and Surplus	2	15,728,031.91	4,628,083.66
<b>(2) Share Application Money Pending Allotment</b>			
-			
<b>(3) Non-Current Liabilities</b>			
(a) Long-Term Borrowings	-	-	-
(b) Other Long Term Liabilities	3	2,252,784.00	-
(c) Defferd Tax Liability(Net)	-	2,414,403.37	-
<b>(4) Current Liabilities</b>			
(a) Short-Term Borrowings	4	44,901,646.70	3,478,444.90
(b) Trade Payables	5	13,874,375.11	9,778,582.81
(c) Other Current Liabilities	6	7,555,344.11	15,685,097.25
(d) Short-Term Provisions	7	5,331,034.00	666,040.00
<b>Total Equity &amp; Liabilities</b>		<b>92,257,619.20</b>	<b>34,436,248.62</b>
<b>II.ASSETS</b>			
<b>(1) Non-Current Assets</b>			
(a) Fixed Assets	8		
(i) Gross Block		32,623,863.21	8,815,083.27
Depreciation		10,916,087.83	3,027,531.61
<b>Net Block</b>		<b>21,707,775.38</b>	<b>5,787,551.66</b>
(ii) Capital Work-in-progress		-	-
(b) Non-Current Investments	9	4,446,878.15	4,446,878.15
(c) Deferred Tax Assets (Net)		-	36,130.00
(d) Long Term Loans And Advances	10	1,543,980.00	1,425,000.00
<b>(2) Current Assets</b>			
(a) Inventories		-	-
(b) Trade receivables	11	33,366,915.58	5,985,469.19
(c) Cash and Cash Equivalents	12	27,993,053.21	15,127,367.35
(d) Short-Term Loans And Advances	13	3,199,016.88	1,627,852.27
(e) Other Current Assets	14	-	-
<b>Total Assets</b>		<b>92,257,619.20</b>	<b>34,436,248.62</b>

**NOTES TO ACCOUNTS**

Notes referred to above and Notes to Accounts attached thereto form an integral part of the Audited Financial Statement

This is the Statement of Assets and Liabilities referred to in our Report of even date.

**NAKRANI & CO.**

**CHARTERED ACCOUNTANT**

**FIRM REGISTRATION NO:130078W**

*B. N. Patil*

**Bharat S Patel**  
Proprietor  
Membership No. :132078  
PLACE: THANE  
DATED: 2-June-2017



**FOR VERTOZ MEDIA PRIVATE LIMITED**

*H. R. L.*

**Hirenkumar Shah**  
Director  
DIN: 00092739  
PLACE: MUMBAI  
DATED: 2-June-2017

*Ashish Shah*

**Ashish Shah**  
Director  
DIN: 00092787



# VERTOZ MEDIA PRIVATE LIMITED

602, AVIOR, NIRMAL GALAXY, L.B.S. MARG, OPP. JOHNSON & JOHNSON, MULUND (W) - 400080.

Corporate Identity Number : U74120MH2012PTC226823

## AUDITED STATEMENT OF PROFIT AND LOSS FOR THE PERIOD ENDED ON 31ST MARCH, 2017

Particulars	Note No.	Amount As At 31st Mar. 2017	Amount As At 31st Mar. 2016
<b>Revenue:</b>			
Revenue From Operations ( Net of Taxes )	15	106,178,257	57,677,401
Income From Non-Operation ( Net of Taxes )	16	1,799,663	922,676
<b>Total Revenue</b>		<b>107,977,920</b>	<b>58,600,077</b>
<b>Expenses:</b>			
Direct Service Expense	17	4,493,555	12,102,934
Employment Benefit Cost	18	58,400,016	29,965,673
Finance Cost	19	3,844,023	636,530
Other Expenses	20	15,136,294	12,001,555
Depreciation	8	7,888,556	1,784,131
<b>Total Expenses</b>		<b>89,762,445</b>	<b>56,490,823</b>
Profit Before Tax - PBT		<b>18,215,476</b>	<b>2,109,254</b>
<b>Tax expense:</b>			
(1) Income Tax Provision			
Current Tax		4,664,994	666,040
Excess / Short Provision		-	-
(2) Deferred tax		2,450,533	90,568
Profit/(Loss) for the period After Tax- PAT		<b>11,099,948</b>	<b>1,533,782</b>
No. of Shares		20,000	20,000
Earning per Equity Share:			
(1) Basic		555.00	76.69
(2) Diluted		555.00	76.69

### NOTES TO ACCOUNTS

Notes referred to above and Notes to Accounts attached thereto form an integral part of the Audited Financial Statement

This is the Statement of Profit & Loss referred to in our Report of even date.

**NAKRANI & CO.**

**CHARTERED ACCOUNTANT**

**FIRM REGISTRATION NO:130078W**

*B. S. NAKRANI*

Bharat S Patel

Proprietor

Membership No. :132078

PLACE: THANE

DATED: 2-June-2017



**FOR VERTOZ MEDIA PRIVATE LIMITED**

*H. Shah*  
Hirenkumar Shah

Director

DIN: 00092739

*A. Shah*  
Ashish Shah

Director

DIN: 00092787

PLACE: MUMBAI

DATED: 2-June-2017

**VERTOZ MEDIA PRIVATE LIMITED**  
**602, AVIOR, NIRMAL GALAXY, L.B.S. MARG, OPP. JOHNSON & JOHNSON, MULUND (W) - 400080.**  
**Corporate Identity Number : U74120MH2012PTC226823**  
**AUDITED CASH FLOW STATEMENT AS ON 31ST MARCH, 2017**

Particulars	Note No.	Amount As At 31st Mar. 2017	Amount As At 31st Mar. 2016
<b>A : Cash flows from operating activities:</b>			
Profit before taxation	(a)	18,215,475.84	2,109,254.01
Add: Non Operating Expense			
Depreciation		7,888,556.00	1,784,131.00
Capital Work In Process		0.00	1,008,755.00
Interest expense		3,844,023.10	636,529.88
	(b)	<b>11,732,579.10</b>	<b>3,429,415.88</b>
Less: Non Operating Income			
Interest Income	(c)	1,799,663.00	922,675.70
	(c)	<b>1,799,663.00</b>	<b>922,675.70</b>
Operating profit before working capital changes	d=(a+b-c)	<b>28,148,391.94</b>	<b>4,615,994.19</b>
<b>Working capital changes:</b>			
Decrease /(Increase) In Trade Receivables		(27,381,446.39)	(2,715,452.19)
Decrease/(Increase) in Loans & advances (Assets)		(1,690,144.61)	1,536,516.73
Decrease/(Increase) in Inventories		0.00	0.00
Decrease/(Increase) in Other Current Assets		0.00	37,250.00
Increase /(Decrease) in Other Long Term Liabilities		2,252,784.00	0.00
Increase /(Decrease) in Trade Payables		4,095,792.30	(788,150.19)
Increase /(Decrease) in Other Current Liabilities		(8,129,753.14)	13,530,046.25
Increase /(Decrease) in Provisions		4,664,994.00	(604,496.00)
	(e)	<b>(26,187,773.84)</b>	<b>10,995,714.60</b>
Cash generated from operations	(d+e)	1,960,618.10	15,611,708.79
Taxes paid		4,664,994.00	666,040.00
Net cash used in operating activities	( A )	<b>(2,704,375.90)</b>	<b>14,945,668.79</b>
<b>B : Cash flows from investing activities:</b>			
Fixed asset Purchase		(23,808,779.94)	(5,832,234.01)
Interest on FD		1,799,663.00	922,675.70
Capital Work in Process		0.00	0.00
Invetment		0.00	(4,446,878.15)
Net cash Generated from investing activities	( B )	<b>(22,009,116.94)</b>	<b>(9,356,436.46)</b>
<b>C : Cash flows from financing activities:</b>			
Increase in borrowing		41,423,201.80	888,063.90
Interest Expenses		(3,844,023.10)	(636,529.88)
Net cash generated from financing activities	( C )	<b>37,579,178.70</b>	<b>251,534.02</b>
D : Net increase in cash and cash equivalents = (A+B+C)	D=(A+B+C)	12,865,685.86	5,840,766.35
E : Cash and cash equivalents at beginning of period	( E )	15,127,367.35	9,286,601.00
F: Cash and cash equivalents at end of period = (D+E)	(D + E)	<b>27,993,053.21</b>	<b>15,127,367.35</b>

**NOTES TO ACCOUNTS**

Notes referred to above and Notes to Accounts attached here to form an integral part of the Audited Financial Statement  
This is the Statement of Assets and Liabilities referred to in our Report of even date.

**NAKRANI & CO.**  
**CHARTERED ACCOUNTANT**  
**FIRM REGISTRATION NO:130078W**

*Bharat S Patel*

Bharat S Patel  
Proprietor  
Membership No. :132078  
PLACE: THANE  
DATED: 2-June-2017



FOR VERTOZ MEDIA PRIVATE LIMITED

*H. R. h*

Hirenkumar Shah  
Director  
DIN: 00092739  
PLACE: MUMBAI  
DATED: 2-June-2017

*Ashish Shah*

Ashish Shah  
Director  
DIN: 00092787

## VERTOZ MEDIA PRIVATE LIMITED

*Notes Forming Integral Part of the Balance Sheet as at 31st March, 2017*

<b>Note 1 : Share Capital</b>			
Sr. No.	Particulars	Amount As At 31st Mar. 2017	Amount as at 31st Mar. 2016
1	<b>AUTHORIZED CAPITAL</b> 10,000 Equity Shares of Rs. 10/- each.	200,000	200,000
		<b>200,000</b>	<b>200,000</b>
2	<b>ISSUED , SUBSCRIBED &amp; PAID UP CAPITAL</b> <i>To the Subscribers of the Memorandum</i> Equity Shares of Rs. 10/- each fully paid up.	200,000	200,000
	<b>Total Value in INR</b>	<b>200,000</b>	<b>200,000</b>

<b>Note 2 : Reserve &amp; Surplus</b>			
Sr. No.	Particulars	Amount As At 31st Mar. 2017	Amount as at 31st Mar. 2016
	<b>Suplus from Profit &amp; Loss Account</b>		
	Opening Balances	4,628,083	3,094,302
	Add: Profit/(Loss) for the period	11,099,948	1,533,782
	<b>Total Value in INR</b>	<b>15,728,032</b>	<b>4,628,084</b>

<b>Note 3 : Other Long Term Liabilities</b>			
Sr. No.	Particulars	Amount As At 31st Mar. 2017	Amount as at 31st Mar. 2016
1	Gratuity Provision (Non-Current)	1,609,276	-
2	Leave Encashment Provision (Non-Current)	643,508	-
	<b>Total Value in INR</b>	<b>2,252,784</b>	-

<b>Note 4 : Short Term Borrowing</b>			
Sr. No.	Particulars	Amount As At 31st Mar. 2017	Amount as at 31st Mar. 2016
1	<b>Unsecured</b>		
	Loan from Related Parties		
	Loan From Directors	1,253,660	1,014,522
	Loan from Other Related Parties	7,746,285	-
2	<b>Secured</b>		
	<b>Loans repayable on demand</b>		
	From Banks (Secured against Deposits)	17,568,820	988,633
	Federal Bank FCTL	17,300,054	-
	Car Loan	1,032,828	1,475,290
	<b>Total Value in INR (A+B)</b>	<b>44,901,647</b>	<b>3,478,445</b>

<b>Note 5 : Trades Payable</b>			
Sr. No.	Particulars	Amount As At 31st Mar. 2017	Amount as at 31st Mar. 2016
1	Sundry Creditors	13,874,375	9,778,583
	<b>Total Value in INR</b>	<b>13,874,375</b>	<b>9,778,583</b>



**Note 6 : Other Current Liabilities**

Sr. No.	Particulars	Amount As At 31st Mar. 2017	Amount as at 31st Mar. 2016
	<b>Other Payables</b>		
1	<b>Statutory Remittance</b>		
	Statutory Liabilities	1,578,686	1,068,521
2	<b>Others:</b>		
	Advance Received from Clinet	-	11,770,143
	Salary Payable	4,177,597	2,846,433
	Remuneration Payable	-	-
	Other Payable	-	-
3	<b>Gratuity &amp; Leave Encashment Provision (Current):</b>		
	Gratuity Provision (Current)	589,388	-
	Leave Encashment (Current)	1,209,673	-
	<b>Total Value in INR</b>	<b>7,555,344</b>	<b>15,685,097</b>

**Note7 : Short Term Provisions**

Sr. No.	Particulars	Amount As At 31st Mar. 2017	Amount as at 31st Mar. 2016
1	Provision for Income Tax AY 2017-18	4,664,994	-
2	Provision for Income Tax AY 2016-17	666,040	666,040
	<b>Total Value in INR</b>	<b>5,331,034</b>	<b>666,040</b>



# VERTOZ MEDIA PRIVATE LIMITED

Notes Forming Integral Part of the Balance Sheet as at 31st March 2017

Note 8 : Fixed Asset											
I. Fixed Assets and Depreciation											
Sr. No	Particulars	Gross Block			Depreciation			Net Block			
		Value at the beginning	Addition during the year	Deduction during the year	Value at the end	Value at the beginning	Addition during the year	Deduction during the year	Value at the end	Closing Value as on 31.03.2017	Closing Value as on 31.03.2016
I	<b>Tangible Assets</b>										
	Data Computers, Laptops, Data Servers & Peripherals	3,815,879	23,513,309	-	27,329,188	1,718,432	6,547,551	-	8,265,984	19,063,204	2,097,447
1	Furniture & Fixtures	2,759,004	151,300	-	2,910,304	1,101,436	628,840	-	1,730,276	1,180,028	1,657,568
2	Office Equipments	448,922	157,046	12,875	593,093	176,833	161,801	-	338,634	254,459	272,089
3	Motor Vehicles	1,791,279	-	-	1,791,279	30,830	550,364	-	581,194	1,210,085	1,760,449
4	<b>Total Value in INR</b>	<b>8,815,083</b>	<b>23,821,655</b>	<b>12,875</b>	<b>32,623,863</b>	<b>3,027,532</b>	<b>7,888,556</b>	<b>-</b>	<b>10,916,088</b>	<b>21,707,775</b>	<b>5,787,552</b>
	<b>Previous Year Figures</b>	<b>2,282,850</b>	<b>6,532,234</b>	<b>-</b>	<b>8,815,083</b>	<b>1,243,401</b>	<b>1,784,131</b>	<b>-</b>	<b>3,027,532</b>	<b>5,787,552</b>	<b>1,039,449</b>



## VERTOZ MEDIA PRIVATE LIMITED

Notes Forming Integral Part of the Balance Sheet as at 31st March 2017

<b>Note 9 : Long Term Loans &amp; Advances</b>			
Sr. No.	Particulars	Amount As At 31st Mar. 2017	Amount as at 31st Mar. 2016
	<b>A. Deposits</b>		
1	Tender Deposit	100,000	100,000
2	Refundable Deposit with CCD	25,000	25,000
3	Rent Deposit	1,418,980	1,300,000
	<b>Total Value in INR</b>	<b>1,543,980</b>	<b>1,425,000</b>

<b>Note 10 : Trade Receivables</b>			
Sr. No.	Particulars	Amount As At 31st Mar. 2017	Amount as at 31st Mar. 2016
1	<u>Trade Receivables, Outstanding for More than Six Months</u> Unsecured, Considered Good	14,474,641	1,633,447
2	<u>Trade Receivables, Outstanding for Less than Six Months</u> Unsecured, Considered Good	18,892,275	4,352,022
	<b>Total Value in INR</b>	<b>33,366,916</b>	<b>5,985,469</b>

<b>Note 11 : Cash &amp; Cash Equivalent</b>			
Sr. No.	Particulars	Amount As At 31st Mar. 2017	Amount as at 31st Mar. 2016
1	Cash Balance	53,411	2,252
2	Bank Balances	673,778	835,925
3	Fixed Deposit with Banks	27,265,865	14,289,190
	<b>Total Value in INR</b>	<b>27,993,053</b>	<b>15,127,367</b>

<b>Note 12 : Short Terms Loans and Advances</b>			
Sr. No.	Particulars	Amount As At 31st Mar. 2017	Amount as at 31st Mar. 2016
1	Prepaid Expenses	-	-
2	<u>Other Receivable</u> TDS Receivable	1,663,767	737,367
	Loan to Related Parties	806,783	266,908
	Other Loans and Advances	728,467	623,577
	<b>Total Value in INR</b>	<b>3,199,017</b>	<b>1,627,852</b>

<b>Note 13 : Other Current Assets</b>			
Sr. No.	Particulars	Amount As At 31st Mar. 2017	Amount as at 31st Mar. 2016
1	Pre Incorporation Charges	-	-
2	Accured FD Interest	-	-
	<b>Total Value in INR</b>	<b>-</b>	<b>-</b>

<b>Note 14 : Investment</b>			
Sr. No.	Particulars	Amount As At 31st Mar. 2017	Amount as at 31st Mar. 2016
1	Investment in Vertoz Inc, USA	3,453,320	3,453,320
2	Investment in Vertoz Ltd, UK	993,558	993,558
	<b>Total Value in INR</b>	<b>4,446,878</b>	<b>4,446,878</b>



## VERTOZ MEDIA PRIVATE LIMITED

Notes Forming Part of the Profit & Loss Accounts as at 31st March, 2017

### Note 15 : Revenue From Operations

Sr. No.	Particulars	Amount As At 31st Mar. 2017	Amount As At 31st Mar. 2016
1	Sale of Services	106,178,257	57,677,401
	<b>Total Value in INR</b>	<b>106,178,257</b>	<b>57,677,401</b>

### Note 16 : Income From Non Operation

Sr. No.	Particulars	Amount As At 31st Mar. 2017	Amount As At 31st Mar. 2016
1	Interest on FDR	1,644,152	897,922
2	Other Credit	95,511	-
3	Commission/Brokerage Received	-	17,136
4	Interest Received on Loan	60,000	7,618
5	Foreign Exchange Gain\Loss	-	-
	<b>Total Value in INR</b>	<b>1,799,663</b>	<b>922,676</b>

### Note 17 : Direct Service Expenses

Sr. No.	Particulars	Amount As At 31st Mar. 2017	Amount As At 31st Mar. 2016
1	Purchase of Services	3,863,759	11,736,669
2	Commission Paid	-	80,000
3	Hosting Server Services	11,509	47,535
4	Media Fees Payment - Google Adwards	294,909	183,987
5	Software Purchase	323,377	54,744
	<b>Total Value in INR</b>	<b>4,493,555</b>	<b>12,102,934</b>

### Note : 18 Employment Benefit Cost

Sr. No.	Particulars	Amount As At 31st Mar. 2017	Amount As At 31st Mar. 2016
1	Salaries and Incentives	49,610,571	28,298,087
2	Director Remuneration	4,737,600	1,667,586
3	Gratuity & Leave Encashment Expense	4,051,845	-
	<b>Total Value in INR</b>	<b>58,400,016</b>	<b>29,965,673</b>

### Note 19 : Finance Cost

Sr. No.	Particulars	Amount As At 31st Mar. 2017	Amount As At 31st Mar. 2016
1	Bank Charges	44,111	80,653
2	Interest Expense	1,877,069	488,181
3	Loan Processing Fees	110,400	-
3	Foreign Exchange Gain\Loss	1,812,443	67,696
	<b>Total Value in INR</b>	<b>3,844,023</b>	<b>636,530</b>



## VERTOZ MEDIA PRIVATE LIMITED

Notes Forming Part of the Profit & Loss Accounts as at 31st March, 2017

### Note 20 : Other Expenses

Sr. No.	Particulars	Amount As At 31st Mar. 2017	Amount As At 31st Mar. 2016
1	Advertising Expense	-	219,686
2	Audit Fees	55,000	-
3	Bad Debts	-	964,188
4	Books and Periodicals	3,000	3,481
5	Broking and Commission Charges	-	100,000
6	Conveyance Charges	117,717	124,067
7	Electricity Expenses	962,836	557,454
8	Entertainment Expenses	-	4,769
9	Exhibition & Seminar Expenses	2,012,472	809,940
10	Food Expenses	408,128	-
11	House Keeping & Security Expenses	750,335	73,288
12	Insurance Expenses	-	3,081
13	Interest on TDS / ST	11,514	3,925
14	Internet Expenses	309,559	292,407
15	Legal Expenses	378,006	-
16	Lodging & Boarding Expenses	254,795	214,676
17	Accounts Written off	184,497	-
18	Medical Expenses	1,288	1,328
19	Marketing Expenses	2,249,402	-
20	Mis Exp W/ff	-	11,200
21	ODI Regulation Charges	-	6,500
22	Office Expense	1,006,290	1,538,558
23	Petrol & Diesel Expenses	91,537	268,787
24	Postage & Courier Expenses	55,570	19,302
25	Printing & Stationary Expenses	178,048	185,959
26	Profession Tax-Company	2,500	2,500
27	Profit & Loss on Fixed Assets	2,375	-
28	Professional & Technical Fees	381,245	374,991
29	Rent, Rates and Taxes	4,137,697	2,174,664
30	Repair & Maintenance Expenses	328,611	175,261
31	ROC Fees	-	2,000
32	Rounding Off	77	-
33	SBC Paid on Input @ 0.5%	47,412	17,331
34	Staff Welfare	-	254,891
35	Telephone Expense	86,521	80,751
36	Tender Charges	-	22,451
37	Travelling Expense	1,466,991	1,277,089
38	Vertoz 603/604 Expenses	-	932,397
39	Vertoz New Office Expenses	-	1,274,181
40	Water Expenses	21,867	10,451
	<b>Total Value in INR</b>	<b>15,136,295</b>	<b>12,001,555</b>





**VERTOZ MEDIA PRIVATE LIMITED**



Notes forming part of the Financial Statements for the period ended 31<sup>st</sup> March 2017

**BACKGROUND:**

Vertoz Media Private Limited (the Company) was incorporated on Feb 13, 2012. These are the sixth financial statements prepared for the Company and they relate to the period from April 1, 2016 to March 31, 2017. The Company provides Online Advertising Services and other allied services to domestic/ overseas clients.

**Note 1: SIGNIFICANT ACCOUNTING POLICIES ADOPTED BY THE COMPANY:**

**a. Basis of preparation of financial statements:**

The financial statements are prepared in accordance with Indian Generally Accepted Accounting Principles ("GAAP") under the historical cost convention on the accrual basis of accounting and comply in all the material aspects with the accounting standards notified under section 133 [The Companies (Accounts) Rules, 2014, as amended] and other provisions of the new Companies Act, 2013, as applicable to the Company.

**b. Operating Cycle:**

The Company is primarily engaged in the business of Information Technology the Company has considered its operating cycle as 12 months and all assets and liabilities have been classified as current or non-current as per the criteria set out in the Revised Schedule III to the new Companies Act, 2013.

**c. Use of estimates:**

The preparation of financial statements requires the management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the period reported. Actual results could differ from those estimates. Any revision to accounting estimates is recognized prospectively in the current and future periods.

**d. Fixed Assets:**

Fixed assets are stated at their original cost of acquisition or construction less accumulated depreciation. Cost includes taxes, duties, freight and other incidental expenses related to acquisition. Fixed Assets sold during the year and profit/ (loss) arising on sale is recognized and accounted for in the year of sale. During this year some of assets have reinstated at 5% of its residual value as per Scheduled II of the new Companies Act, 2013.

**e. Depreciation/ Amortization:**

Depreciation/amortization on fixed assets is provided as per Schedule II to the Companies Act, 2013 which requires depreciating the asset over its useful life as prescribed in section 123 read with Schedule II – Part C of the new Companies Act, 2013.

Individual assets booked as per their book value and depreciated as per useful life of the assets. Assets having costing ₹ 10,000 or less have been depreciated at a computed rate as per method laid under the act in the year of purchase.



**f. Impairment:**

The carrying amounts of assets are reviewed at each balance sheet date to determine if there is any indication of impairment based on internal/external factors. An impairment loss is recognized wherever the carrying amount of an asset exceeds its recoverable amount. The recoverable amount is the greater of the asset's net selling price and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value at the weighted average cost of capital.

Reversal of impairment loss is recognized immediately as income in the statement of profit and loss.

During the year impairment loss of ₹ NIL is recognized with following break-up and taken into books of account.

Sr.	Particulars	Amount in ₹
1.	Computers	NIL
2.	Furniture & Fixture	NIL
3.	Office Equipment	NIL
	<b>Total</b>	<b>NIL</b>

**g. Leases:**

Leases where the lessor effectively retains substantially all the risks and benefits of ownership of the leased term, are classified as operating leases. Operating lease payments are recognized as an expense in the statement of Profit and Loss on a straight-line basis over the lease term.

**h. Revenue Recognition:**

Revenue from contracts priced on a time and material basis are recognized when services are rendered and related costs are incurred.

Revenue from software implementation services is recognized on the achievement of the milestones or performance of the specified tasks/ activities over the related period, as per the terms of the specific contract.

Revenue from deputation services is recognized on accrual basis as per the terms of contract.

**i. Foreign Currency Transactions:**

**(i) Initial Recognition**

Foreign currency transactions are recorded in the reporting currency, by applying to the foreign currency amount the exchange rate between the reporting currency and the foreign currency at the date of the transaction.

**(ii) Conversion**

Foreign currency monetary items are reported using the closing rate. Non-monetary items which are carried in terms of historical cost denominated in a foreign currency are reported using the exchange rate at the date of the transaction.

**(iii) Exchange Differences**

Exchange differences arising on the settlement of monetary items or on reporting company's monetary items at rates different from those at which they were initially recorded during the year, or reported in previous financial statements, are recognized as income or as expenses in the year in which they arise.



**j. Taxation:**

Income-tax expense comprises Current tax and Deferred tax charge or credit.

(i) Provision for current tax is made on the assessable income at the tax rate applicable to the relevant assessment year. Minimum Alternate Tax (MAT) eligible for set off in subsequent years, (as per tax laws) is recognized as an asset by way of credit to the statement of Profit and Loss only if there is convincing evidence of its realisation. At each balance sheet date, the carrying amount of MAT Credit Entitlement receivable is reviewed to reassure realisation.

(ii) The Deferred Tax Asset and Deferred tax Liability is calculated by applying tax rate and tax laws that have been enacted or substantively enacted by the Balance Sheet date. Deferred Tax Assets arising mainly on account of brought forward losses and unabsorbed depreciation under tax laws are recognized, only if there is a virtual certainty of its realisation, supported by convincing evidence. Deferred tax Assets on account of other timing differences are recognized, only to the extent, there is a reasonable certainty of its realisation. At each Balance Sheet date, the carrying amount of Deferred tax Assets is reviewed to reassure realisation.

**k. Employee Benefits:**

**a) Short Term Employee Benefits:**

All employee benefits payable within twelve months of rendering the service are recognized in the period in which the employee renders the related service.

**b) Post-Employment Benefits:**

Retirement benefits to employees comprise of Provident Fund contributions. Contribution to defined contribution retirement benefit schemes is recognized as an expense when employees have rendered services entitling them to contributions.

**l. Earnings Per Share:**

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

**m. Provisions, Contingent Liabilities and Contingent Assets:**

Provisions involving a substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent Liabilities are not recognized but are disclosed in the Financial Statements. Contingent Assets are neither recognized nor disclosed in the Financial Statements.

**n. Cash and Cash Equivalents:**

The Company considers all highly liquid financial instruments, which are readily convertible into cash and have original maturities of three months or less from the date of purchase, to be cash equivalents.

**19. CONTINGENT LIABILITY:**

Claims against the Company not acknowledged as debt ₹ Nil (previous year ₹ Nil)

**20. OPERATING LEASES:**

The Company have lease obligation during the period under audit. The brief details of the lease as under,



Notes forming part of the Financial Statements for the period ended 31<sup>st</sup> March 2017

Sr. No.	Lease Details	Lease Term	Balance Term of Lease	Lease Obligation (Amount)
1	Trunkoz technologies Pvt. Ltd. Property Add.: 602, Avior Nirmal Galaxy , Opp. Johnson & Johnson, LBS Road, Mulund-West, 400080 Leased area: 679 Sq. Ft.	48 months	24 months	26,57,880/-
2	Seven Seas Air Services Pvt. Ltd. Property Add.: 601, Avior Nirmal Galaxy , Opp. Johnson & Johnson, LBS Road, Mulund-West, 400080 Leased area: 1352 Sq. Ft.	36 months	9.5 months	9,62,920/-
3	Mr. Umesh Gupta and Mrs. Anita Gupta Property Add.: 404, Filix, LBS Marg, Bhandup-West, 400078 Leased area: 1110 Sq. Ft.	36 months	11.5 months	4,88,750/-
4	Mr. Kirti Jain and Mrs. Savita Jain Property Add.: 603, Avior Nirmal Galaxy , Opp. Johnson & Johnson, LBS Road, Mulund-West, 400080 Leased area: 1016 Sq. Ft.	36 months	18 months	10,83,738/-
5	Mr. Samresh Jain and Mrs. Rita Jain Property Add.: 604, Avior Nirmal Galaxy , Opp. Johnson & Johnson, LBS Road, Mulund-West, 400080 Leased area: 975 Sq. Ft.	36 months	18 months	10,40,004/-

21. Based on information's available with the Company, there are no suppliers registered as micro, small or medium enterprise under "The Micro, Small and Medium Enterprise Development Act, 2006" as at March 31, 2017 and hence disclosure, if any, relating to amounts unpaid as at the year end and together with interest paid/payable as required under the said Act have not been given.

**22. DEFERRED TAX:**

(Amount in ₹)

Sr. No.	Particulars	As at 31/03/2017	As at 31/03/2016
(i)	<b>Deferred tax Liability on account of :</b>		
	Depreciation	24,14,403	Nil
(ii)	<b>Deferred tax asset on account of :</b>		
	a) Unabsorbed Depreciation	Nil	36,130
	b) Employee Benefits - leave Encashment & Gratuity	Nil	Nil
	c) On Account of disallowances	Nil	Nil
	d) Carried Forward Losses	Nil	Nil
	Deferred Tax Asset/(Liability)	Nil	Nil
	Less: Reversal During the year	Nil	Nil
	<b>TOTAL</b>	<b>(24,14,403)</b>	<b>36,130</b>



*Notes forming part of the Financial Statements for the period ended 31<sup>st</sup> March 2017*

In consideration of prudence, the deferred tax asset has not been recognized in the accounts and the same would be considered at an appropriate time keeping in view the availability of sufficient taxable income against which such deferred tax asset can be realized.

23. The disclosure required under Accounting Standard 15 employee Benefit notified in the Companies (Accounting Standards) Rules 2006, is given below:

**Defined contribution Plan:**

Contribution to defined contribution plan is recognized and charged off for the year, are as under:

(Amount in ₹)			
Sr. No.	Particulars	2016-17	2015-16
1	Employer's contribution to Provident Fund	3,66,204	1,83,790
2	Employer's contribution to Pension Scheme	8,31,238	4,17,425
	<b>Total</b>	<b>11,97,442</b>	<b>6,01,215</b>

**Defined benefit plan:**

Liabilities in respect of gratuity & Leave Encashment are provided for on the basis of actuarial valuation as at the year end. The certificate for actuarial valuation for Gratuity and Leave encashment is given without the annexure which are prepared for disclosure requirements, in view of the company confirming that it does not fall in one or more of the eight categories of para (b) on page 4 of the AS 15 (Revision 2005) and hence eligible for exemption granted for companies falling under group (b) as per AS 15 (Revision 2005), the number of employees being more than 50.

**Actuarial Assumption:**

Sr. No.	Particulars	Gratuity (Unfunded)		Leave Encashment (Unfunded)	
		2016-17	2015-16	2016-17	2015-16
1.	Mortality Table (LIC)	2006-08 (Ultimate)	2006-08 (Ultimate)	2006-08 (Ultimate)	2006-08 (Ultimate)
2.	Discount rate (p.a.)	6.69%	-	6.69%	-
3.	Rate of escalation in salary (p.a.)	7.00%	-	7.00%	-

24. **Particulars of Un-hedged foreign Currency Exposure as the Balance Sheet date:**

During period under audit, the company does not have any un-hedged foreign currency exposure as on balance sheet date.

25. **Segment Reporting:**

The risk-return profile of the Company's business is determined predominantly by the nature of its services. Accordingly, the business segment constitutes the primary segment for disclosure of segment information.

Company is, at present, primarily engaged in a single business segment of Information Technology Company and operates only in a single geographical segment i.e. India. Accordingly, no disclosures are made in terms of Accounting Standard AS – 17 relating to "Segment Reporting".



Notes forming part of the Financial Statements for the period ended 31<sup>st</sup> March 2017

**26. Related Party Transaction**

Disclosure of transaction with Related Parties, as required by Accounting standard AS – 18 relating to Related Party Disclosure' are given here under. Related parties as defined under Clause 3 of the accounting Standard AS – 18 have been identified based on Representations made by and information available with the Company.

[Note: Related Party relationships as identified by the Company have been relied upon by the Auditors.]

List of related parties with whom transactions were carried out during the year and description of relationship:  
(Amount in ₹)

Particulars		FY 2016-17		FY 2015-16	
Name of the Related Party & Nature of Relationship	Nature of Transaction	Transaction Value	O/s amounts carried in the Balance Sheet	Transaction Value	O/s amounts carried in the Balance Sheet
<b>Key Managerial Personnel:</b>					
Mr. Hirenkumar Shah	Managerial Remuneration	23,68,800	Nil	3,00,000	Nil
	Loan received/(paid)	7,74,266	9,19,385	1,45,119	1,45,119
Mr. Ashish Shah	Managerial Remuneration	23,68,800	Nil	13,04,400	Nil
	Loan received/(paid)	(2,20,221)	3,34,275	3,23,508	5,54,496
<b>Relatives of Key Managerial Personnel:</b>					
Mrs. Gunja Shah	Purchase	Nil	11,08,400	Nil	11,08,400
	Loan received/(paid)	3,70,000	3,70,000	NIL	NIL
Mrs. Dimple Shah	Purchase	Nil	9,06,048	Nil	9,06,048
<b>Associate Enterprise &amp; Sister Concern</b>					
Trunkoz Technologies Pvt. Ltd.	Advance received/(paid)	(2,18,531)	2,23,377	(1,63,092)	4,41,908
Vertoz Inc	Advance received/(paid)	(8,06,783)	(8,06,783)	(6,03,245)	Nil
PayNX Technologies Pvt. Ltd.	Advance received/(paid)	60,51,506	58,76,506	(2,25,100)	(1,75,000)

27. Cash Flow Statement as required in terms of Accounting Standard "AS-3(Revised) Cash Flow Statements" is attached to these Accounts.

28. As the Company is not a manufacturing company, the information required under Clause3 (ii) (a) and Clause 4C of Part II of the Companies Act, 1956 has not been given.

29. The balances of sundry debtors, sundry creditors, loans and advances are subject to reconciliation and confirmation and are as per books of account only. In the opinion of the management, the reconciliation, if any, will not materially affect the loss of the Company for the year.



**VERTOZ MEDIA PRIVATE LIMITED**



Notes forming part of the Financial Statements for the period ended 31<sup>st</sup> March 2017

30. In the opinion of the Management, all the current assets, loans and advances have a value on realization in the ordinary course of business equal to the amount at which they are stated and all provisions for liabilities are adequate and are not less than the amount considered necessary.

31. Expenditure in foreign currency – Nil (P.Y. NIL)

33. Earning in Foreign Currency (On Cash Basis) – ₹ 3,17,80,780/-

(As per Receipt & Payment A/c from Tally) (Amount in ₹)

Particulars	2016-17
Receipt from Export against Invoice	3,35,93,223
Advance against Export Services	Nil
Exchange Gain/(Loss) on remittance	(18,12,443)
<b>Total Earning in Foreign Currency (On Cash Basis)</b>	<b>3,17,80,780</b>

34. Estimated amount of contracts remaining to be executed on capital account and outstanding net of advances – ₹ Nil (P.Y. Nil)

35. On account of application of Schedule III as per the new Companies Act, 2013 for the preparation of financial statements, the disclosures, classification and presentation made in this financial statement have been significantly impacted / changed. Previous year's figures have been regrouped / reclassified wherever necessary to correspond with the current year's classification / disclosure.

NAKRANI & CO.  
CHARTERED ACCOUNTANT  
FIRM REGISTRATION NO: 130078W

  
CA BHARAT PATEL  
Proprietor  
Membership No.: 132078  
PLACE: MUMBAI  
DATE: 02.06.2017



FOR VERTOZ MEDIA PRIVATE LIMITED

  
HIRENKUMAR SHAH  
Director  
DIN: 00092739  
PLACE: MUMBAI  
DATE: 02.06.2017

