



**Independent Auditor's Report**

**To the Members of M/s Siti Global Private Limited**

**Report on the Standalone Financial Statements**

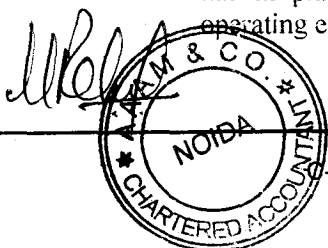
1. We have audited the accompanying standalone financial statements of M/s Siti Global Private Limited, "The Company" which comprises the Balance Sheet as at 31 March 2016, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information.

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

2. 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 (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.

**Auditor's Responsibility**

3. 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 there-under.
4. 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.
5. An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial controls 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.

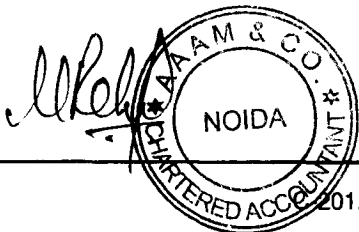
6. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the standalone financial statements.

### Opinion

7. In our opinion and to the best of our information and according to the explanations given to us, except for the effects 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;
  - a) in the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2016;
  - b) in the case of the Statement of Profit and Loss, of the profit for the year ended on that date; and
  - c) in the case of the Cash Flow Statement, of the cash flows 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") issued by the Central Government of India in terms of Section 143(11) of the Act, we give in the Annexure "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 the written representations received from the directors as on 31 March 2016 and taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2016 from being appointed as a director in terms of Section 164(2) of the Act.



201, Flex Apartments, Block No. C-58/22, Sector - 62, NOIDA - 201 301 (U.P.)


TEL. : (0120) 2406700 Telefax : (0120) 2406443  
e-mail : atul@aaaca.in , Visit us : www.aaaca.in  
Branch Off. : A-58, 1st Floor, Sector-65, NOIDA

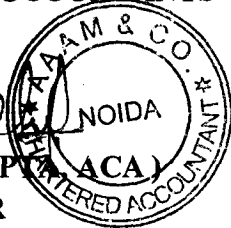


**A A A M & CO**  
CHARTERED ACCOUNTANTS

- (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;
- the Company does not have any pending litigations which would impact its standalone financial position;
  - the Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses; and
  - there were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For A A A M & CO.  
CHARTERED ACCOUNTANTS  
FRN.08113C

  
(CA RAHUL GUPTA) (ACA)  
PARTNER  
M.No. 419625

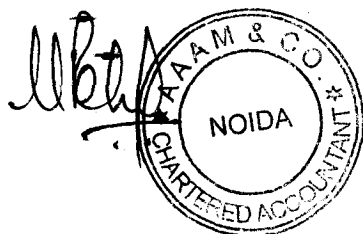


Date: 05.05.2016  
Place: NOIDA



Referred to in Paragraph 1 under the heading 'Report on Other Legal & Regulatory Requirements' of our report of even date to the financial statements of the Company for the year ended March 31,2016.

i	Whether the company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets;	During the year under review company has maintained proper records showing full particulars of fixed assets
	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;	During the year under review, management has conducted physical verification of asset at reasonable intervals and no material discrepancies found.
	Whether the title deeds of immovable properties are held in the name of the company. If not, provide the details thereof;	NA
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;	NA
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
	Whether the terms and conditions of the grant of such loans are not prejudicial to the company's interest;	NA
	Whether the schedule of repayment of principal and payment of interest has been stipulated and whether the repayments or receipts are regular;	NA
	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;	NA
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.	NA
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?	NA
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.	NA
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;	During the year under review all 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 are duly paid by the company.
	(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).	NA
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



Handwritten signature and date: 21/02/2016

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;	NA
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;	
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;	NA
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;	NA
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;	During the year under review transactions with related parties are in compliance with section 177 and 188 of the Companies Act, 2013 and are properly disclosed in financial statement as required by applicable accounting standards
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;	NA
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;	NA
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.	NA

As per our report of even date

For A A A M & CO.

Chartered Accountants

FRN : 08113C

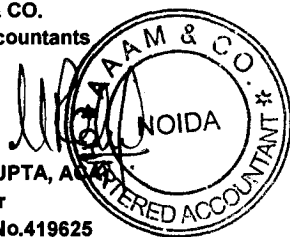
(CA RAHUL GUPTA, AICWA)

Partner

Membership No.419625

Date: 05.05.2016.

Place: NOIDA



*Handwritten signature and date: 05/05/2016*

**“Annexure B” to the Independent Auditor’s Report of even date on the Standalone Financial Statements of Siti Global Private Limited**

**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 Siti Global Private Limited as of March 31, 2016 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**

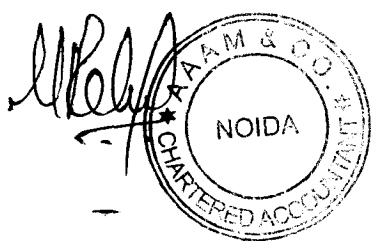
The Company’s management is responsible for establishing and maintaining internal financial controls based on “the Internal Control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial 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.

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.



Handwritten signature: *P. K. & CO.*  
Date: *21/04/2016*

## 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

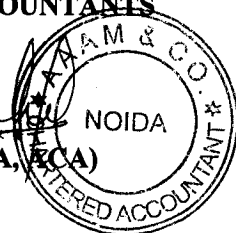
Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal 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.

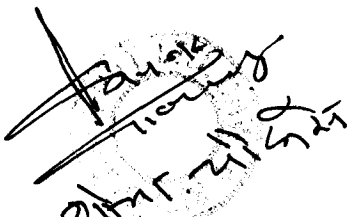
## Opinion

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, 2016, based on "the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India".

For A A A M & CO.  
CHARTERED ACCOUNTANTS  
FRN. 08113C

  
(CA RAHUL GUPTA, FCA)  
PARTNER  
M NO. 419625



  
21/05/2016

Date: 05.05.2016  
Place: NOIDA

**SITI GLOBAL PRIVATE LIMITED**  
**B - 10, Lawrence Road, Industrial Area, Delhi - -110035**

Balance Sheet as at March 31, 2016

	Notes	March 31, 2016 Rs.	March 31, 2015 Rs.
<b>EQUITY AND LIABILITIES</b>			
<b>Shareholders' funds</b>			
Share capital	2	100,000	100,000
Reserves and surplus	3	(7,123,720)	(4,682,743)
		<u>(7,023,720)</u>	<u>(4,582,743)</u>
<b>Non-current liabilities</b>			
Deferred Tax Liability	4	980,686	707,337
		<u>980,686</u>	<u>707,337</u>
<b>Current liabilities</b>			
Trade payables	5	54,155,235	48,301,139
Other current liabilities	6	1,896,062	1,415,129
		<u>56,051,297</u>	<u>49,716,268</u>
<b>Total</b>		<b><u>50,008,263</u></b>	<b><u>45,840,862</u></b>
<b>ASSETS</b>			
<b>Non-current assets</b>			
Fixed assets			
Tangible assets	7	42,439,206	43,540,526
<b>Current assets</b>			
Short-term loans and advances	8	33,182	1,006,067
Trade receivables	9	5,499,959	970,567
Cash and bank balances	10	1,792,991	133,134
Other current assets	11	242,926	190,568
		<u>7,569,058</u>	<u>2,300,336</u>
<b>Total</b>		<b><u>50,008,263</u></b>	<b><u>45,840,862</u></b>
Summary of significant accounting policies	1		

The accompanying notes are an integral part of the financial statements.

This is the balance sheet referred to in our report of even date.

**FOR A A A M & CO.**  
**CHARTERED ACCOUNTANTS**  
 FRN NO. 08113C

(CA Rahul Gupta, FCA)  
 PARTNER  
 M.NO. 419625

Date: 05.05.2016  
 Place: Noida

**FOR SITI GLOBAL PRIVATE LIMITED**

*(Signature)*  
 ASHOK CHAKRSEY  
 DIRECTOR  
 D.No. 06635327

*(Signature)*  
 S. Chobha  
 SHOBH CHAKRSEY  
 D.No. 06635327



**SITI Global Private Limited**  
**B - 10, Lawrence Road, Industrial Area, Delhi - -110035**

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

Notes	March 31, 2016 Rs.	March 31, 2015 Rs.
<b>Revenue</b>		
Revenue from operations	15,544,848.00	8,573,247.00
Other income	613.00	-
<b>Total revenue</b>	<b>15,545,461.00</b>	<b>8,573,247.00</b>
<b>Expenses</b>		
Carriage sharing, pay channel and related costs	5,760,600.00	5,912,271.00
Employee benefit expenses	3,003,348.00	2,213,112.00
Finance costs	1,017.16	449.44
Depreciation and amortisation expenses	6,205,325.46	1,152,008.00
Other expenses	2,742,798.00	3,270,813.00
<b>Total expenses</b>	<b>17,713,088.62</b>	<b>12,548,653.44</b>
<b>Loss before exceptional &amp; extraordinary items and taxes</b>	<b>(2,167,627.62)</b>	<b>(3,975,406.44)</b>
Exceptional item	-	-
<b>Loss before tax</b>	<b>(2,167,627.62)</b>	<b>(3,975,406.44)</b>
<b>Tax expenses</b>		
Current tax	-	-
Deferred Tax	273,348.89	707,337.00
<b>Loss for the year</b>	<b>(2,440,976.51)</b>	<b>(4,682,743.44)</b>
<b>Loss per share after tax</b>	20	
Basic	(244.10)	(468.27)
Diluted	(244.10)	(468.27)
Summary of significant accounting policies	1	

The accompanying notes are an integral part of the financial statements.

This is the Statement of Profit and Loss referred to in our report of even date

**FOR A A A M & CO.**

CHARTERED ACCOUNTANTS  
FRN NO. 081130

(CA Rahul Gupta)  
PARTNER  
M.NO. 419625

Date: 05.05.2016

Place: Noida

**FOR SITI GLOBAL PRIVATE LIMITED**

*(Signature)*

ASHOK CHOUKSEY



*(Signature)*  
S. Shobha

SHOBHA CHOUKSEY



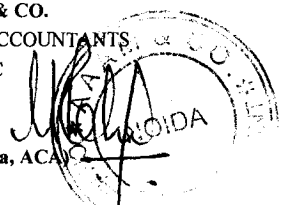
**SITI GLOBAL PRIVATE LIMITED**  
**B - 10, LAWRENCE ROAD, INDUSTRIAL AREA, DELHI - 110035**  
**Cash flow statement for the year ended March 31,2016**

Cash flow from operating Activities	31-Mar-16	31-Mar-15
Profit before tax from continuing operations	-	2,167,628
<b>Non Cash adjustment to reconcile profit before tax to net cash flows</b>		-
Depreciation/Amortisation on continuing operations	6,157,683	1,104,366
<b>Operating Profits before working capital changes</b>	6,157,683	3,272,000
<b>Movement in working capital:</b>		
Increase/(Decrease) in trade payables	5,854,096	48,301,139
Increase/(Decrease) in other current liabilities	480,933	1,415,129
Decrease/(Increase) in trade receivables	-	4,529,392
Decrease/(Increase) in short terms loans and advances & Other current assets	920,527	-
<b>Cash generated from/(used) in operations</b>	6,716,220	44,868,594
Direct tax paid(net of refunds)		
<b>Net Cash flow from/(used) in operating activities (A)</b>	6,716,220	44,868,594
<b>Cash Flow from Investing activities</b>		
Purchase of fixed assets, including CWIP and capital advances	5,056,363	44,597,250
Proceeds of non current investments		238,211
<b>Net Cash flow from/(used) in Investing activities (B)</b>	5,056,363	44,835,461
<b>Cash Flow from Financing activities (C)</b>		
Proceeds from issuance of equity share capital		100,000
<b>Net Cash flow from/(used) in Financing activities (C)</b>		100,000
<b>Net Increase/(Decrease) in cash and cash equivalent (A+B+C)</b>	1,659,857	133,134
Effect of exchange difference in cash and cash equivalents held in foreign currency		
Cash and cash equivalent at the beginning of the year	133,134	
<b>Cash and cash equivalent at the end of the year</b>	1,792,991	133,134
<b>Components of cash and cash equivalents</b>		
Cash on hand	89,194	16,619
<b>With Bank-on current account</b>	1,703,797	116,515
<b>Total Cash and cash equivalent(Notes 10)</b>	1,792,991	133,134

FOR A A A M & CO.  
 CHARTERED ACCOUNTANTS  
 FRN NO. 08113C

(CA Rahul Gupta, ACA)  
 PARTNER  
 M.NO. 419625

Date: 05.05.2016  
 Place: Noida



SITI GLOBAL PRIVATE LIMITED

SHOBHA CHOUKSEY  
 DIRECTOR  
 DIN No. 06635345

ASHOK CHAUKSEY  
 DIRECTOR  
 DIN No. 06635329

## SIGNIFICANT ACCOUNTING POLICIES FOR THE YEAR ENDING 31<sup>st</sup> MARCH, 2016

### 1. SIGNIFICANT ACCOUNTING POLICIES:

The financial statements have been prepared under historical cost convention, on accrual basis, in accordance with the generally accepted accounting principles (GAAP) in India and comply with the Accounting standards prescribed under Section 133 of the Companies Act, 2013 ('the Act') read with Rule 7 of the Companies (Accounts) Rules, 2014 (as amended). The accounting policies have been consistently applied by the Company. All assets and liabilities have been classified as current and non-current as per the Company's normal operating cycle and other criteria set out in the Schedule III of the Act. Based on the nature of business and the time between the acquisition of assets and their realization in cash and cash equivalents, the Company has ascertained its operating cycle as 12 months for the purpose of current and non-current classification of assets and liabilities

### 2. Use of Estimaste

The preparation of the financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities on the date of the financial statements and reported amounts of revenues and expenses for the year. Actual results could differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Any revision to accounting estimates is recognized prospectively in the current and future periods.

Fixed assets are carried at the cost of acquisition or construction less accumulated depreciation. The cost of fixed assets includes non-refundable taxes, duties, freight and other incidental expenses related to the acquisition and installation of the respective assets. Borrowing costs directly attributable to acquisition or construction of those fixed assets which necessarily take a substantial period of time to get ready for their intended use are capitalized.

### **Depreciation/ amortization**

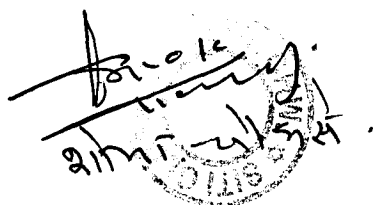
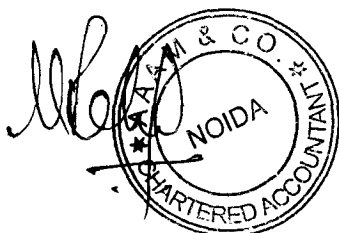
Depreciation / amortization on fixed assets is provided using the Straight Line Method computed on the basis of useful life of assets as specified in Schedule II of the Companies Act, 2013 except in case of intangible assets and leasehold improvements on which depreciation is provided at rate as mentioned below which in view of the management such rates represents the useful life of assets. Assets costing less than Rs 5,000 each, are depreciated in full excluding residual value as per Schedule II, in year of purchase.

<b>Asset category</b>	<b>Rate of depreciation/ amortization</b>
Intangible assets	33.33% on Straight Line Method basis
Leasehold improvements	Over the lease term or useful life whichever is lower

### 3. Investments

Non-current investments are carried at cost less any other-than-temporary diminution in value, determined separately for each individual investment.

Current investments are carried at the lower of cost and fair value. The comparison of cost and fair value is done separately in respect of each category of investment.



**4. Inventories**

Inventories are valued at the lower of cost and net realizable value. Cost of inventories comprises all cost of purchase, cost of conversion and other costs incurred in bringing the inventories to their present location and condition.

**5. Service Income**

Service income is recognized as per the terms of contracts with customers when the related services are performed, or the agreed milestones are achieved.

**6. Recognition of Income and Expense:**

Items of income and expenditure are recognized on accrual basis.

**9. Events occurring after balance sheet date:**

Events occurring after balance sheet date which affect the financial position to a material extent are taken into cognizance, if any.

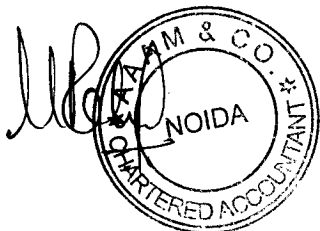
**10 Contingent Liabilities:**

Contingent Liabilities are generally not provided for in the accounts are shown separately under notes to the accounts if any.

**NOTES TO ACCOUNTS:**

- No dividend has been proposed by the Directors of the Company due to nominal profits of the company.
- Balances of Sundry Creditors are subject to confirmation from the respective parties.
- There is no contingent liability existing on date of Balance Sheet.
- In the opinion of the Board, current assets, loans & advances have a value in the ordinary course of business at least equal to that stated in Balance Sheet.
- Deferred tax charge or credit reflects the tax effects of timing differences between accounting income and taxable income for the period. The deferred tax charge or credit and the corresponding deferred tax liabilities or assets are recognized using the tax rates applicable for the current year.
- **Auditors Remuneration:**

	2015-16	2014-15
<b>Audit Fees (Excluding service tax)RS</b>	<b>25,000</b>	<b>20,000</b>



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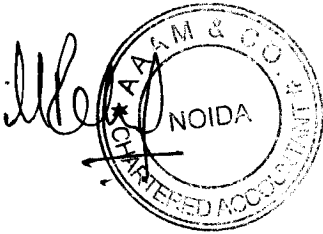
**Related party disclosures:-**

**Names of related parties**

Siti Cable Network Limited	Holding Company
Wire And Wireless Tisai Satellite Limited, Mumbai	Fellow Subsidiary
Indian Cable Net Company Limited, Kolkata	Fellow Subsidiary
Central Bombay Cable Network Limited, Delhi	Fellow Subsidiary
Siti cable Broadband South Limited, Bengaluru	Fellow Subsidiary
Master Channel Community Network Pvt. Ltd., Vijayawada	Fellow Subsidiary
Siti Vision Digital Media Private Limited, Delhi	Fellow Subsidiary
Siti Jind Digital Media Communications Private Limited, Delhi	Fellow Subsidiary
Siti Jai MaaDurge Communications Private Limited, Delhi	Fellow Subsidiary
Siti Bhatia Network Entertainment Private Limited, Chhattisgarh	Fellow Subsidiary
Siti Krishna Digital Media Private Limited	Fellow Subsidiary
Siti Jony Digital Cable Network Private Limited	Fellow Subsidiary
Siti Guntur Digital Network Private Limited	Fellow Subsidiary
Siti Faction Digital Private Limited	Fellow Subsidiary
Siti Chhatisgarh Media Network Private Limited	Fellow Subsidiary
Siti Karnal Digital Media Private Limited	Fellow Subsidiary
Siti Digital Network Private Limited	Fellow Subsidiary
Siti Broadband Services Private Limited	Fellow Subsidiary

**Other Related Parties :**

Mr. Shalinder Godara - Director  
Mr. Ashok Choukse - Director  
Mrs. ShobhaChoukse - Director  
Mr. Manoj Kumar Jaiswal - Director



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Transactions entered into by the Company with its holding company during the relevant Financial Year are as under :

**a. Sale/ purchase of goods and services**

	Year ended	Sale of goods and services	Purchase of goods and services	Amount owed by related parties	Amount owed to related parties
<b>Holding Company</b>					
Siti Cable Network Limited	March 31, 2016		3,000,000	50,752,228	-
	March 31, 2015	-	46,299,932	46,299,932	-

- The basic earnings per share ("EPS") is computed by dividing the net profit after tax for the year by the weighted average number of equity shares outstanding during the year.

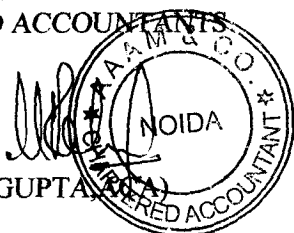
Particulars	31-March-2016	31-March-2015
Profit/(Loss) after Tax	(24,40,956.51)	(4,682,743)
Number of Equity Shares	10,000	10,000
Nominal Value of Equity Shares	10	10.00
<b>Basics Earnings per Share</b>	<b>(244.10)</b>	<b>(468.27)</b>

- Other disclosures are made as under :

i. Value of Import on CIF Basis	-	NIL
ii. Expenses in Foreign Currency	-	NIL
iii. Amount remitted in Foreign Currency	-	NIL
iv. Earnings in Foreign Currency	-	NIL

For AAA M & CO.

CHARTERED ACCOUNTANTS  
FRN: 08113C



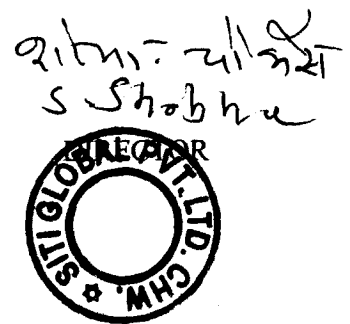
(CA RAHUL GUPTA,  
(PARTNER)  
M.NO. 419625

Date: 05.05.2016

Place: Noida

For & on Behalf of the Board

For SITI GLOBAL PRIVATE LIMITED



## 2 Share capital

	March 31, 2016 Rs.	March 31, 2015 Rs.
<b>Authorised share capital</b>		
10,000 (Previous year: 10,000) equity shares of ₹ 10 each	100,000	100,000
<b>Total authorised capital</b>	<b>100,000</b>	<b>100,000</b>
<b>Subscribed and fully paid up capital</b>		
10,000 Equity Shares of Rs.10/- each	100,000	100,000
<b>Total paid up capital</b>	<b>100,000</b>	<b>100,000</b>
<b>Issued share capital</b>		
10,000 (Previous year 10,000) equity shares of ₹ 10 each	100,000	100,000
<b>Total issued capital</b>	<b>100,000</b>	<b>100,000</b>

**Reconciliation of Equity share outstanding at the beginning and at end of reporting**

Particulars	March 31, 2016	March 31, 2015
No. of Share out standing at the beginning (A)	10,000	-
ADD: No. of Share issued during year (B)	-	10,000
Less: No. of Share bought back during the year (C)	-	-
No. of Share out standing at the end (D)=(A+B-C)	10,000	10,000
<b>Total</b>	<b>10,000</b>	<b>10,000</b>

**Term / Right attached to equity shares**

There is no additional rights or restrictions attached to any class of share including restriction

**List of share holders holding more than 5% of shares**

Name of Shareholders	March 31, 2016	March 31, 2015
M/s Siti Cable Network Limited	51.00%	51.00%
Mr. Ashok Chouksey	49.00%	49.00%

## 3 Reserves and surplus

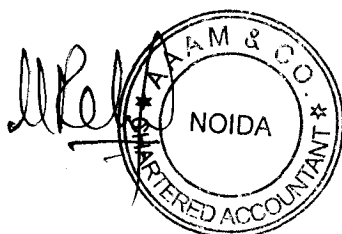
	March 31, 2016 Rs.	March 31, 2015 Rs.
<b>Securities premium account</b>		
Balance at the beginning of the year	-	-
Add: Premium received on issue of equity shares	-	-
Less: Adjustment of expenses incurred on issue of equity shares	-	-
Balance at the end of the year	-	-
<b>General reserve</b>		
Balance at the beginning of the year	-	-
Add: Transferred from employee stock option reserve	-	-
Balance at the end of the year	-	-
<b>Deficit in the Statement of profit and loss</b>		
Balance at the beginning of the year	(4,682,743)	-
Add: Adjustment on account of depreciation charge pursuant to implementation of Schedule II of the Companies Act, 2013.	-	-
Loss for the year	(2,440,977)	(4,682,743)
Balance at the end of the year	(7,123,720)	(4,682,743)
	<b>(7,123,720)</b>	<b>(4,682,743)</b>

## 4 Deferred Tax Liability

	March 31, 2016 Rs.	March 31, 2015 Rs.
Opening Balance	707,337	-
Add: Deferred Tax Liability incurred during the year	273,349	707,337
	<b>980,686</b>	<b>707,337</b>

## 5 Trade payables

	March 31, 2016 Rs.	March 31, 2015 Rs.
Dues to micro and small enterprises (Refer note below)	-	-
Dues to others	54,155,235	48,301,139
	<b>54,155,235</b>	<b>48,301,139</b>



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SITI Global Private Limited

B - 10, Lawrence Road, Industrial Area, Delhi - -110035

Summary of significant accounting policies and other explanatory information for the year ended March 31, 2016

6 Other liabilities

Others

Audit Fees Payable  
Payable for statutory liabilities

March 31, 2016 Rs.	March 31, 2015 Rs.
28,625	22,472
1,867,437	1,392,657
<b>1,896,062</b>	<b>1,415,129</b>

8 Loans and advances

Advances recoverable in cash or kind

Unsecured, considered good

Other advances

Doubtful

Advances to distribution companies

Less: Provision for doubtful advances

March 31, 2016 Rs.	March 31, 2015 Rs.
-	1,005,000
-	-
-	-
-	-
-	1,005,000

Other loans and advances (Unsecured, considered good)

TDS Receivable

Balances with statutory authorities

Prepaid expenses

March 31, 2016 Rs.	March 31, 2015 Rs.
15,683	1,067
-	-
17,499	-
33,182	1,067
<b>33,182</b>	<b>1,006,067</b>

9 Trade receivables

Outstanding for a period exceeding six months from the date they are due for payment

Unsecured, considered good

Unsecured, considered doubtful

Less: Provision for doubtful debts

Other receivables

Outstanding for a period below six months from the date they are due for payment

Unsecured, considered good

March 31, 2016 Rs.	March 31, 2015 Rs.
956,684	-
-	-
956,684	-
-	-
956,684	-
4,543,275	970,567
<b>5,499,959</b>	<b>970,567</b>

10 Cash and bank balances

Cash and cash equivalents

Cash on hand

On current accounts

March 31, 2016 Rs.	March 31, 2015 Rs.
89,194	16,619
1,703,797	116,515
<b>1,792,991</b>	<b>133,134</b>

11 Other assets (unsecured, considered good)

Preliminary Expenses not Written off

Non-current bank balances (refer note 20)

Unamortised expenditure

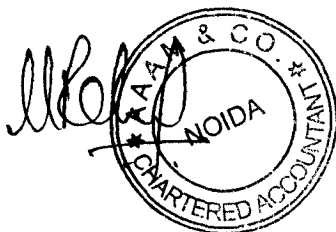
Ancillary cost of arranging the borrowings

Others

Security Deposit

Unbilled revenue

March 31, 2016 Rs.	March 31, 2015 Rs.
142,926	190,568
-	-
142,926	190,568
-	-
-	-
100,000	-
-	-
100,000	-
<b>242,926</b>	<b>190,568</b>



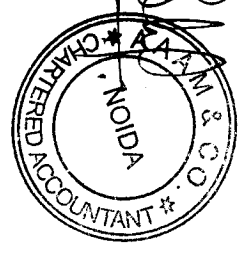
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**SITI GLOBAL PRIVATE LIMITED**  
Notes Forming Integral Part of the Balance Sheet as at the end of 31st March, 2016

Tangible Assets	Particulars	Dep. Rate	Value at the beginning	Addition during the year	Gross Block Deduction during the year	Value at the end	Value at the beginning	Addition during the year	Depreciation Deduction during the year	Value at the end	Net Block		Amount in ₹
											Net Book Value as on 31.03.2015	Net Book Value as on 31.03.2016	
Plant & Equipment		12.50%	-	1,532,455	-	1,532,455	-	165,841	-	1,65,841	-	1,366,614	1,366,614
Air Conditioner		20.00%	-	27,904	-	27,904	-	4,832	-	4,832	-	23,072	23,072
Furniture & Fixtures		10.00%	-	284,789	-	284,789	-	24,656	-	24,656	-	260,133	260,133
Set Up Box		12.50%	44,587,200	3,000,000	-	47,587,200	47,587,200	5,898,058	-	6,954,103	6,954,103	40,633,097	40,633,097
<b>Sub Total</b>		<b>(A)</b>	<b>44,587,200</b>	<b>4,845,148</b>	<b>-</b>	<b>49,432,348</b>	<b>49,432,348</b>	<b>1,056,045</b>	<b>-</b>	<b>7,149,431</b>	<b>7,149,431</b>	<b>43,531,155</b>	<b>42,282,917</b>
Computers, Printers & Xerox		33.33%	10,050	211,215	-	221,265	221,265	679	64,297	64,976	64,976	9,371	156,289
<b>Sub Total</b>		<b>(B)</b>	<b>10,050</b>	<b>211,215</b>	<b>-</b>	<b>221,265</b>	<b>221,265</b>	<b>679</b>	<b>64,297</b>	<b>64,976</b>	<b>64,976</b>	<b>9,371</b>	<b>156,289</b>
<b>Total</b>		<b>(A+B)</b>	<b>44,597,250</b>	<b>5,056,363</b>	<b>-</b>	<b>49,653,613</b>	<b>49,653,613</b>	<b>1,056,724</b>	<b>64,976</b>	<b>7,214,407</b>	<b>7,214,407</b>	<b>43,540,526</b>	<b>42,439,206</b>

*M. K. RAM & CO.*



*SITI GLOBAL PRIVATE LIMITED*



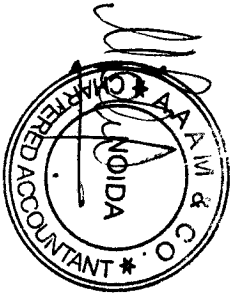
**CALCULATION OF DEPRECIATION**

Cable & Equipments	12.50%	316	242,585	316	26,252
Air Conditioner	20.00%	316	27,904	316	4,832
Furniture & Fixtures	10.00%	316	284,789	316	24,656
Electronics	12.50%	316	9,000	316	974
Plant & Machinery	12.50%	316	1,280,870	316	138,615
Set Up Box	12.50%	316	44,587,200	316	324,658
Computers, Printers & Xerox	33.33%	316	10,050	316	60,947
			44,597,250		5,576,750
					5,056,363
					580,933

**STATEMENT OF FIXED ASSETS AS ON 31st MARCH, 2016**

**AS PER INCOME TAX ACT**

Particulars	Rate %	WDV as on 01.04.2015	Addition Before 30 sep.	Addition After 1 oct.	sale/deletion during the year	Gross WDV as on 31.03.2016	Depreciation during the year	WDV as on 31.03.2016
Set top Box	15%	41,252,410.00	3,000,000.00	-	-	44,252,410.00	6,637,861.50	37,614,548.50
<b>Total</b>	<b>(A)</b>	<b>41,252,410.00</b>	<b>3,000,000.00</b>			<b>44,252,410.00</b>	<b>6,637,861.50</b>	<b>37,614,548.50</b>
Furniture & Fittings								
Furniture & Fixture	10%	-	9,450.00	-	-	9,450.00	945.00	8,505.00
Plant & Machinery	15%	-	1,845,148.00	-	-	1,845,148.00	276,772.20	1,568,375.80
Computers	60%	9,450.00	211,215.00	-	9,450.00	211,215.00	126,729.00	84,486.00
<b>Total</b>	<b>(B)</b>	<b>9,450.00</b>	<b>2,065,813.00</b>		<b>9,450.00</b>	<b>2,065,813.00</b>	<b>404,446.20</b>	<b>1,651,366.80</b>
<b>Total</b>	<b>(A+B)</b>	<b>41,261,860.00</b>	<b>5,065,813.00</b>	<b>-</b>	<b>9,450.00</b>	<b>46,318,223.00</b>	<b>7,042,307.70</b>	<b>39,275,915.30</b>



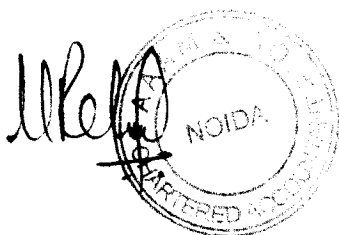
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SITI Global Private Limited

B - 10, Lawrence Road, Industrial Area, Delhi - -110035

Summary of significant accounting policies and other explanatory information for the year ended March 31, 2016

12 Revenue from operations	March 31, 2016 Rs.	March 31, 2015 Rs.
Sale of services		
Subscription income	12,091,998.00	6,238,634.00
Advertisement income	1,456,661.00	1,470,812.00
Carriage income	1,996,189.00	863,801.00
	<u>15,544,848.00</u>	<u>8,573,247.00</u>
13 Other income	March 31, 2016 Rs.	March 31, 2015 Rs.
Interest income on		
Others	613.00	-
	<u>613.00</u>	<u>-</u>
14 Carriage sharing, pay channel and related costs	March 31, 2016 Rs.	March 31, 2015 Rs.
Carriage sharing, pay channel and related expenses	5,760,600.00	5,912,271.00
	<u>5,760,600.11</u>	<u>5,912,271.03</u>
15 Employee benefit expenses	March 31, 2016 Rs.	March 31, 2015 Rs.
Salaries, allowances and bonus	2,763,000.00	2,149,254.00
Staff welfare expenses	240,348.00	63,858.00
	<u>3,003,348.00</u>	<u>2,213,112.00</u>
16 Finance costs	March 31, 2016 Rs.	March 31, 2015 Rs.
Bank charges	1,017.16	449.44
	<u>1,017.16</u>	<u>449.44</u>
17 Depreciation and amortisation expenses	March 31, 2016 Rs.	March 31, 2015 Rs.
Depreciation of tangible assets (Refer note 7)	6,157,683.46	1,056,724.00
Preliminary Expenses	47,642.00	47,642.00
	<u>6,205,325.46</u>	<u>1,104,366.00</u>



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**SITI Global Private Limited**  
**B - 10, Lawrence Road, Industrial Area, Delhi - -110035**

**Summary of significant accounting policies and other explanatory information for the year ended March 31, 2016**

**18 Other expenses**

	March 31, 2016 Rs.	March 31, 2015 Rs.
Rent	531,809.00	300,000.00
Rates and taxes	500.00	-
Communication expenses	75,170.00	57,812.00
- Network	74,524.00	65,286.00
- Building	1,315.00	1,650.00
- Others	83,976.00	66,128.00
Electricity and water charges	378,578.00	382,908.00
Legal, professional and consultancy charges	24,517.00	2,500.00
Printing and stationery	27,878.00	15,656.00
Travelling and conveyance expenses	101,054.00	73,710.00
Payment to auditors	28,625.00	22,472.00
Insurance expenses	8,786.00	-
Advertisement and publicity expenses	-	213,950.00
Program production expenses	109,800.00	27,000.00
Other operational cost	1,201,257.00	1,955,238.00
Miscellaneous expenses	95,009.00	134,145.00
	<b>2,742,798.00</b>	<b>3,318,455.00</b>
Payment to auditors As an auditor	28,625.00	22,472.00
Limited review fees for other services for reimbursement of expenses	-	-
	<b>28,625.00</b>	<b>22,472.00</b>

**19 Exceptional item**

Security deposits written off\*

**20 Earnings per share**

	March 31, 2016 Rs.	March 31, 2015 Rs.
Loss attributable to equity shareholders	(2,440,976.51)	(4,682,743.44)
Number of weighted average equity shares		
Basic	10,000	10,000
Diluted	10,000	10,000
Nominal value of per equity share (₹)	10	10
Loss per share after exceptional item and after tax (₹)		
Basic	(244.10)	(468.27)
Diluted	(244.10)	(468.27)

Effect of potential equity shares being anti-dilutive has not been considered while calculating diluted earnings per share.

