

**SAREGAMA FZE
Jebel Ali Free Zone,
Dubai, United Arab Emirates**

**Auditors' Report & Financial Statements
For the year ended 31st March, 2021**



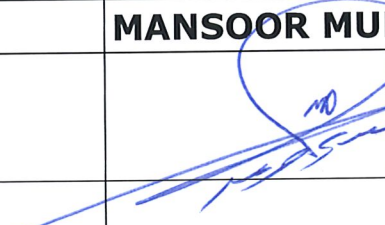

SAREGAMA FZE
Jebel Ali Free Zone,
Dubai, United Arab Emirates

For the year ended 31st March, 2021

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Auditor Report – New Summary Sheet

Company Details			
Company Name	SAREGAMA FZE		
Account No	1318528		
Financial Information Amount (In UAE – Dirham)			
Year Start Date	1-Apr-2020	Year End Date	31-Mar-2021
Annual Sales	278,160	Total Salaries	366,264
Cost of Goods Sold	151,844	Total Depreciation	NIL
Current Assets	897,062	Non-Current Assets	NIL
Fixed Assets	NIL	Total Assets (Current Assets+ Non-Current Assets+ Fixed Assets)	897,062
Long Term Liabilities	NIL	Total Liabilities (Current + Long Term)	571,326
Net Profit/(Loss)	(262,664)	Opening Retained Earnings/(Accumulated Losses)	(911,600)
Share Capital	1,500,000	Total Capital Expenditure	NIL
Total Equity	325,736		
Auditor Information			
Audit Firm	MANSOOR MULLA AUDITING OF ACCOUNTS		
Auditor's Signature		Date	10-May-2021
Auditor's Seal			

INDEPENDENT AUDITORS' REPORT

To the shareholder of M/s. SAREGAMA FZE, Jebel Ali Free Zone, Dubai, United Arab Emirates.

Report on the Financial Statements

Opinion

We have audited the accompanying annual financial statements of M/s. SAREGAMA FZE, Jebel Ali Free Zone, Dubai, United Arab Emirates, (the "Free Zone Establishment") which comprise of the financial position as at 31st March, 2021, the statement of comprehensive income, the statement of changes in equity, statement of cash flows, for the year then ended, and a summary of significant accounting policies and other explanatory notes.

In our opinion, the financial statements present fairly, in all material respects, the financial position of M/s. SAREGAMA FZE, Jebel Ali Free Zone, Dubai United Arab Emirates, as at 31st March, 2021, its financial performance and its cash flows for the year then ended, in accordance with International Financial Reporting Standards (IFRS).

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the FZE in accordance with the ethical requirements that are relevant to our audit of the financial statements in United Arab Emirates, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with IFRSs and the applicable provisions of Jebel Ali Free Zone, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the FZE's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the FZE or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the FZE's financial reporting process.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion.

Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the FZE's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained whether a material uncertainty exists related to events or conditions that may cast significant doubt on the FZE's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the FZE to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with International Standard on Auditing, to obtain reasonable assurance, whether the financial statements are free from material misstatement.

Report on other legal and regulatory requirement

As required by the provisions issued by the entities in Jebel Ali Free Zone, Dubai, and United Arab Emirates, we further confirm that,

1. We are not aware of any contraventions during the year of the above mentioned law or the (FZE's) Articles of Association, which may have material effect on the financial position of the (FZE) or the result of its operations for the year.

For Mansoor Mulla Auditing of Accounts



Mansoor Mohammed Hassan Mulla
Reg. No. 843 Dubai, UAE

Date: 10th May, 2021

File No: 1842520

SAREGAMA FZE
Jebel Ali Free Zone, Dubai, United Arab Emirates

Statement of Financial Position
As at 31st March, 2021

	Notes	31-Mar-21 AED	31-Mar-20 AED
Assets			
Current Assets			
Inventories		465,061	363,955
Trade receivables		208,461	54,031
Other current assets	5	39,132	62,760
Cash and cash equivalents	6	184,408	722,978
		<u>897,062</u>	<u>1,203,724</u>
Total Assets		<u>897,062</u>	<u>1,203,724</u>
Equity and Liabilities			
Equity			
Share capital	2	1,500,000	1,500,000
Accumulated losses		(1,174,264)	(911,600)
		<u>325,736</u>	<u>588,400</u>
Liabilities			
Current Liabilities			
Borrowings (from holding FZE)	7.1	200,000	500,000
Due to related parties	7.2	124,147	30,281
Trade and other payables	8	247,179	85,043
Total Current Liabilities		<u>571,326</u>	<u>615,324</u>
Total Liabilities		<u>571,326</u>	<u>615,324</u>
Total Equity and Liabilities		<u>897,062</u>	<u>1,203,724</u>

The notes on pages 7 to 16 form an integral part of these financial statements.

These financial statements have been approved and signed by the undersigned on 10th May, 2021.

For SAREGAMA FZE

Authorized Signatory

The report of the Auditors is set on page 1 and 2.



SAREGAMA FZE

Jebel Ali Free Zone, Dubai, United Arab Emirates

Statement of Comprehensive Income For the year ended 31st March, 2021

		1-Apr-2020 to 31-Mar-2021	1-Apr-2019 to 31-Mar-2020
	Notes	AED	AED
Revenue	9	278,160	729,231
Cost of revenue	10	(151,844)	(439,106)
Gross profit		126,316	290,125
General and administration expenses	11	(523,891)	(844,145)
Operating loss		(397,575)	(554,020)
Other income		184,513	-
Exchange loss		(1,110)	(84)
Finance charges		(48,492)	(59,024)
Loss for the year		(262,664)	(613,128)
Other comprehensive income		-	-
Total comprehensive loss for the year		(262,664)	(613,128)

The notes on pages 7 to 16 form an integral part of these financial statements.

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SAREGAMA FZE
Jebel Ali Free Zone, Dubai, United Arab Emirates

Statement of Changes in Equity
For the year ended 31st March, 2021

	Share Capital AED	Accumulated losses AED	Total Equity AED
As at 1st April, 2019	100,000	(298,472)	(198,472)
Additional capital introduced	1,400,000		1,400,000
Total comprehensive loss for the year		(613,128)	(613,128)
As at 31st March, 2020	1,500,000	(911,600)	588,400
Total comprehensive loss for the year		(262,664)	(262,664)
As at 31st March, 2021	1,500,000	(1,174,264)	325,736

The notes on pages 7 to 16 form an integral part of these financial statements.

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SAREGAMA FZE
Jebel Ali Free Zone, Dubai, United Arab Emirates

Statement of Cash Flows
For the year ended 31st March, 2021

	Notes	1-Apr-2020 to 31-Mar-2021	1-Apr-2019 to 31-Mar-2020
		AED	AED
Operating activities			
(Loss) for the year		(262,664)	(613,128)
Changes in working capital:			
Inventories		(101,106)	(81,837)
Trade receivables		(154,430)	(43,830)
Other current assets	5	23,628	(5,308)
Borrowings (from holding FZE)	7.1	(300,000)	(108,389)
Due to related party	7.2	93,866	(11,352)
Trade and other payables	8	162,136	13,832
Net cash (used in) operating activities		(538,570)	(850,012)
Financing activities			
Share capital introduced	2	-	1,400,000
Cash generated from financing activities		-	1,400,000
Net movement in cash and cash equivalent		(538,570)	549,988
Cash and cash equivalents at the beginning of the year		722,978	172,990
Cash and cash equivalents at the end of the year		184,408	722,978

The notes on pages 7 to 16 form an integral part of these financial statements.

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For SAREGAMA FZE

Authorized Signatory

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SAREGAMA FZE

Jebel Ali Free Zone, Dubai, United Arab Emirates

Annual Financial Statements for the year ended 31st March, 2021

Notes to the Financial Statements

1 Legal status and activities

SAREGAMA FZE (the "Free Zone Establishment") was registered in Jebel Ali Free Zone Authority on 28th August, 2018 under registration number 203245 and trading license number 170619, as a free zone establishment with limited liability pursuant to Law no. (9) of 1992 and implementing regulations issued thereunder. The registered address of the (FZE) is at Jafza One, 11th Floor, Office No Cowork-10, Jebel Ali Free Zone, Dubai, United Arab Emirates.

The (FZE) is primarily engaged in the business of Audio-visual, Recording Equipment & Accessories Trading, Mobile Phones Trading, General Trading, Motion Picture Trading, Wireless Equipment & Instruments Trading, Audio Recorded Media Trading.

The (FZE) is managed by Mr. Sagar Arvind Pandya, an Indian national.

2 Shareholding

The shareholding of the (FZE) is as follows:

Name	Country of Incorporation	No. of shares	Value per share AED	Total value AED	Percentage
1. M/s. Saregama India Limited	India	1500	1,000	1,500,000	100
		1500		1,500,000	100

The authorized and paid up share capital of the (FZE) is AED 1,500,000/- divided into 1,500 shares of AED 1,000/- each.

3 Significant Accounting Policies

3.1 Statement of compliance

These financial statements have been prepared in accordance with the International Financial Reporting Standards (IFRS) as issued by the International Accounting Standards Board (IASB).

3.2 Basis of preparation

These financial statements have been prepared under the historical cost convention. The fair / net realizable value concept of measurement of assets and liabilities has also been applied wherever applicable under (IFRS).

3.3 Revenue recognition

Revenue from sale of goods is recognized when all significant risks and rewards of ownership are transferred to the buyer. In most cases this coincides with the transfer of legal title or passing of possession of goods to the buyers.



SAREGAMA FZE

Jebel Ali Free Zone, Dubai, United Arab Emirates

Annual Financial Statements for the year ended 31st March, 2021

Notes to the Financial Statements

3.4 Functional and reporting currency

Items included in the financial statements of the (FZE) are measured using the currency of the primary economic environment in which the FZE operates ("the functional currency"). The financial statements of the FZE are presented in UAE Dirhams ("AED"), which is the FZE's functional and presentation currency. All financial information presented in AED has been rounded off to the nearest AED.

3.5 Foreign currency transactions

Foreign currency transactions are recorded in U.A.E. Dirhams at the approximate rate of exchange ruling at the time of the transaction. Assets and liabilities expressed in foreign currencies at the statement of financial position date are translated into U.A.E. Dirhams at the year end rate of exchange. All foreign currency gains or losses are booked in the statement of comprehensive income as and when they arise.

3.6 End-of-service benefits

The (FZE) provides end-of-service benefits to its expatriate employees. The entitlement to these benefits is based upon the employees' last drawn salary and length of service, subject to the completion of a minimum service year. The expected costs of these benefits are accrued over the year of employment in accordance with the provisions of UAE Labour Law.

3.7 Provisions

A provision is recognized in the statement of financial position when the (FZE) has a legal or constructive obligation as a result of a past event, it is probable that an outflow of economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. If the effect is material, provisions are determined by discounting the expected future cash flows at a rate that reflects current market assessments of the time value of money and, where appropriate, the risks specific to the liability.

3.8 Cash and cash equivalents

For the purpose of the statement of cash flows, the (FZE) considers banks balances and bank deposits with a maturity of less than three months from the date of placement to be part of cash and cash equivalents.

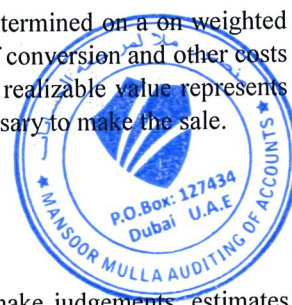
3.9 Inventories

Inventories are stated at the lower of cost and net realizable value. Costs of inventories are determined on a weighted average basis. Cost of inventories comprises of costs of purchase, and where applicable cost of conversion and other costs that has been incurred in bringing the inventories to their present location and condition. Net realizable value represents the estimated selling price for inventories less all estimated costs of completion and costs necessary to make the sale.

3.10 Use of estimates and judgments

The preparation of financial statements in conformity with IFRSs requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed by the management on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised and in any future periods affected.



SAREGAMA FZE

Jebel Ali Free Zone, Dubai, United Arab Emirates

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Notes to the Financial Statements

4 New standard, amendments and interpretations issued but not yet effective

A number of new standards and amendments to standards are effective for annual periods beginning after 1 January, 2021 and earlier application is permitted; however, the (FZE) has not applied the following new or amended standards in preparing these financial statements:

Standard	Details of amendment	Annual periods beginning on or after
IFRS 1 First-time Adoption of International Financial Reporting Standards	♦ Annual Improvements to IFRS Standards 2018-2020: Extension of an optional exemption permitting a subsidiary that becomes a first-time adopter after its parent to measure cumulative transaction differences using the amounts reported by its parent, based on the parent's date of transition to IFRS. A similar election is available to an associate or joint venture.	01 January 2022
IFRS 3 Business Combinations	♦ Reference to the Conceptual Framework: The amendment updates a reference in IFRS 3 to the Conceptual Framework for Financial Reporting without changing the accounting requirements for business combinations.	01 January 2022
IFRS 4 Insurance Contracts	♦ Interest Rate Benchmark Reform Phase 2: The amendments to IFRS 9, IAS 39, IFRS 7, IFRS 4 and IFRS 16 amend requirements relating to changes in the basis for determining contractual cash flows of financial assets, financial liabilities and lease liabilities, hedge accounting and disclosures. ○ The amendment to IFRS 4 enables an insurer applying the temporary exemption from IFRS 9 to apply a practical expedient to account for a change in the contractual cash flows that are required by IBOR reform by updating the effective interest rate to reflect any change arising from the reform.	01 January 2021
IAS 41 Agriculture	♦ Annual Improvements to IFRS Standards 2018-2020: The amendment removes the requirement for entities to exclude taxation cash flows when measuring the fair value of a biological asset using a present value technique.	01 January 2022



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Annual Financial Statements for the year ended 31st March, 2021

Notes to the Financial Statements

Standard	Details of amendment	Annual periods beginning on or after
IFRS 7 Financial Instruments: Disclosures	<p>♦ Interest Rate Benchmark Reform Phase 2: The amendments to IFRS 9, IAS 39, IFRS 7, IFRS 4 and IFRS 16 amend requirements relating to changes in the basis for determining contractual cash flows of financial assets, financial liabilities and lease liabilities, hedge accounting and disclosures.</p> <p>○ The amendment to IFRS 7 requires a FZE to make additional disclosures in its financial statements so that investors can better understand the effects of IBOR reform on that FZE.</p>	Friday, 1 January 2021

IFRS 9 Financial Instruments	<p>♦ Interest Rate Benchmark Reform Phase 2: The amendments to IFRS 9, IAS 39, IFRS 7, IFRS 4 and IFRS 16 amend requirements relating to changes in the basis for determining contractual cash flows of financial assets, financial liabilities and lease liabilities, hedge accounting and disclosures.</p> <p>○ The amendments to IFRS 9 enable a FZE to apply a practical expedient to account for a change in the contractual cash flows that are required by IBOR reform by updating the effective interest rate to reflect any change arising from the reform.</p> <p>○ The amendments to IFRS 9 enable (and require) companies to continue hedge accounting in circumstances when changes to hedged items and hedging instruments arise as a result of changes required by the IBOR reform, by requiring companies to amend their hedging relationships to reflect:</p> <ul style="list-style-type: none">• designating an alternative benchmark rate as the hedged risk; or• changing the description of the hedged item, including the designated portion, or of the hedging instrument.	Friday, 1 January 2021
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SAREGAMA FZE

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Annual Financial Statements for the year ended 31st March, 2021

Notes to the Financial Statements

Standard	Details of amendment	Annual periods beginning on or after
IFRS 17 Insurance contracts	<ul style="list-style-type: none">♦ IFRS 17 creates one accounting model for all insurance contracts in all jurisdictions that apply IFRS♦ IFRS 17 requires an entity to measure insurance contracts using updated estimates and assumptions that reflect the timing of cash flows and take into account any uncertainty relating to insurance contracts.♦ The financial statements of an entity will reflect the time value of money in estimated payments required to settle incurred claims.♦ Insurance contracts are required to be measured based only on the obligations created by the contracts.♦ An entity will be required to recognise profits as an insurance service is delivered, rather than on receipt of premiums.♦ This standard replaces IFRS 4 – Insurance Contracts.	01 January 2021
IAS 1 Presentation of Financial statements	<ul style="list-style-type: none">♦ Classification of Liabilities as Current or Non-current: Narrow-scope amendments to IAS 1 to clarify how to classify debt and other liabilities as current or non-current.	01 January 2023
IAS 16 Property, Plant and Equipment	<ul style="list-style-type: none">♦ Property, Plant and Equipment: Proceeds before Intended Use: The amendments prohibit an entity from deducting from the cost of an item of property, plant and equipment any proceeds from selling items produced while bringing that asset to the location and condition necessary for it to be capable of operating in the manner intended by management. Indeed, an entity recognises the proceeds from selling such items, and the cost of producing those items, in profit or loss.	01 January 2022 
IAS 37 Provisions, Contingent Liabilities and Contingent Assets	<ul style="list-style-type: none">♦ Onerous Contracts-Cost of Fulfilling a Contract: The amendments specify which costs should be included in an entity's assessment whether a contract will be loss-making.	01 January 2022

SAREGAMA FZE

Jebel Ali Free Zone, Dubai, United Arab Emirates


Annual Financial Statements for the year ended 31st March, 2021

Notes to the Financial Statements

Standard	Details of amendment	Annual periods beginning on or after
IAS 39 Financial Instruments: Recognition and measurement	<p>♦ Interest Rate Benchmark Reform Phase 2: The amendments to IFRS 9, IAS 39, IFRS 7, IFRS 4 and IFRS 16 amend requirements relating to changes in the basis for determining contractual cash flows of financial assets, financial liabilities and lease liabilities, hedge accounting and disclosures.</p> <p>○ The amendments to IAS 39 enable (and require) companies changes required by the IBOR reform by requiring companies to hedged items and hedging instruments arise as a result of changes required by the IBOR reform by requiring companies to amend their hedging relationships to reflect:</p> <ul style="list-style-type: none">• designating an alternative benchmark rate as the hedged risk;• changing the description of the hedged item, including the designated portion, or of the hedging instrument; or• changing the description of how the entity would assess hedge effectiveness.	01 January 2021

Standards, amendments and interpretations issued and effective in the year 2020 but not relevant

The following new standards, amendments to existing standards and interpretations to published standards are mandatory for accounting periods beginning on or after 1 January, 2020 or subsequent periods, but are not relevant to the (FZE's) operations:


Standard	Details of amendment	Annual periods beginning on or after
IFRS 3 Business Combinations	<p>♦ Definition of Business: The amendments:</p> <p>○ confirmed that a business must include inputs and a process, and clarified that:</p> <ul style="list-style-type: none">'the process must be substantive; and'the inputs and process must together significantly contribute to creating outputs. <p>○ narrowed the definitions of a business by focusing the definition of outputs on goods and services provided to customers and other income from ordinary activities, rather than on providing dividends or other economic benefits directly to investors or lowering costs; and</p>	01 January 2020 

SAREGAMA FZE

Jebel Ali Free Zone, Dubai, United Arab Emirates

Annual Financial Statements for the year ended 31st March, 2021

Notes to the Financial Statements

Standard	Details of amendment	Annual periods beginning on or after
	○ added a test that makes it easier to conclude that a FZE has acquired a group of assets, rather than a business, if the value of the assets acquired is substantially all concentrated in a single assets or group of similar assets.	
IFRS 7 Financial Instruments: Disclosures	<ul style="list-style-type: none">◆ Interest Rate Benchmark Reform: The amendments to IFRS 9, IAS 39 and IFRS 7 amend requirements for hedge accounting to support the provision of useful financial information during the period of uncertainty caused by the phasing out of interest-rate benchmarks as interbank offered rates (IBORs) on hedge accounting.○ The amendments modify some specific hedge accounting requirements to provide relief from potential effects of the uncertainty caused by the IBOR reform.○ In addition, the amendments require companies to provide additional information to investors about their hedging relationships which are directly affected by these uncertainties.	01 January 2020
IFRS 9 Financial Instruments	<ul style="list-style-type: none">◆ Interest Rate Benchmark Reform: The amendments to IFRS 9, IAS 39 and IFRS 7 amend requirements for hedge accounting to support the provision of useful financial information during the period of uncertainty caused by the phasing (IBORs) on hedge accounting.○ The amendments modify some specific hedge accounting requirements to provide relief from potential effects of the uncertainty caused by the IBOR reform.○ In addition, the amendments require companies to provide additional information to investors about their hedging relationships which are directly affected by these uncertainties.	Monday, 1 June 2020 
IFRS 16 Leases	<ul style="list-style-type: none">◆ COVID-19-Related Rent Concessions: Amendment providing lessees with an exemption from assessing whether a COVID-19-related rent concession (a rent concession that reduces lease payments due on or before 30 June 2021) is a lease modification.	Monday, 1 June 2020

SAREGAMA FZE

Jebel Ali Free Zone, Dubai, United Arab Emirates

Annual Financial Statements for the year ended 31st March, 2021

Notes to the Financial Statements

Standard	Details of amendment	Annual periods beginning on or after
IAS 1 Presentation of Financial statements	♦ Definition of Material: The amendments clarify and align the definition of 'material' and provide guidance to help improve consistency in the application of that concept whenever it is used in IFRS Standards.	Wednesday, 1 January 2020
IAS 8 Accounting Policies, Changes in Accounting Estimates and Errors	♦ Definition of Material: The amendments clarify and align definition of 'material' and provide guidance to help improve consistency in the application of that concept whenever it is used in IFRS standards.	Wednesday, 1 January 2020

	31-Mar-21 AED	31-Mar-20 AED
5 Other current assets		
Advances to suppliers	15,100	15,100
Prepayments	18,136	41,764
Duties and taxes	3,796	3,796
Lease security deposits	2,100	2,100
	<u>39,132</u>	<u>62,760</u>

6 Cash and cash equivalents		
Cash in bank	<u>184,408</u>	<u>722,978</u>
	<u>184,408</u>	<u>722,978</u>

7 Related party transactions

The (FZE) in the normal course of business enters into transactions with other business enterprises that fall within the definition of related party contained in the International Accounting Standard - 24. Related parties comprise the parent FZE, fellow subsidiaries, directors, companies under common ownership and/or common management control and associate as under:

7.1 Borrowings (from holding FZE)

Saregama India Ltd*

<u>200,000</u>	<u>500,000</u>
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*Represents unsecured and repayable on demand

7.2 Due to related parties**

<u>124,147</u>	<u>30,281</u>
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**Represents the amount payable to saregama india Ltd. on account of trade.



SAREGAMA FZE

Jebel Ali Free Zone, Dubai, United Arab Emirates

Annual Financial Statements for the year ended 31st March, 2021

Notes to the Financial Statements

	31-Mar-21 AED	31-Mar-20 AED
8 Trade and other payables		
Trade payables	31,882	38,874
Advance from customers	167,450	-
Other payables	47,847	46,169
	<u>247,179</u>	<u>85,043</u>
	1-Apr-2020 to 31-Mar-2021 AED	1-Apr-2019 to 31-Mar-2020 AED
9 Revenue *		
Revenue from trading	<u>278,160</u>	<u>729,231</u>
	<u>278,160</u>	<u>729,231</u>
* The decrease in revenue is mainly on account of lockdown in first 2 quarters of FY 2020-21 due to pandemic.		
10 Cost of revenue		
Opening stock	363,955	282,118
Purchases and direct expenses	252,950	520,943
Less: Closing stock	(465,061)	(363,955)
	<u>151,844</u>	<u>439,106</u>
11 General and administration expenses		
Advertisement and sales promotion	-	171,396
Freight and forwarding charges	21,901	40,380
Royalties	38,943	109,880
Rent expenses	24,370	25,040
Salaries & other benefits	366,264	371,641
Legal, professional & visa expenses	27,499	31,000
Travelling and conveyance	1,687	4,456
Printing and communication expense	2,903	5,824
Rates and taxes	-	50,400
Insurance	9,704	22,927
Other expenses	30,620	11,201
	<u>523,891</u>	<u>844,145</u>
12 Fair value of financial instruments		

The (FZE's) financial instruments are accounted for under the historical cost convention. Fair value represents the amount at which an asset could be exchanged or a liability settled between knowledgeable, willing parties in an arm's length transaction, therefore, differences can arise between values under the historical cost method and fair value estimates. The fair value of the (FZE's) financial instruments is not materially different from the carrying value at 31st March, 2021.



SAREGAMA FZE

Jebel Ali Free Zone, Dubai, United Arab Emirates

Annual Financial Statements for the year ended 31st March, 2021

Notes to the Financial Statements

13 Interest rate risk

Significant financial instruments, other assets and other liabilities of the (FZE) as at 31st March, 2021 are not interest based.

14 Exchange rate risk

Since the main underlying currencies of the financial instruments, other assets, other liabilities and transactions including revenue, cost of revenue and expenses are in U.A.E. Dirhams, the (FZE) is not exposed to a significant exchange rate risk.

15 Events after the date of statement of financial position

There have been no material events occurring after the date of statement of financial position that require adjustment to, or disclosure in, the financial statements.

16 Contingencies and commitments

As at 31st March, 2021, the (FZE) had no contingencies and commitments.

17 Comparative figures

Previous year's figures have been regrouped/reclassified where ever necessary to conform to the presentation adopted in the current year. Figures of the (FZE) have been rounded off to nearest AED 1/-.

The notes on pages 7 to 16 form an integral part of these financial statements.

These financial statements have been approved and signed by the undersigned on 10th May, 2021.

For SAREGAMA FZE

Authorized signatory

The report of the Auditors is set on page 1 and 2.

