

Caravella Entertainment Private Limited
(Formerly known as Caravela Casino Goa Private Limited)

Audited Financial Statements for the Year Ended 31st March, 2018

Amit Desai & Co
Chartered Accountants
36, Sunbeam Apartment,
3A Pedder Road, Mumbai 400 026.
Email id : amitdesaiandco@gmail.com

Independent Auditor's Report

To the Members of CARAVELLA ENTERTAINMENT PRIVATE LIMITED (FORMERLY KNOWN AS CARAVELA CASINO GOA PRIVATE LIMITED)

REPORT ON THE FINANCIAL STATEMENTS

We have audited the accompanying financial statements of CARAVELLA ENTERTAINMENT PRIVATE LIMITED (FORMERLY KNOWN AS CARAVELA CASINO GOA PRIVATE LIMITED) ("the Company"), which comprise the Balance Sheet as at 31st March, 2018, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and 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 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 financial statements that give a true and fair view of the state of affairs (financial position), profit or loss (financial performance including other comprehensive income), cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards ("Ind AS") specified under Section 133 of the Act, read with relevant rules issued thereunder.

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 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 these 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 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. 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 these financial statements.

OPINION

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India including Ind AS specified under Section 133 of the Act, of the state of affairs (financial position) of the Company as at 31st March, 2018, and its loss (financial performance including other comprehensive income), its cash flows and the changes in equity for the year ended on that date.

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

1. As required by the Companies (Auditors' Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of Sub-Section (11) of Section 143 of the Act, we give in "Annexure A", a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by Sub-Section 3 of Section 143 of the Act, we report that:
 - (a) we have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
 - (b) in our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
 - (c) the financial statements dealt with by this report are in agreement with the books of account;
 - (d) in our opinion, the aforesaid financial statements comply with the Ind AS specified under Section 133 of the Act, read with relevant rules issued thereunder;



- (e) on the basis of the written representations received from the directors and taken on record by the Board of Directors, none of the directors are disqualified as on 31st March, 2018 from being appointed as a director in terms of Section 164(2) of the Act;
- (f) we have also audited the internal financial controls over financial reporting (IFCoFR) of the Company as on 31st March 2018 in conjunction with our audit of the financial statements of the Company for the year ended on that date and our report dated April 20, 2018 as per Annexure B expressed an unmodified opinion; and
- (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:
- i. the Company does not have any pending litigations which would impact its financial position;
 - ii. the Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;
 - iii. there were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company; and

For **Amit Desai & Co**

Chartered Accountants

ICAI Firm's Reg. No.: 130710W

Amit Desai
(Amit N. Desai)
Partner

Membership No.: 032926



Mumbai: 20 APR 2018

ANNEXURE A TO THE INDEPENDENT AUDITOR'S REPORT

[Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' in the Independent Auditor's Report of even date to the members of CARAVELLA ENTERTAINMENT PRIVATE LIMITED (FORMERLY KNOWN AS CARAVELA CASINO GOA PRIVATE LIMITED) on the financial statements for the year ended 31st March, 2018]

- (i) The Company does not have any item of property, plant and equipment and hence the provisions of clause 3(i) of the Order are not applicable to the Company.
- (ii) The Company does not have any inventories and hence provisions of clause 3(ii) of the Order are not applicable to the Company.
- (iii) The Company has not granted any loans, secured or unsecured to Companies, firms or other parties covered in the register maintained under Section 189 of the Act, hence the provisions of clause 3(iii) of the Order are not applicable to the Company.
- (iv) Based on information and explanation given to us the Company has not given any loans or made any investments or provided any guarantees or securities; hence the provisions of Clause 3(iv) of the Order are not applicable to the Company. Further the Company is exempt from Section 186, accordingly, the provisions of clause 3(iv) of the Order relating to Section 186 is not applicable.
- (v) In our opinion and according to the information and explanations given to us, the Company has not accepted any deposits from the public within the provisions of Sections 73 to 76 of the Act and the rules framed there under. Accordingly, the provisions of clause 3(v) of the Order are not applicable to the Company.
- (vi) The Central Government of India has not prescribed the maintenance of cost records under Sub-Section (1) of Section 148 of the Act, in respect of Company's products/services. Accordingly, the provisions of clause 3(vi) of the Order are not applicable to the Company.
- (vii)
 - (a) The Company is regular in depositing with appropriate authorities, 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 material statutory dues applicable to it.

And

According to the information and explanations given to us, no undisputed amounts payable in respect of 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 material statutory dues applicable to it, were outstanding, at the year end, for a period of more than six months from the date they became payable.



- (b) According to the information and explanation given to us, there are no dues with respect to income tax, sales tax, service tax, duty of customs, duty of excise, value added tax which have not been deposited on account of any dispute.
- (viii) The Company does not have any loans or borrowings from any financial institutions, banks, and Government or debenture holders during the year; hence the provisions of clause 3(viii) of the Order are not applicable to the Company.
- (ix) The Company did not raise any money by way of initial public offer or further public offer (including debt instruments) and term loans during the year. Hence the provisions of clause 3(ix) of the Order are not applicable to the Company.
- (x) During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, we have neither come across any instance of fraud by the Company or any fraud on the Company by its officers or employees, noticed or reported during the year, nor have we been informed of any such instance by the management.
- (xi) The Company has not paid or provided any managerial remuneration; hence the provisions of clause 3 (xi) of the Order are not applicable to the Company.
- (xii) In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of clause 3(xii) of the Order are not applicable to the Company.
- (xiii) As per the information and explanation given to us, all transactions entered into by the Company with the related parties are in compliance with 188 of Act, where applicable and the details have been disclosed in the financial statements etc., as required by the applicable Ind AS. Section 177 of the Act is not applicable to the Company.
- (xiv) The Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Therefore, the provisions of clause 3(xiv) of the Order are not applicable to the Company.
- (xv) The Company has not entered into any non-cash transactions with directors or persons connected with him. Therefore, the provisions of clause 3(xv) of the Order are not applicable to the Company.



(xvi) Based on the information and explanation given to us the Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934.

For **Amit Desai & Co**

Chartered Accountants

ICAI Firm Registration No. 130710W

Amit Desai

(Amit N. Desai)

Partner *Ad*

Membership No. 032926



Mumbai: **20 APR 2018**

Annexure B to the Independent Auditor's Report on the Internal Financial Controls under Clause (l) of Sub-Section 3 of Section 143 of the Companies Act, 2013 ("the Act")

In conjunction with our audit of the financial statements of CARAVELLA ENTERTAINMENT PRIVATE LIMITED (FORMERLY KNOWN AS CARAVELA CASINO GOA PRIVATE LIMITED) ("the Company") as of and for the year ended 31st March, 2018, we have audited the internal financial controls over financial reporting ("IFCoFR") of the Company of as of that date.

MANAGEMENT'S RESPONSIBILITY FOR INTERNAL FINANCIAL CONTROLS

The Company's Board of Directors 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 (the "Guidance Note") issued by the Institute of Chartered Accountants of India ("ICAI"). 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 IFCoFR based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Act, to the extent applicable to an audit of IFCoFR, and the Guidance Note issued by the ICAI. 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 IFCoFR 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 IFCoFR and their operating effectiveness. Our audit of IFCoFR included obtaining an understanding of IFCoFR, 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 judgment, 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 IFCoFR.

MEANING OF INTERNAL FINANCIAL CONTROLS OVER FINANCIAL REPORTING

A company's IFCoFR 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 IFCoFR 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 IFCoFR, 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 IFCoFR to future periods are subject to the risk that the IFCoFR 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 IFCoFR and such IFCoFR were operating effectively as at 31 March 2018, based on the IFCoFR criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of IFCoFR issued by the ICAI.

For **Amit Desai & Co**

Chartered Accountants

ICAI Firm's Reg. No.: 130710W

Amit Desai

(Amit N. Desai)

Partner

Membership No.: 032926



Mumbai: 20 APR 2018

Caravella Entertainment Private Limited
(Formerly known as Caravela Casino Goa Private Limited)
Balance Sheet As At 31st March, 2018

(Amount in Rupees)

Particulars	Note No.	As at 31st March, 2018		As at 31st March, 2017	
I. ASSETS					
Current Assets					
(a) Financial Assets					
(i) Cash & Cash Equivalents					
	2		41,517		23,552
TOTAL			41,517		23,552
II. EQUITY AND LIABILITIES					
Equity					
(a) Equity Share Capital					
(b) Other Equity					
	3	1,00,000		1,00,000	
	4	(6,54,083)	(5,54,083)	(4,23,699)	(3,23,699)
Current Liabilities					
(a) Financial Liabilities					
i) Borrowings					
	5	5,70,000		3,30,000	
ii) Trade Payables					
	6	18,900		17,250	
(b) Other Current Liabilities					
	7	6,700	5,95,600	-	3,47,250
TOTAL			41,517		23,552
The accompanying Significant Accounting Policies and notes are an integral part of these standalone financial statements					

As Per Our Report of Even Date

For Amit Desai & Co
Chartered Accountants
ICAI Firm Regn. No.130710W

Amit Desai
(Amit N. Desai)
Partner
Membership No. 032926



Mumbai:

20 APR 2018

For and on behalf of Board of Directors

Mandaj Jain
(Mandaj Jain)
Director
DIN: 03102614

Sunil Nair
(Sunil Nair)
Director
DIN: 00363692

Mumbai: **20 APR 2018**

Caravella Entertainment Private Limited
(Formerly known as Caravela Casino Goa Private Limited)
Statement of Profit & Loss For The Year Ended 31st March, 2018

(Amount in Rupees)

Particulars	Note No.	Year Ended 31st March, 2018	Year Ended 31st March, 2017
Income:			
Other Income		-	-
Total Revenue		-	-
Expenses:			
Finance Costs	8	19,357	23,383
Other Expenses	9	2,11,028	60,277
Total Expenses		2,30,385	83,660
Profit / (Loss) Before Exceptional and Tax			
Exceptional Items		(2,30,385)	(83,660)
Profit / (Loss) Before Tax		-	-
Tax Expense		(2,30,385)	(83,660)
- Current Tax		-	-
- Deferred Tax		-	-
Profit / (Loss) for the Year		(2,30,385)	(83,660)
Other Comprehensive Income			
Other Comprehensive Income for the Year		-	-
Total Comprehensive Income for the Year		(2,30,385)	(83,660)
Basic and Diluted Earning Per Share (Face Value of Rs. 10/- Each)		(23.04)	(8.37)
The accompanying Significant Accounting Policies and notes are an integral part of these financial statements			

As per Our Report of Even Date
 For Amit Desai & Co
 Chartered Accountants
 ICAI Firm Regn. No.130710W

Amit Desai
 (Amit N. Desai)
 Partner
 Membership no. 032926



For and on behalf of Board of Directors

Manoj Jain
 (Manoj Jain)
 Director
 DIN: 03102614

Sunil Nair
 (Sunil Nair)
 Director
 DIN: 00363692

Mumbai: 12 0 APR 2018

Mumbai: 20 APR 2018

Caravella Entertainment Private Limited
(Formerly known as Caravela Casino Goa Private Limited)
Cash Flow Statement for the Year Ended 31st March, 2018

(Amount in Rupees)

Sr. No.	Particulars	Year Ended 31st March, 2018	Year Ended 31st March, 2017
A.	<u>CASH FLOW FROM OPERATING ACTIVITIES</u>		
	Net Loss Before Tax and Extraordinary Items	(2,30,385)	(83,660)
	<u>Adjustments For :</u>		
	Finance Costs	19,357	23,383
	Operating Loss Before Working Capital Changes	(2,11,028)	(60,277)
	<u>Adjustments For :</u>		
	Trade Payables & Other Liabilities	8,350	85,800
	Cash Generated From / (Used In) Operations	(2,02,678)	25,523
	Less: Taxes Paid (Net of Refund)	-	-
	Net Cash Flow Generated From/(Used in) Operating Activities (A)	(2,02,678)	25,523
B.	<u>CASH FLOW FROM INVESTING ACTIVITIES</u>		
	Net Cash Flow from/(used in) Investing Activities (B)	-	-
C.	<u>CASH FLOW FROM FINANCING ACTIVITIES</u>		
	Finance Costs	(19,357)	(23,383)
	Net Proceeds from Borrowings	2,40,000	-
	Net Cash Flow from/(used in) Financing Activities (C)	2,20,643	(23,383)
	Net Increase/ (Decrease) In Cash and Cash Equivalents (A + B + C)	17,965	2,140
	Cash & Cash Equivalents as at Beginning of the Year	23,552	21,412
	Cash & Cash Equivalents as at the End of the Year	41,517	23,552
	Reconciliation of cash and cash equivalents as per the cash flow statement		
	<u>Component of Cash and Cash Equivalents Includes:</u>		
	Bank Balances		
	In Current Accounts	41,517	23,552

Notes :

- The above Cash Flow Statement has been prepared under the 'Indirect Method' as set out in the Ind AS 7 on Statement of Cash Flow .
- Figures in bracket indicates cash outflow.

As Per Our Report of Even Date

For Amit Desai & Co

Chartered Accountants

ICAI Firm Regn. No.130710W

Amit Desai
(Amit N. Desai)
 Partner



Membership no. 032926

For and on behalf of Board of Directors

Manoj Jain
(Manoj Jain)
 Director
 DIN: 03102614

Sunil Nair
(Sunil Nair)
 Director
 DIN: 00363692

Mumbai: **20 APR 2018**

Mumbai: **20 APR 2018**

Caravela Entertainment Private Limited
(Formerly known as Caravela Casino Goa Private Limited)
Statement of Changes in Equity for the Year Ended 31st March, 2018

(Amount in Rupees)

A) Equity Share Capital	Amount
Balance as at 1st April, 2016	1,00,000
Changes in Equity Share Capital	-
As at 31st March, 2017	1,00,000
Changes in Equity Share Capital	-
As at 31st March, 2018	1,00,000

(Amount in Rupees)

Particulars	Other Equity		Total
	Reserve and Surplus Retained Earnings	Other Comprehensive Income	
Balance as on 1st April, 2016			
Profit / (Loss) for the Year	(3,40,038)	-	(3,40,038)
Balance as on 31st March, 2017	(83,660)	-	(83,660)
Balance as on 1st April, 2017	(4,23,699)	-	(4,23,699)
Changes in equity for the year ended March 31, 2018	(4,23,699)	-	(4,23,699)
Profit / (Loss) for the year	(2,30,385)	-	(2,30,385)
Balance as on 31st March, 2018	(6,54,083)	-	(6,54,083)

The accompanying notes form an integral part of these standalone financial statements.

As Per Our Report of Even Date
 For Amit Desai & Co
 Chartered Accountants
 ICAI Firm Regn. No.130710W

(Amit N. Desai)
 Partner
 Membership no. 032926



For and on behalf of Board of Directors


(Manoj Jind)
 Director
 DIN: 03102614


(Sunil Nair)
 Director
 DIN: 00363692

Mumbai: 20 APR 2018

Mumbai: 20 APR 2018

Notes to the Financial Statements for the Year Ended 31st March, 2018

1 Statement of Significant Accounting Policies

Company Overview

Caravella Entertainment Private Limited (Formerly known as Caravela Casino Goa Private Limited), incorporated in the year 2010. The Company is engaged in Gaming Segment. The name of Company and registered office has been changed during the year.

a) **Basis for Preparation of Financial Statements**

i) **Compliance with Ind AS**

These financial statements have been prepared in accordance with the Indian Accounting Standards (hereafter referred to as the "Ind As") as notified by the Ministry of Corporate Affairs pursuant to Section 133 of Companies Act, 2013 (the "Act") read with the Companies (Indian Accounting Standards (Ind AS) Rules, 2015 as amended and other relevant provisions of the Act and rules framed thereunder.

ii) **Historical cost convention**

The financial statements have been prepared on a historical cost basis, except certain financial assets and liabilities which are measured at fair values.

iii) **Current and Non-Current classification**

All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle (twelve months) and other criteria set out in the Schedule III to the Act

b) **Property, Plant and Equipment (including Capital work-in-progress)**

There are no items of Property, Plant and Equipment in the Company.

c) **Inventories**

There is no inventories in the Company.

d) **Segment Reporting**

Operating segments are reported in a manner consistent with the internal reporting provided to the chief decision maker. Based on the "management approach" as defined in Ind AS 108 – Operating Segments, the Chief Operating Decision Maker (CODM) evaluates the Company's performance and allocates resources based on an analysis of various performance indicators by business segments. Accordingly, information has been presented along with Business Segments. The Company is Operating in only one segment. i.e. Gaming Segment.

e) **Borrowings**

Borrowing are initially recognized at net of transaction costs incurred and measured at amortised cost. Borrowings are classified as current liabilities unless the Company has an unconditional right to defer the settlement of the liability for at least 12 months after the reporting period.

Effective Interest method

The effective interest method is a method of calculating the amortised cost of a debt instrument and of allocating interest expenses over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash payment (including all fees and points paid or received that form an integral part of the effective interest rate, transaction costs and other premiums or discounts) through the expected life of the debt instrument, or, where appropriate, a shorter period, to the gross carrying amount on initial recognition.



f) **Revenue Recognition**

Revenue is measured at the value of the consideration received or receivable. The Company recognises revenue when the amount of revenue can be reliably measured, it is probable that future economic benefits will flow to the Company and specific criteria have been met for each of the Company's activities as described below.

i) **Revenue from Sale of goods & services**

Sale of Goods & Services are recognized when significant risks and rewards of ownership are passed on to customers or when the full / complete services have been provided. Sales are stated at contractual realizable value.

ii) **Interest Income**

Interest income from a financial asset is recognised when it is probable that the economic benefits will flow to the company and the amount of income can be measured reliably. Interest income is accrued on a timely basis, by reference to the amortised cost and at the effective interest rate applicable, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to that asset's net carrying amount on initial recognition.

g) **Employee Benefits**

There is no employee in the Company.

h) **Foreign currency transactions**

There is no foreign transaction during the year.

i) **Income Tax**

The tax expense for the period comprises current and deferred tax. Tax is recognised in Statement of Profit and Loss, except to the extent that it relates to items recognised in the comprehensive income or in equity. In which case, the tax is also recognised in other comprehensive income or equity.

Current Tax

Current tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities, based on tax rates and laws that are enacted or substantively enacted at the Balance sheet date.

Deferred Tax

Deferred tax is recognised on temporary differences arising between the tax bases of assets and liabilities used in the computation of taxable profit and their carrying amount in the financial statement. Deferred tax assets and liabilities are measured using tax rates (and laws) that have been enacted or substantially enacted by the end of the reporting period. The carrying amount of deferred tax liabilities and assets are reviewed at the end of each reporting period.

Deferred tax assets are recognised for all deductible temporary differences and unused tax losses, only if, it is probable that future taxable amounts will be available to utilise those temporary differences and losses

Deferred tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets and liabilities and when the deferred tax balances relate to the same taxation authority. Current tax assets and tax liabilities are off set where the Company has a legally enforceable right to offset and intends either to settle on a net basis, or to realize the asset and settle the liability simultaneously.

Minimum Alternate Tax (MAT)

Minimum Alternate Tax credit is recognised as deferred tax asset only when and to the extent there is convincing evidence that the Company will pay normal income tax during the specified period. Such asset is reviewed at each Balance Sheet date and the carrying amount of the MAT credit asset is written down to the extent there is no longer a convincing evidence to the effect that the Company will pay normal income tax during the specified period.

j) **Earnings Per Share**

Basic Earnings per Share

Basic earnings per share is calculated by dividing the profit attributable to owners of the company by the weighted average number of equity shares outstanding during the financial year. Earnings considered in ascertaining the Company's earnings per share is the net profit for the period.

Diluted earnings per share

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

k) **Financial Instruments**

A financial instrument is any contract that gives rise to a financial asset in one entity and a financial liability or equity instrument in another entity.

i) **Financial Assets**

A. **Initial recognition and measurement**

All financial assets and liabilities are initially recognized at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities, which are not at fair value through profit or loss, are adjusted to the fair value on initial recognition. Purchase and sale of financial assets are recognised using trade date accounting.



B. Subsequent measurement

a) Financial assets carried at amortised cost (AC)

A financial asset is measured at amortised cost if it is held within a business model whose objective is to hold the asset in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

b) Financial assets at fair value through other comprehensive income (FVTOCI)

A financial asset is measured at FVTOCI if it is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

c) Financial assets at fair value through profit or loss (FVTPL)

A financial asset which is not classified in any of the above categories are measured at FVTPL.

C. Impairment of Financial Assets

In accordance with Ind AS 109, the company applies the expected credit loss model for evaluating impairment of financial assets other than those measured at fair value through profit and loss (FVTPL).

Expected credit losses are measured through a loss allowance at an amount equal to:

The twelve months expected credit losses (expected credit losses that result from those default events on the financial instrument that are possible with 12 months after the reporting date); or

Full lifetime expected credit losses (expected credit losses that result from all possible default events over the life of the financial instrument)

For trade receivables Company applies 'simplified approach' which requires expected lifetime losses to be recognised from initial recognition of the receivables. The Company uses historical default rates to determine impairment loss on the portfolio of trade receivables. At every reporting date these historical default rates are reviewed and changes in the forward looking estimates are analysed.

For other assets, the Company uses 12 months ECL to provide for impairment loss where there is no significant increase in credit risk. If there is significant increase in credit risk full lifetime ECL is used.

i) Financial Liabilities

Initial Recognition and measurement

All financial liabilities are recognised initially at fair value and, in the case of loans, net of directly attributable transaction costs.

Subsequent measurement

Financial liabilities at FVTPL

Financial liabilities at FVTPL include financial liabilities held for trading and financial liabilities designated upon initial recognition as FVTPL. Financial liabilities are classified as held for trading if they are incurred for the purpose of repurchasing in the near term. Gains or losses on liabilities held for trading are recognised in the Statement of Profit and Loss.

Financial guarantee contracts issued by the Company are those contracts that require a payment to be made to reimburse the holder for a loss it incurs because the specified debtor fails to make a payment when due in accordance with the terms of a debt instrument. Financial guarantee contracts are recognised initially as a liability at fair value, adjusted for transaction costs that are directly attributable to the issuance of the guarantee. Subsequently, the liability is measured at the higher of the amount of loss allowance determined as per impairment requirements of Ind AS 109 and the amount recognised less cumulative amortisation. Amortisation is recognised as finance income in the Statement of Profit and Loss.

For trade and other payables maturing within one year from the balance sheet date, the carrying amounts approximate fair value due to the short term maturity of these instruments.

Financial liabilities at amortised cost

After initial recognition, interest-bearing loans are subsequently measured at amortised cost using the effective interest rate method.

Where the terms of a financial liability is re-negotiated and the Company issues equity instruments to a creditor to extinguish all or part of the liability (debt for equity swap), a gain or loss is recognised in the Statement of Profit and Loss; measured as a difference between the carrying amount of the financial liability and the fair value of equity instrument issued.

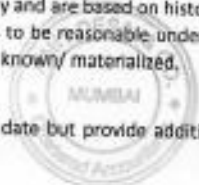
Offsetting financial instruments

Financial assets and financial liabilities are offset and the net amount is reported in the balance sheet if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, to realise the assets and settle the liabilities simultaneously.

ii) Significant management judgments in applying accounting policies and estimation uncertainty

The estimates and judgments used in the preparation of the financial statements are continuously evaluated by the Company and are based on historical experience and various other assumptions and factors (including expectations of future events) that the Company believes to be reasonable under the existing circumstances. Difference between actual results and estimates are recognized in the period in which the results are known/materialized.

The said estimates are based on the facts and events, that existed as at the reporting date, or that occurred after that date but provide additional evidence about conditions existing on the reporting date.



Impairment of non-financial assets

Assessment is done at each Balance Sheet date to evaluate whether there is any indication that a non-financial asset may be impaired. If any indication exists, the Company estimates the asset's recoverable amount. An asset's recoverable amount is the higher of an asset's or Cash Generating Units (CGU's) fair value less costs of disposal and its value in use. It is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or a groups of assets. Where the carrying amount of an asset or CGU exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount.

In assessing value in use, the estimated future cash flows are discounted to their present value using pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. In determining fair value less costs of disposal, recent market transactions are taken into account, if no such transactions can be identified, an appropriate valuation model is used.

Recoverability of trade receivable

Judgments are required in assessing the recoverability of overdue trade receivables and determining whether a provision against those receivables is required. Factors considered include the credit rating of the counterparty, the amount and timing of anticipated future payments and any possible actions that can be taken to mitigate the risk of non-payment.

Provisions and Contingent Liabilities

Provisions are recognised when the Company has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources will be required to settle the obligation and the amount can be reliably estimated.

If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.

Contingent Liabilities are disclosed in respect of possible obligations that arise from past events but their existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company or where any present obligation cannot be measured in terms of future outflow of resources or where a reliable estimate of the obligation cannot be made.

Impairment of financial assets

The impairment provisions for financial assets are based on assumptions about risk of default and expected cash loss rates. The Company uses judgement in making these assumptions and selecting the inputs to the impairment calculation, based on Company's past history, existing market conditions as well as forward looking estimates at the end of each reporting period.

Fair value measurement

Management uses valuation techniques to determine the fair value of financial instruments (where active market quotes are not available) and non-financial assets. This involves developing estimates and assumptions consistent with how market participants would price the instrument. Management bases its assumptions on observable data as far as possible but this is not always available. In that case management uses the best information available. Estimated fair values may vary from the actual prices that would be achieved in an arm's length transaction at the reporting date.



Caravelle Entertainment Private Limited
(Formerly known as Caravelle Casino Goa Private Limited)
Notes to the Financial statements for the Year Ended 31st March, 2018

(Amount in Rupees)

Cash & Cash Equivalents	As at	
	31.03.2018	31.03.2017
	Cash and Cash Equivalents	
Balances with Bank in a Current Account	41,517	23,552
Total	41,517	23,552

Equity Share Capital	As at 31st March, 2018		As at 31st March, 2017	
	No.	Rs.	No.	Rs.
	Authorised:			
Equity Shares of Rs.10/- Each	10,000	1,00,000	10,000	1,00,000
Total		1,00,000		1,00,000
Issued, Subscribed And Fully Paid-Up:				
Equity Shares of Rs. 10/- Each	10,000	1,00,000	10,000	1,00,000
Total		1,00,000		1,00,000

a) Reconciliation of the Equity Shares at the Beginning and at the End of the Reporting Year

Particulars	As at 31st March, 2018		As at 31st March, 2017	
	Equity Shares		Equity Shares	
	No.	Rs.	No.	Rs.
At the Beginning of the Year	10,000	1,00,000	10,000	1,00,000
Issued During the Year	-	-	-	-
Bought Back During the Year	-	-	-	-
Outstanding at the End of the Year	10,000	1,00,000	10,000	1,00,000

b) Terms/Rights Attached to Equity Shares

The Company has only one class of Equity Shares having a par value of Rs.10/- per share. Each holder of Equity Shares is entitled to one vote per share. In the event of liquidation of the Company, the holders of Equity Shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of Equity Shares held by the shareholders.

c) Details of Shareholders Holding More Than 5 % Shares in the Company

Particulars	As at 31st March, 2018		As at 31st March, 2017	
	No. of Shares Held	% of Holding	No. of Shares Held	% of Holding
	Delta Corp Limited - Holding Company	10,000	100.00	-
AAA Holding Trust	-	-	10,000	100.00

Other Equity	(Amount in Rupees)	
	As at	
	31.03.2018	31.03.2017
Surplus / (Deficit) as per Statement of Profit & Loss		
Opening Balance		(3,40,038)
(+) Net Loss For the Current Year	(4,23,699)	(83,660)
Closing Balance	(6,54,083)	(4,23,699)
Total	(6,54,083)	(4,23,699)

Borrowings	(Amount in Rupees)	
	As at	
	31.03.2018	31.03.2017
Unsecured Borrowings		
Loan from a Related Party (Interest Free and Repayable on Demand)	5,70,000	3,30,000
Total	5,70,000	3,30,000



Caravela Entertainment Private Limited
(Formerly known as Caravela Casino Goa Private Limited)
Notes to the Financial statements for the Year Ended 31st March, 2018

		(Amount in Rupees)	
		As at	
		31.03.2018	31.03.2017
Trade Payables			
- Micro, Small and Medium Enterprises		-	-
- Others		18,900	17,250
Total		18,900	17,250

Details of dues to Micro and Small Enterprises as defined under the MSMED Act, 2006.

The Company has sent letters to suppliers to confirm whether they are covered under the Micro, Small and Medium Enterprises Development Act, 2006 as well as whether they have file required memorandum with the prescribed authorities. Based on the confirmation received, if any, the detail of outstanding are as under:

Particulars	(Amount in Rupees)	
	As at	
	31.03.2018	31.03.2017
The principal amount remaining unpaid at the end of the year	-	-
The interest amount remaining unpaid at the end of the year	-	-
The amount of interest paid by the buyer in terms of Section 16 of the MSMED Act, 2006 along with the amount of the payment made to the supplier beyond the appointed day during the year	-	-
The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under the MSMED Act, 2006	-	-
The amount of interest accrued and remaining unpaid at the end of each accounting year	-	-
The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise for the purpose of disallowance as a deductible expenditure under Section 23 of the MSMED Act 2006	-	-

		(Amount in Rupees)	
		As at	
		31.03.2018	31.03.2017
Other Current Liabilities			
Duties and Taxes		4,200	-
Professional Tax Payable		2,500	-
Total		6,700	-

		(Amount in Rupees)	
		Year Ended 31st March	
		2018	2017
Finance Costs			
Interest		-	-
Other Borrowing Costs		19,357	23,383
Total		19,357	23,383

		(Amount in Rupees)	
		Year Ended 31st March	
		2018	2017
Other Expenses			
Auditor's Remuneration		-	-
- Audit Fees		42,395	28,750
- Out of Pocket Expenses		590	1,148
Advertisement Expenses		42,985	29,898
Rent & Taxes		39,600	-
Filing Fees		2,500	-
Legal & Professional Fees		20,767	1,397
		1,05,175	28,982
Total		2,11,028	60,277

Note 11: Other Notes to the Financial Statements

- a In the opinion of the Directors there were no contingent liabilities as at the balance sheet date.
- b **Segment Disclosures**
Since there is only one segment in which Company is operating, segment reporting as required under the Ind AS 108 on "Operating Segment" is not applicable.
- c Various Debit and Credit balances are subject to confirmations/reconciliation and consequent adjustments, if any. The Company is of the view that reconciliation(s), if any, arising out of final settlement of accounts with these parties is not likely to have any material impact on the accounts. The Current Assets, Loan & Advances are stated in the balance sheet at the amounts which are at least realizable in ordinary course of business.
- d The Net Worth of the Company is completely eroded, however, the Management has confirmed to provide the financial support to the Company.
- e **Related Party Disclosures**
Information in accordance with the requirements of Indian Accounting Standard 24 on Related Party Disclosures.
(A) Related parties and transactions with them during the year as identified by the Management are given below:
(i) **Holding Company**
Delta Corp Limited (DCL) from 03.04.2017
AAA Holding Trust (AHT) till 02.04.2017
(ii) **Key Management Personnel's (KMPs):**
Mr. Sunil Nair (SN) - Director
(iii) **Other Related Parties Where Common Control Exists:**
Hightreet Cruises & Entertainment Private Limited (HCEPL)
Aarti Management Consultancy Private Limited (AMCPL)



(B) Details of transactions carried out with Related Parties :

(Amount in Rupees)

Particulars of Transactions	Holding Company		Other Related Party Where Common Control Exists		Total	
	2017-18	2016-17	2017-18	2016-17	2017-18	2016-17
Unsecured Loan Taken / (Repaid)						
DCL	3,00,000	20,000	-	-	3,00,000	20,000
AMCPL	-	-	(60,000)	60,000	(60,000)	60,000
Total :	3,00,000	20,000	(60,000)	60,000	2,40,000	80,000
Sharing of Resources *						
DCL	-	-	-	-	-	-
HCEPL	-	-	-	-	-	-
Total :	-	-	-	-	-	-
Closing Balance as on						
Unsecured Loan Taken						
DCL	5,70,000	2,70,000	-	-	5,70,000	2,70,000
AMCPL	-	-	-	60,000	-	60,000
Total :	5,70,000	2,70,000	-	60,000	5,70,000	3,30,000

*Transactions are of non-monetary consideration.



Caravelle Entertainment Private Limited
(Formerly known as Caravelle Casino Goa Private Limited)
Notes to the Financial statements for the Year Ended 31st March, 2018

f Earnings Per Share:

Particulars	(Amount in Rupees)	
	2017-18	2016-17
Net Loss After Tax	(2,30,385)	(83,660)
Numerator Used for Calculating Earnings Per Share	(2,30,385)	(83,660)
Weighted Average Number of Equity Shares Used as Denominator for Calculating Basic & Diluted Earnings Per Share	10,000	10,000
Basic and Diluted Earnings Per Share	(23.04)	(8.37)
Nominal Value Per Equity Share	10.00	10.00

e Liquidity Risk

Prudent liquidity risk management implies maintaining sufficient cash and marketable securities and the availability of funding through an adequate amount of committed credit facilities to meet obligations when due and to close out market positions. Due to the dynamic nature of the underlying businesses, Company treasury maintains flexibility in funding by maintaining availability under committed credit lines. Management monitors rolling forecasts of the Company's liquidity position (comprising the undrawn borrowing facilities below) and cash and cash equivalents on the basis of expected cash flows.

Maturity Profile of Financial Liabilities as on: (Amount in Rupees)

Maturities of Financial Liabilities	March 31, 2018		
	0 to 1 year	1 to 5 years	5 years & above
Borrowings	5,70,000	-	-
Trade Payables	18,900	-	-
	<u>5,88,900</u>	<u>-</u>	<u>-</u>

Maturities of Financial Liabilities	March 31, 2017		
	0 to 1 year	1 to 5 years	5 years & above
Borrowings	3,30,000	-	-
Trade Payables	17,250	-	-
	<u>3,47,250</u>	<u>-</u>	<u>-</u>

h The income tax expense for the year can be reconciled to the accounting profit as follows:

Particulars	(Amount in Rupees)	
	2017-18	2016-17
Profit / (Loss) before tax from continuing operations	(2,30,385)	(83,660)
Income tax expense calculated at Nil % (2016-17: Nil%)	Nil	Nil

The Company has incurred losses so there is no tax provision in the books. The tax rate used for the reconciliations above is the corporate tax rate of Nil % (for the year 2017-18 and 2016-17) payable by corporate entities in India on taxable profits under tax law in Indian jurisdiction. Consequent to reconciliation items shown above, the effective tax rate is Nil % (Financial Year 2016-17: Nil %)



Caravella Entertainment Private Limited
 (Formerly known as Caravela Casino Goa Private Limited)
 Notes to Standalone financial statements for the Year Ended March 31, 2018

i Fair Value Disclosures

a) Categories of Financial Instruments:	March 31, 2018			March 31, 2017		
	FVTOCI	Amortised Cost	FVTPL	FVTOCI	Amortised Cost	FVTPL
Financial Assets						
Cash and Cash Equivalents	-	41,517	-	-	23,552	-
	-	41,517	-	-	23,552	-
Financial Liabilities						
Borrowings	-	5,70,000	-	-	3,30,000	-
Trade Payables	-	18,900	-	-	17,250	-
	-	5,88,900	-	-	3,47,250	-



Caravello Entertainment Private Limited
(Formerly known as Caravello Casino Goa Private Limited)
Notes to the Financial statements for the Year Ended 31st March, 2018

j) Capital Risk Management

The Company manages its capital to ensure that it will be able to continue as going concern while maximising the return to stakeholders through the optimisation of the debt and equity balance. The capital structure of the Company consists of net debt (borrowings as detailed in notes 5 and offset by cash and bank balances) and total equity of the Company.

The Company determines the amount of capital required on the basis of annual as well as long term operating plans and other strategic investment plans. The funding requirements are met through long-term and short-term borrowings. The Company monitors the capital structure on the basis of total debt to equity ratio and maturity profile of the overall debt portfolio of the Company.

Particulars	March 31, 2018	March 31, 2017
The capital components of the Company are as given below:		
Total Equity	(5,54,083)	(3,23,699)
Short Term Borrowings	5,70,000	3,30,000
Total Debt	5,70,000	5,30,000
Cash & Cash Equivalents	41,517	23,552
Net Debt	5,28,483	3,06,448
Debt Equity Ratio	(0.95)	(0.95)

k) The Financial Statements were authorised for issue by the directors on

20 APR 2018

For and on behalf of the Board of Directors



Mang Jain
 (Mang Jain)
 Director
 DIN: 05102614

Sunil Nair
 (Sunil Nair)
 Director
 DIN: 00363692

Mumbai :

20 APR 2018

Mumbai :