

ಶ್ರೀ ಕಂಠೀರವ ಸ್ಟುಡಿಯೋಸ್ ನಿಯಮಿತ

ಕಂಠೀರವ ನಗರ, ಬೆಂಗಳೂರು - 560 096

SREE KANTEERAVA STUDIOS LIMITED

KANTEERAVA NAGAR, BANGALORE - 560 096
Ph : 23378611 / 23370603



52ನೇ ವಾರ್ಷಿಕ ವರದಿ

2017-2018

52nd Annual Report

2017-2018

FOR THE PERIOD ENDED 31ST MARCH 2018

ಶ್ರೀ ಕಂಠೀರವ ಸ್ಟುಡಿಯೋಸ್ ನಿಯಮಿತ,

ಕಂಠೀರವನಗರ ಬೆಂಗಳೂರು-560 096.

ನಿರ್ದೇಶಕ ಮಂಡಳಿ 01-04-2017 ರಿಂದ 31-03-2018

1. ಶ್ರೀಮತಿ ಅಶ್ವಿನಿ ಕೃಷ್ಣಮೂರ್ತಿ	ಅಧ್ಯಕ್ಷರು	02.11.2016 ರಿಂದ 27.10.2017
2. ಶ್ರೀಮತಿ ಮೀನಾಕ್ಷಿ ಸಂಗ್ರಾಮ್	ಅಧ್ಯಕ್ಷರು	27.10.2017 ರಿಂದ
3. ಶ್ರೀ. ಎಂ. ಲಕ್ಷ್ಮಿನಾರಾಯಣ, ಭಾ.ಆ.ಸೇ., ಸರ್ಕಾರದ ಪ್ರಧಾನ ಕಾರ್ಯದರ್ಶಿಗಳು, ವಾರ್ತಾ ಮತ್ತು ಸಾರ್ವಜನಿಕ ಸಂಪರ್ಕ ಇಲಾಖೆ,	ನಿರ್ದೇಶಕರು	14.02.2017 ರಿಂದ 15.09.2017
4. ಶ್ರೀ ಪಿ. ಮಣಿವಣ್ಣನ್, ಭಾ.ಆ.ಸೇ., ಸರ್ಕಾರದ ಪ್ರಧಾನ ಕಾರ್ಯದರ್ಶಿಗಳು, ವಾರ್ತಾ ಮತ್ತು ಸಾರ್ವಜನಿಕ ಸಂಪರ್ಕ ಇಲಾಖೆ,	ನಿರ್ದೇಶಕರು	15.09.2017 ರಿಂದ
5. ಶ್ರೀ. ಎನ್. ಆರ್. ವಿಶ್ವಕುಮಾರ್ ನಿರ್ದೇಶಕರು, ವಾರ್ತಾ ಮತ್ತು ಸಾರ್ವಜನಿಕ ಸಂಪರ್ಕ ಇಲಾಖೆ,	ನಿರ್ದೇಶಕರು	04.09.2012 ರಿಂದ 15.09.2017
6. ಡಾ ಪಿ. ಎಸ್. ಹರ್ಷ, ಬಿ.ಪಿ.ಎಸ್ ಆಯುಕ್ತರು, ವಾರ್ತಾ ಮತ್ತು ಸಾರ್ವಜನಿಕ ಸಂಪರ್ಕ ಇಲಾಖೆ,	ನಿರ್ದೇಶಕರು	15.09.2017 ರಿಂದ
7. ಶ್ರೀ. ಬಿ. ಎಲ್. ರಮೇಶ್ ಉಪಕಾರ್ಯದರ್ಶಿ-2, ಆರ್ಥಿಕ ಇಲಾಖೆ,	ನಿರ್ದೇಶಕರು	08.07.2016 ರಿಂದ
8. ಶ್ರೀ. ಸದಾಶಿವ ಉಲ್ಲಾಳ್	ನಿರ್ದೇಶಕರು	07.04.2016 ರಿಂದ
9. ಶ್ರೀ. ಎಸ್. ಎಂ. ಪಾಟೀಲ್	ನಿರ್ದೇಶಕರು	07.04.2016 ರಿಂದ
10. ಶ್ರೀ. ಚಂದ್ರಶೇಖರ್, ಹೆಚ್. ಸಿ	ನಿರ್ದೇಶಕರು	07.04.2016 ರಿಂದ
11. ಶ್ರೀ. ವಾಸಿಲ್ ಅಲಿ ಖಾನ್	ನಿರ್ದೇಶಕರು	07.04.2016 ರಿಂದ
12. ಶ್ರೀ. ಬಿ. ಕುಮಾರಸ್ವಾಮಿ	ನಿರ್ದೇಶಕರು	07.04.2016 ರಿಂದ
13. ಶ್ರೀ. ಲೋಕೇಶಪ್ಪ	ನಿರ್ದೇಶಕರು	07.04.2016 ರಿಂದ
14. ಶ್ರೀ. ಎನ್. ರವಿ.	ನಿರ್ದೇಶಕರು	07.04.2016 ರಿಂದ
15. ಶ್ರೀ. ಜಿ. ಪುಟ್ಟರಾಜು	ನಿರ್ದೇಶಕರು	07.04.2016 ರಿಂದ
16. ಶ್ರೀ. ರಾಜೇಂದ್ರ ಪ್ರಸಾದ್	ನಿರ್ದೇಶಕರು	07.04.2016 ರಿಂದ
17. ಶ್ರೀ. ಕೆ. ಮೋಹನ್‌ದೇವ್ ಆಳ್ವ	ನಿರ್ದೇಶಕರು	27.12.1995 ರಿಂದ
18. ಶ್ರೀ. ಕೆ. ಸುಭಾಷ್ ನಾಯ್ಡು	ನಿರ್ದೇಶಕರು	29.09.2016 ರಿಂದ
19. ಶ್ರೀ. ಎಸ್. ಶಂಕರಪ್ಪ	ವ್ಯವಸ್ಥಾಪಕ ನಿರ್ದೇಶಕರು	03.03.2015 ರಿಂದ

ನೋಂದಣಿ ಕಛೇರಿ:
ಶ್ರೀ ಕಂಠೀರವ ಸ್ಟುಡಿಯೋಸ್ ನಿಯಮಿತ,
ಕಂಠೀರವ ನಗರ
ಬೆಂಗಳೂರು-560 096
ಫೋನ್: 23378611 / 23370603

ಶಾಸನಬದ್ಧ ಲೆಕ್ಕಪರಿಶೋಧಕರು:
ಮೆ|| ಬಿ. ಎಸ್. ಪ್ರಕಾಶ್ & ಕಂಪನಿ
ಚಾರ್ಟೆಡ್ ಅಕೌಂಟೆಂಟ್ಸ್,
ನಂ.40, ಫ್ಲಾಟ್ ನಂ-1, ಲಕ್ಷ್ಮಿ ಕಾಂಪ್ಲೆಕ್ಸ್,
ಬೆಂಗಳೂರು ಮೆಡಿಕಲ್ ಕಾಲೇಜ್ ಹತ್ತಿರ,
ಕೆ.ಆರ್.ನಗರ, ಬೆಂಗಳೂರು-560 002.
ಫೋನ್: 26706939

ಶ್ರೀ ಕಂಠೀರವ ಸ್ಟುಡಿಯೋಸ್ ನಿಯಮಿತ

ಕಂಠೀರವನಗರ, ಬೆಂಗಳೂರು-560 096.

ಶ್ರೀ ಕಂಠೀರವ ಸ್ಟುಡಿಯೋಸ್ ನಿಯಮಿತ ಸಂಸ್ಥೆಯ 52ನೇ ಸರ್ವ ಸದಸ್ಯರ ವಾರ್ಷಿಕ ಸಭೆಯು ಮೇಲ್ಕಂಡ ವಿಳಾಸದಲ್ಲಿರುವ ಸಂಸ್ಥೆಯ ನೋಂದಾಯಿತ ಕಛೇರಿಯಲ್ಲಿ ದಿನಾಂಕ: 28.11.2018ನೇ ಬುಧವಾರ ಬೆಳಿಗ್ಗೆ: 11.30 ಗಂಟೆಗೆ ಈ ಕೆಳಗೆ ಕಾಣಿಸಿರುವ ಕಾರ್ಯ ನಿರ್ವಹಣೆಗಾಗಿ ನಡೆಯುವುದೆಂದು ಈ ಮೂಲಕ ತಿಳಿವಳಿಕೆ ನೀಡಲಾಗಿದೆ.

ವಿಶೇಷ ಸೂಚಿ

ಸಾಮಾನ್ಯ ವ್ಯವಹಾರ (Ordinary Business)

1. ದಿನಾಂಕ: 31ನೇ ಮಾರ್ಚ್ 2018 ಅಂತಿಮಗೊಂಡಿರುವ ಆಸ್ತಿ ಮತ್ತು ಹೊಣೆಗಾರಿಕೆ ಪಟ್ಟಿ ಹಾಗೂ ಅದೇ ಸಾಲಿನ ವ್ಯಾಪಾರ ಮತ್ತು ಲಾಭ-ನಷ್ಟ ತಃಖ್ತೆಯನ್ನು ಆಡಿಟರ್‌ರವರ ವರದಿ, ಭಾರತದ ಮಹಾಲೇಖಪಾಲಕರ ವ್ಯಾಖ್ಯಾನ ಮತ್ತು ನಿರ್ದೇಶಕರುಗಳು ವಾರ್ಷಿಕ ವರದಿಯೊಂದಿಗೆ ಸ್ವೀಕರಿಸಿ ಅಂಗೀಕರಿಸಲಾಗುವುದು.
2. ಮಂಡಳಿಯ ನಿರ್ದೇಶಕರಾದ ಶ್ರೀ ಸುಭಾಷ್ ಕೆ ನಾಯ್ಡು ಸರದಿಯ ಪ್ರಕಾರ ನಿವೃತ್ತಿ ಹೊಂದಲಿದ್ದು, ಅವರ ಸ್ಥಾನಕ್ಕೆ ನಿರ್ದೇಶಕರನ್ನು ಚುನಾಯಿಸುವುದು.

ನಿರ್ದೇಶಕ ಮಂಡಳಿಯ ಪರವಾಗಿ ಮತ್ತು ಆದೇಶದಂತೆ,

ಸಹಿ/-

(ಎಂ.ಆರ್.ಮಮತ)

ವ್ಯವಸ್ಥಾಪಕ ನಿರ್ದೇಶಕರು

ಸ್ಥಳ: ಬೆಂಗಳೂರು

ದಿನಾಂಕ: 26.10.2018

ಸೂಚನೆ:

- ಅ) ಸಭೆಯಲ್ಲಿ ಹಾಜರಿದ್ದು ಮತ ಚಲಾಯಿಸುವ ಅಧಿಕಾರವುಳ್ಳ ಸದಸ್ಯರು ತಮ್ಮ ಪರವಾಗಿ ಸಭೆಯಲ್ಲಿ ಹಾಜರಿದ್ದು ಮತ ಚಲಾಯಿಸಲು ಪ್ರತಿನಿಧಿಯನ್ನು (ಪ್ರಾಕ್ಸಿ) ನೇಮಕ ಮಾಡುವ ಅಧಿಕಾರವುಳ್ಳವರಾಗಿರುತ್ತಾರೆ. ಅಂತಹ ಪ್ರತಿನಿಧಿಯು ಕಂಪನಿ ಸದಸ್ಯನಾಗಿರಬೇಕಾಗಿಲ್ಲ. (ಪ್ರಾಕ್ಸಿ ನಮೂನೆಯನ್ನು ಲಗತ್ತಿಸಿದೆ)
- ಆ) ಪ್ರತಿನಿಧಿಯ (ಪ್ರಾಕ್ಸಿ) ವಿವರವನ್ನು ಕಛೇರಿಗೆ ಸಭೆಯು ಆರಂಭವಾಗುವ 48 ಗಂಟೆಗಳ ಮುಂಚಿತವಾಗಿ ನಿಗದಿತ ನಮೂನೆಯಲ್ಲಿ ಕಛೇರಿಗೆ ಸಲ್ಲಿಸತಕ್ಕದ್ದು.
- ಇ) ಕಂಪನಿಯ ಷೇರುದಾರರ ಮತ್ತು ಷೇರು ವರ್ಗಾವಣೆ ರಿಜಿಸ್ಟ್ರಾರ್‌ನ್ನು ದಿನಾಂಕ: 15.11.2018 ರಿಂದ 28.11.2018 ರವರೆಗೆ (ಉಭಯ ದಿನಗಳು ಸೇರಿ) ಮುಚ್ಚಲಾಗುವುದು.
- ಈ) ವಾರ್ಷಿಕ ಲೆಕ್ಕಪತ್ರಗಳ ಹಾಗೂ ಇತರೆ ವಿಷಯಗಳಿಗೆ ವಿವರಣೆ ಅಥವಾ ಸ್ಪಷ್ಟೀಕರಣ ಕೋರುವ ಸದಸ್ಯರು ತಮ್ಮ ಮನವಿಯನ್ನು ಸಾಮಾನ್ಯ ಸಭೆಯ ದಿನಾಂಕಕ್ಕಿಂತ ಹತ್ತು ದಿವಸ ಮುಂಚೆ ಲಿಖಿತ ಮೂಲಕವಾಗಿ ನೋಂದಣಿ ಕಚೇರಿಗೆ ಸಲ್ಲಿಸಲು ಕೋರಲಾಗಿದೆ.
- ಉ) ಸದಸ್ಯರು ತಮ್ಮ ನೋಂದಾಯಿತ ವಿಳಾಸದಲ್ಲಿ ಬದಲಾವಣೆಯಿದ್ದಲ್ಲಿ ದಯವಿಟ್ಟು ತಿಳಿಸಬೇಕೆಂದು ಕೋರಲಾಗಿದೆ.

SREE KANTEERAVA STUDIOS LIMITED

KANTEERAVA NAGAR, BANGALORE -560 096

NOTICE OF THE 52ND ANNUAL GENERAL MEETING

Notice is hereby given that 52nd Annual General Meeting of the Share Holders of Sree Kanteerava Studios Limited, Bangalore-560 096, will be held on 28.11.2018 At 11-30 A.M. at the Registered Office of the Company, Kanteerava Nagar, Tumkur Road, Bangalore-560 0096 to transact the following ordinary Business..

AGENDA

(Ordinary Business)

1. To receive, consider and adopt the Balance Sheet, Profit and Loss Account, Report of the Auditors, Comments of the Comptroller and Auditor General of India and Director's Report for the year ended 31st March 2018.
2. To consider appointment of Director in place of Sri Subhash K Naidu who is retiring by rotation and being eligible for re-appointment, pursuant to Article 75 of the Articles of Association.

By Order of the Board of Directors,

Sd/-

(M.R.MAMATHA)

MANAGING DIRECTOR

Place: Bangalore.

Date: 26.10.2018

Note:

1. The member entitled to attend and vote at the Meeting, had power to appoint a PROXY to attend and vote instead of himself/herself and the PROXY need not be a member of the Company. (APROXY Form is attached.)
2. The Proxy Form duly signed and stamped must be deposited at the registered Office of the Company as stated above not less than 48 hours before the time for holding the meeting.
3. The Register of members and Share Transfer Books shall remain closed from 15.11.2018 to 28.11.2018 (Both days inclusive).
4. Members are requested to intimate the Company if any changes, in their registered Address.
5. The member who desired to have information clarifications on the accounts, may kindly be Sent in writing to the Registered Office within 10 days before the A.G.M.

ಶ್ರೀ ಕಂಠೀರವ ಸ್ಟುಡಿಯೋಸ್ ನಿಯಮಿತ,

ಕಂಠೀರವನಗರ, ಬೆಂಗಳೂರು-560 096.

ನಿರ್ದೇಶಕರುಗಳ ವರದಿ

ಗೆ,

ಷೇರುದಾರರಿಗೆ,

ಶ್ರೀ ಕಂಠೀರವ ಸ್ಟುಡಿಯೋಸ್ ನಿಯಮಿತ,
ಬೆಂಗಳೂರು-560 096.

ಮಾನ್ಯರೆ,

ದಿನಾಂಕ: 31ನೇ ಮಾರ್ಚ್ 2018 ವರ್ಷಕ್ಕೆ ಅಂತ್ಯಗೊಳ್ಳುವ ಸಂಸ್ಥೆಯ 52ನೇ ವಾರ್ಷಿಕ ವರದಿ ಹಾಗೂ ಕಂಪನಿ ಕಾಯ್ದೆ 2013ರ ಪ್ರಕಾರ ಲೆಕ್ಕ ಪರಿಶೋಧಕರ ವರದಿ ಮತ್ತು ಕರ್ನಾಟಕ ಮಹಾಲೇಖಪಾಲರ ಅಭಿಪ್ರಾಯಗಳನ್ನು ತಮ್ಮ ಮುಂದಿಡಲು ನಿರ್ದೇಶಕರಾದ ನಾವು ಹರ್ಷಿಸುತ್ತೇವೆ.

ಪ್ರಮುಖ ಅಂಶಗಳು:

2017-2018 ನೇ ಸಾಲಿನ ಸಂಸ್ಥೆಯ ಸಾಧನೆಯ ಪ್ರಮುಖ ಅಂಶಗಳು ಈ ಕೆಳಕಂಡಂತಿವೆ.

ವಿವರಗಳು	2017-2018	2016-2017
• ಸ್ಟುಡಿಯೋದ ವರಮಾನ	214.76	200.74
• ಇತರೆ ಆದಾಯಗಳು	20.97	27.73
ಒಟ್ಟು ಮೊತ್ತ	235.73	228.47

ಪ್ರಸ್ತುತ ವರ್ಷದಲ್ಲಿ ಕಂಪನಿಯು (+) 57.90 ಲಕ್ಷ ರೂ. ನಿವ್ವಳ ಲಾಭಗಳಿಸಿರುತ್ತದೆ. ಹಿಂದಿನ ಸಾಲಿಗೆ ಕಂಪನಿಯು 8.27 ಲಕ್ಷ ರೂ. ರಷ್ಟು ಲಾಭಗಳಿಸಿರುತ್ತದೆ.

ಠೇವಣಿಗಳು:

ಪ್ರಸ್ತುತ ವರ್ಷದಲ್ಲಿ ಕಂಪನಿ ಕಾಯ್ದೆ 2013ರ ಪ್ರಕಾರ ಸಂಸ್ಥೆಯು ನಿಶ್ಚಿತ ಠೇವಣಿಯನ್ನು ಪಡೆದಿರುವುದಿಲ್ಲ.

ನಿರ್ದೇಶಕರುಗಳು:

ಕಂಪನಿಯ ನಿರ್ದೇಶಕರಾದ ಶ್ರೀ ಕೆ.ಸುಭಾಷ್‌ನಾಯ್ಡು ಅವರು ಸರದಿಯ ಪ್ರಕಾರ ನಿವೃತ್ತಿ ಹೊಂದಲಿದ್ದು, ಅವರು ಮರು ಆಯ್ಕೆಯಾಗಲು ಆಹ್ವಾನಿತರಲ್ಲ.

ಸಿಬ್ಬಂದಿ ವರ್ಗ:

ಪ್ರಸ್ತುತ ಸಾಲಿನಲ್ಲಿ ಕಂಪನಿ ಕಾಯ್ದೆ 2013ರ ಪ್ರಕಾರ (ನೌಕರರ ವಿವರ ಕಾಯ್ದೆ 1975) ಯಾವ ನೌಕರರು ನಿಗದಿ ಪಡಿಸಿರುವ ಮಿತಿಗಿಂತ ಹೆಚ್ಚಿನ ಸಂಭಾವನೆ ಪಡೆದಿರುವುದಿಲ್ಲ.

ಔದ್ಯಮಿಕ ಸಂಬಂಧ:

ಪ್ರಸ್ತುತ ಸಾಲಿನಲ್ಲಿ ಸಂಸ್ಥೆಯು ಕಾರ್ಮಿಕರ ಜೊತೆ ಸೌಹಾರ್ದಯುತ ಸಂಬಂಧವನ್ನು ಪೋಷಿಸಿಕೊಂಡು ಬಂದಿದೆ.

ಆಂತರಿಕ ಲೆಕ್ಕ ಪರಿಶೋಧಕರು:

ಮೆ|| ಟಿ. ವಿ. ವೀರಭದ್ರಪ್ಪ ಅಂಡ್ ಕಂಪನಿ ಇವರನ್ನು 2017-2018ನೇ ಸಾಲಿಗೆ ಆಂತರಿಕ ಲೆಕ್ಕ ಪರಿಶೋಧಕರನ್ನಾಗಿ ನೇಮಕ ಮಾಡಲಾಗಿದೆ.

ಲೆಕ್ಕ ಪರಿಶೋಧಕರು:

ಭಾರತ ಮಹಾಲೇಖಪಾಲರು 2017-2018ನೇ ಸಾಲಿನಲ್ಲಿ ಮೆ|| ಬಿ. ಎಸ್. ಪ್ರಕಾಶ್ ಅಂಡ್ ಕಂಪನಿ ಇವರನ್ನು ಶಾಸನ ಬದ್ಧ ಲೆಕ್ಕ ಪರಿಶೋಧಕರನ್ನಾಗಿ ನೇಮಕ ಮಾಡಿರುತ್ತಾರೆ. ಲೆಕ್ಕ ಪರಿಶೋಧಕರ ಆಕ್ಷೇಪಣೆಗಳಿಗೆ ನೀಡಿರುವ ಸಮಜಾಯಿಸಿಯು ಸ್ವಯಂವೇದ್ಯವಾಗಿದ್ದು ಲೆಕ್ಕ ಪತ್ರಗಳಿಗೆ ಸೇರಿಸಿದ ಟಿಪ್ಪಣಿಯಲ್ಲಿರುತ್ತದೆ.

ಭಾರತದ ಮಹಾಲೇಖಪಾಲರ ಪ್ರತಿಕ್ರಿಯೆಗಳು:

ಭಾರತದ ಮಹಾಲೇಖಪಾಲರ ಪ್ರತಿಕ್ರಿಯೆಯನ್ನು ಅನುಬಂಧದಲ್ಲಿ ತೋರಿಸಲಾಗಿದೆ.

ತಾಂತ್ರಿಕ ಸಂಶೋಧನೆ ಮತ್ತು ಅಭಿವೃದ್ಧಿ:

ಸಂಸ್ಥೆಯಲ್ಲಿ ಕೈಗಾರಿಕಾ ಉತ್ಪಾದನೆ ಯಾವುದು ಇಲ್ಲವಾದ್ದರಿಂದ ಸಾಮರ್ಥ್ಯ ಸಂರಕ್ಷಣೆ ಹಾಗೂ ತಾಂತ್ರಿಕತೆಯ ಪುನಃಶ್ಚೇತನದ ವಿಷಯ ಅನ್ವಯಿಸುವುದಿಲ್ಲ.

ವಿದೇಶಿ ವಿನಿಮಯ:

ಸಂಸ್ಥೆಯು ಪ್ರಸ್ತುತ ಸಾಲಿನಲ್ಲಿ ಯಾವುದೇ ರೀತಿಯ ವಿದೇಶಿ ವಿನಿಮಯದ ವ್ಯವಹಾರ ಮಾಡಿರುವುದಿಲ್ಲ.

ನಿರ್ದೇಶಕರುಗಳ ಜವಾಬ್ದಾರಿ ವಿವರ:

ಕಂಪನಿ ಕಾಯ್ದೆ 2013, 134(5) ಪ್ರಕಾರ, ನಿರ್ದೇಶಕರುಗಳ ಜವಾಬ್ದಾರಿ ಹೇಳಿಕೆಗಳು ಈ ಕೆಳಕಂಡಂತಿವೆ.

- 1) ವಾರ್ಷಿಕ ವರದಿ ಹಾಗೂ ಸಂಬಂಧ ಪಟ್ಟ ಲೆಕ್ಕಪತ್ರಗಳನ್ನು ಸಿದ್ಧಪಡಿಸುವಾಗ ನಿಗದಿತ ಗುಣಮಟ್ಟದ ಲೆಕ್ಕಪದ್ಧತಿಗಳನ್ನು ಅನುಸರಿಸಲಾಗಿದೆ.
- 2) ಸಾಮಾನ್ಯ ರೂಢಿಯಲ್ಲಿರುವ ಲೆಕ್ಕತತ್ವವನ್ನು ಆಧಾರವಾಗಿಟ್ಟುಕೊಂಡು 31ನೇ ಮಾರ್ಚ್ 2018ನೇ ಸಾಲಿಗೆ ಅಂತ್ಯಗೊಂಡ ಲಾಭ-ನಷ್ಟ ತಃಖ್ತೆಗಳು ವಾಸ್ತವ ಹಾಗೂ ನ್ಯಾಯೋಚಿತ ನೋಟವನ್ನು ನೀಡುವಂತೆ ನಿಗಮದ ನಿರ್ದೇಶಕರುಗಳು ಜವಾಬ್ದಾರಿಯಿಂದ ಕಾರ್ಯನಿರ್ವಹಿಸಿದ್ದಾರೆ.
- 3) ಕಂಪನಿಯ ಕಾಯ್ದೆ 2013 ಪ್ರಕಾರ ನಿರ್ದೇಶಕರುಗಳು ಪೂರ್ಣ ವಿವರಗಳನ್ನೊಳಗೊಂಡ ಸೂಕ್ತ ಲೆಕ್ಕ ಪತ್ರ ದಾಖಲೆಗಳನ್ನು ನಿರ್ವಹಿಸಲು ಹಾಗೂ ಕಂಪನಿಯ ಆಸ್ತಿಯನ್ನು ರಕ್ಷಿಸಲು ಮತ್ತು ಲೋಪದೋಷಗಳನ್ನು ನಿವಾರಿಸಲು ತಕ್ಕ ಕ್ರಮಗಳನ್ನು ಕೈಗೊಂಡಿರುತ್ತಾರೆ.
- 4) ನಿರ್ದೇಶಕರು ನಿಗಮದ ಹಿತವನ್ನು ಗಮನದಲ್ಲಿಟ್ಟುಕೊಂಡು ವಾರ್ಷಿಕ ಲೆಕ್ಕ ಪತ್ರಗಳನ್ನು ಸಿದ್ಧಪಡಿಸಿದ್ದಾರೆ.

ಕೃತಜ್ಞತೆಗಳು:

ನಿರ್ದೇಶಕರುಗಳ ಮಂಡಳಿ ಸಭೆಯು ಎಲ್ಲಾ ಷೇರುದಾರರಿಗೆ, ಅವರು ನೀಡಿದ ಸಹಕಾರ ಮತ್ತು ಸಲಹೆಗಳಿಗೆ ಆಭಾರಿಯಾಗಿರುತ್ತದೆ. ನಿರ್ದೇಶಕರುಗಳು, ಕರ್ನಾಟಕ ಸರ್ಕಾರ, ಕಾನೂನು ಮತ್ತು ಇತರೆ ಸಲಹೆಗಾರರು, ಚಲನಚಿತ್ರ ನಿರ್ಮಾಪಕರು, ಅಂತರಿಕ ಹಾಗೂ ಶಾಸನಬದ್ಧ ಲೆಕ್ಕ ಪರಿಶೋಧಕರು, ಭಾರತದ ಮಹಾಲೇಖಪಾಲರು, ಬ್ಯಾಂಕರ್‌ಗಳು, ಅಧಿಕಾರಿಗಳು ಮತ್ತು ಕಾರ್ಮಿಕ ವರ್ಗದವರಿಗೆ ಸಹಕಾರ ನೀಡಿದ ಎಲ್ಲರಿಗೂ ಕೃತಜ್ಞತೆಯನ್ನು ಸಲ್ಲಿಸುತ್ತದೆ.

ನಿರ್ದೇಶಕರುಗಳ ಮಂಡಳಿ ಪರವಾಗಿ,

—ಸಹಿ—

(ಎಂ. ಆರ್. ಮಮತ)

ವ್ಯವಸ್ಥಾಪಕ ನಿರ್ದೇಶಕರು

ಸ್ಥಳ: ಬೆಂಗಳೂರು

ದಿನಾಂಕ: 14.11.2018

**COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA
UNDER SECTION 143 (6)(b) OF THE COMPANIES ACT, 2013 ON THE FINANCIAL
STATEMENTS OF SREE KANTEERAVA STUDIOS LIMITED, BANGALORE FOR
THE YEAR ENDED 31 MARCH 2018.**

The preparation of financial statements of **Sree Kanteerava Studios Limited, Bangalore** for the year ended **31 March 2018** in accordance with the financial reporting framework prescribed under the Companies Act, 2013 (Act) is the responsibility of the management of the company. The statutory auditor appointed by the Comptroller and Auditor General of India under Section 139(5) of the Act is responsible for expressing opinion on the financial statements under Section 143 of the Act based on independent audit in accordance with the standards on auditing prescribed under Section 143(10) of the Act. This is stated to have been done by them vide their Audit Report dated **14 November 2018**.

I, on behalf of the Comptroller and Auditor General Of India, have decided not to conducted a supplementary audit of the financial statements of **Sree Kanteerava Studios Limited, Bangalore**, for the year ended **31 March 2018** under section 143 (6) (a) of the Act.

**For and on behalf of the
Comptroller & Auditor General of India**

Sd/-
(E.P. NIVEDITA)
PRINCIPAL ACCOUNTANT GENERAL
(ECONOMIC & REVENUE SECTOR AUDIT)
KARNATAKA, BENGALURU

BENGALURU

Date: 27 November 2018

B.S. PRAKASH & CO.

CHARTERED ACCOUNTANTS

INDEPENDENT AUDITOR'S REPORT

To
The Members of M/s. SREE KANTEERAVA STUDIOS LIMITED,
BENGALURU

Report on the Financial Statements

We have audited the accompanying financial statements of **M/s. SREE KANTEERAVA STUDIOS LIMITED**, which comprise the balance sheet as at 31st March 2018, and the statement of profit and loss account and the Cash flow statement for the year ended, and a summary of 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 and presentation of these financial statements that give a true and fair view of the financial position, financial performance of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

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

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures

that are appropriate in the circumstances. 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 Qualified audit opinion on the financial statements.

Basis for Qualified Opinion

A. Share Application Money pending Allotment – Government of Karnataka :

Share Application Money received aggregating to Rs.5,00,00,000/- from Government of Karnataka, during the earlier years which is still pending for allotment this tantamount to violation of section 73 of the companies Act, 2013 read with rule 2(1)(c)(vii) of the Companies(Acceptance of Deposits) Rules, 2014.

B. Debenture Application Money Pending Allotment – Government of Karnataka :

The Company has received Debenture application money of Rs.20,91,000/- during the earlier years which is still pending for allotment leading to violation of Section 73 of the companies Act, 2013 read with rule 2(1)(c)(vii) of the Companies(Acceptance of Deposits) Rules, 2014.

C. Contingent liabilities not provided for in respect of :

Claims raised by Bangalore Mahanagara Palike against the Company in respect of Property Tax Rs.71,87,622/- for the period up to 01.10.1995 to 31.03.2007. The company disputed and finally due to pressure the company has paid Rs. 15,00,000/- under protest in the financial year 2015-16 and charged to property tax account. The company did not provide the provision of Rs.56,87,622/- (excluding interest and penalty amount which is not assestainable) and this has resulted under statement of profit and short term provision to that extent.

D. Confirmation of balances from sundry debtors, sundry creditors and loans and Advances :

In the absence of confirmation, we are unable to quantify the impact of the adjustments, if any, arising from reconciliation and settlement of account balances on the financial statements.

Qualified Opinion :

In our opinion and to the best of our information and according to the explanations given to us, **except for the effects of the matter described in the Basis for Qualified Opinion** 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, of the state of affairs of the Company as at 31 March 2018 and its Profit and its cash flow for the year ended on that date.

Emphasis of Matters :

We draw attention to:

- A *Reference is drawn to note no.10. The Interest expense on various loans taken from Government of Karnataka not provided in the finanacial accounts as the Company had requested for wavier of interest. The exact liability has not been quantified. The company has taken up the issue for waiver of interest with Government of Karnataka which is still pending for approval. However the principal loan was repaid in full.*

Our Opinion is not qualified in respect of theses matters.

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 sub-section (11) of section 143 of the Act, we give in the Annexure-I a statement on the matters specified in the paragraph 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143 (3) of the Act, we report that:
 - (a) **except for the matters described in the basis of qualified opinion paragraph** we have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - (b) in our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
 - (c) the balance sheet and 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 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) since the company is a Government Company, sub-section (2) of the Section 164 of the Companies Act, 2013 regarding obtaining written representation from the directors of the Company, is not applicable to the company in the terms of Notification No.G S R 463(E) dated 05th June, 2015.
 - (f) 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 has disclosed the impact of pending litigations on its financial position in its financial statements (Refer Note No. 3 to the financial statements)
 - (ii) The company did not have any long term contracts including derivative contracts for which there were any material foreseeable losses.
 - (iii) There has been no amounts that were required to be transferred to the Investor Education & Protection Fund by the company.
 - (g) 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-II.
 - (h) As per Additional Reporting requirements as directed by Comptroller & Auditor General of India in terms of Section 143(5) of the Companies Act, 2013, we report that:
 - I. Whether the company has clear title/lease deeds for freehold and leasehold land respectively? If not please state the area of freehold and leasehold land for which title/lease deeds are not available.

Auditors' Comments – Based on examination, explanations and information obtained from the management, the Company has clear title deeds on freehold land.
 - II. Please report whether there are any cases of waiver/write off of debts/loans/interest etc., if yes, the reasons there for and the amount involved.

Auditors' Comments – Based on examination, explanations and information obtained from the management, except for provision for doubtful debts amounting to Rs. 7,44,232/- from

various customers outstanding for more than 365 days as on reporting date, the Company has no cases of waiver/write off of debts/loans/interest.

- III. Whether proper records are maintained for inventories lying with third parties & assets received as gift from Govt. or other authorities.

Auditors' Comments – Based on examination, explanations and information obtained from the management, the Company does not hold any inventories and had not received gifts/grant(s) from Government or other authorities. As such comments on this para does not arise.

- IV. Whether the company has taken adequate measures to prevent encroachment of idle land owned by it. Whether any land of the company is encroached, under litigation not put to use or declared surplus? Details may be provided.

Auditors' Comments – Based on examination, explanations and information obtained from the management, the company has taken adequate measures like constructing compound walls to prevent encroachment of idle land owned by it. However, no land of the Company is encroached/under litigation/not put to use or declared surplus.

- V. Examine the system of effective utilization of Loans/Grant-in-Aid/Subsidy. List the cases of diversion of funds.

Auditors' Comments – Based on examination, explanations and information obtained from the management, except in case of payment of advance tax amounting to Rs.15,02,000/- to income tax department in the financial year 2014-15, out of the share application monies received from the Government of Karnataka instead of utilising it for development of studios, the Company has not diverted loan granted to it during the current/earlier years. However, no Grant-in-Aid/subsidy is received by the company during the year under audit.

- VI. If the audited entity has computerized its operations or part of it, assess and report, how much of the data in the company is in electronic format, which of the area such as accounting, Sales Personnel information, pay roll, inventory etc. have been computerized and whether the company has evolved proper security policy for data/software/hardware.

Auditors' Comments – Based on examination, explanations and information obtained from the management, except for accounting, all other areas like sales personnel information, payroll are yet to be computerised and the Company has proper security policy for data/software/hardware.

For B S PRAKASH & CO
Chartered Accountants
F R No. 002725S

Sd/-
(B S Prakash)
Proprietor
M No. 19650

Place : Bengaluru
Date : 14.11.2018

ANNEXURE - I TO THE INDEPENDENT AUDITORS' REPORT

(Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' section of our report of even date to the members of **SREE KANTEERAVA STUDIOS LIMITED** for the year ended March 31, 2018)

we report that

- (i) In respect of its Fixed Assets:
 - a. The Company has maintained proper records showing full particulars including quantitative details and situation of fixed Assets on the basis of available information.
 - b. The Company do not have a regular programme of physical verification of its fixed assets in a phased manner having regard to the size of the Company and the nature of its assets. Hence, we are unable to express an opinion on any material discrepancies that would have occurred during the year under audit.**
 - c. The title deeds of immovable properties are held in the name of the company
- (ii) As the company is not holding any inventory, Clause (ii) of the Order is not applicable.
- (iii) The Company has not granted any loans or advances in the nature of loans to parties covered in the register maintained under section 189 of the Companies Act, 2013. Hence, the question of reporting whether the receipt of principal and interest are regular and whether reasonable steps for recovery of over – dues of such loans are taken does not arise.
- (iv) In our opinion, and according to information and explanation given to us, the company has complied with provision of section 185 and 186 of the Act, with the respect to the loans and investments made.
- (v) The Company has not accepted any deposits from the public.
- (vi) As informed to us, the maintenance of Cost Records has not been specified by the Central Government under sub section (1) of Section 148 of the Act, in respect of the activities carried on by the company.
- (vii) In respect of Statutory dues:
 - (a) According to the information and explanations given to us and on the basis of our examination of the records of the company, the Company is generally regular in depositing undisputed statutory dues including provident fund, employees' state insurance, income tax, sales tax, service tax, value added tax, and other statutory dues, to the extent applicable with appropriate authorities.

No undisputed amounts are payable in respect of the aforesaid dues were outstanding as at March 31, 2018 for a period of more than six months from the date of becoming payable other than those given in table below:

Nature of dues	Name of the Statute	Amount due in Rs.
ESI	Employee State Insurance Act, 1948 (Contract Labours)	2,75,820
P F	Provident Fund (Contract Labours)	7,421
GST	July 2017	97,086

- (b) According to the Company and the information and explanations given to us, there are no dues of Income Tax, Service Tax, Sales Tax, Value Added Tax and other statutory dues which have not been deposited with the appropriate authorities on account of dispute other than the particulars given below.

Nature of dues	Name of the Statute	Amount due in Rs.
Property Tax	Bruhat Bengaluru Mahanagara Palike	56,87,622

- (viii) Based on our audit procedure and according to the information and explanation given to us, we are of the opinion that the company has not defaulted in repayment of dues to financial institutions, Banks or Government.
- (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. Accordingly, paragraph 3 (ix) of the Order is not applicable.
- (x) Based upon the audit procedures performed and the information and explanation given by the management, we report that no fraud by the Company or on the company by its officers or employees has been noticed or reported during the year.
- (xi) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has paid/provided for managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Act.
- (xii) In our opinion and according to the information and explanations given to us, the Company is not a Nidhi Company, Accordingly, paragraph 3 (xii) of the Order is not applicable.
- (xiii) According to information and explanations given to us and based on our examination of the records of the Company all transactions with the related parties are in compliance with Section 177 and 188 of Companies Act, 2013 and the same has been disclosed in Financial Statements etc., as required by the accounting standards.
- (xiv) According to information and explanations given to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.
- (xv) According to information and explanations given to us and based on our examination of the records of the Company, the company has not entered into non cash transactions with directors or persons connected with him. Accordingly, paragraph 3 (xv) of the Order is not applicable.
- (xvi) The Company is not required to be registered under section 45 – IA of the Reserve Bank of India Act 1934.

For B S PRAKASH & CO

Chartered Accountants

F R No. 002725S

Sd/-

(B S Prakash)

Proprietor

M No. 19650

Place : Bengaluru

Date : 14.11.2018

“ANNEXURE II ” TO THE INDEPENDENT AUDITOR’S REPORT OF EVEN DATE ON THE FINANCIAL STATEMENTS OF THE SREE KANTEERAVA STUDIOS LTD.

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

We have audited the internal financial controls over financial reporting of the Sree Kanteerava Studios Ltd (“the company”) as of March 31, 2018 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 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.

Auditor’s 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 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 internal financial controls over financial reporting was established and maintained and if such controls operated effectively on 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 procedure selected depends 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 audit opinion on the Company’s internal financial controls system over financial reporting.

Meaning of Internal Financial Controls over Financial Reporting

A company’s internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company’s internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with

generally accepted accounting principles, and that expenditures of the company are being made only in accordance with authorities of management and directors of the company ; (3) provide reasonable assurance regarding prevention or timely detection of unauthorized 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 controls over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Basis for Qualified Opinion

The internal financial control test failed in following areas.

a) Maintenance of operating service records:

Manual log books are maintained to record the sales data based on which invoice are raised as per the Tariff rates approved by the Board. However, the same can be easily manipulated by the employees handling the booking of the time of entry and exit and number of days shooting was conducted leading to leakage of revenue. There was Lack of internal checks with regard to verification of authenticity and completeness of sales.

b) Some of the basic entries like sales invoices were entered at the time of internal audit. And also some of the vouchers were signed by the passing authority at the time of our audit.

Opinion

In our opinion , the Company has, in all material respects, except for the possible effects of the matter described in the Basis for Qualified Opinion paragraph, an adequate internal financial controls system over financial reporting and such internal financial reporting were operating effectively as at march 31, 2017 based on the internal control over financial reporting criteria established by the essential 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 B S PRAKASH & CO
Chartered Accountants
F R No. 002725S

Sd/-
(B S Prakash)
Proprietor
M No. 19650

Place : Bengaluru
Date : 14.11.2018

SREE KANTEERAVA STUDIOS LIMITED

Kanteerava Nagar, Bangalore -560 096

Balance Sheet as at 31st March, 2018

(Amount in Rupees)

PARTICULARS	Note	As at 31-Mar-18	As at 31-Mar-17
EQUITY AND LIABILITIES			
SHAREHOLDERS FUNDS			
Share capital	2.1	87,63,500	87,63,500
Reserve and surplus	2.2	2,29,15,253	1,71,25,180
Securities application money pending allotment	2.3	5,20,91,000	5,20,91,000
NON -CURRENT LIABILITIES			
Long term borrowings	2.4	-	-
Deffered Tax Liability	2.5	12,41,917	8,06,379
Other long -term liabilities	2.6	34,18,789	53,20,789
CURRENT LIABILITIES			
Trade Payables	2.7	4,99,201	12,06,328
Other current liabilities	2.8	37,32,375	20,28,286
Short-term provisions	2.9	9,66,543	11,92,005
Total		9,36,28,578	8,85,33,467
ASSETS			
NON-CURRENT ASSETS			
Fixed Assets			
Tangible assets	2.10	2,98,80,754	3,15,82,750
Capital work-in-progress		-	-
Capital Advance	2.16	87,00,000	45,00,000
Non-current investments	2.11	1,31,700	1,11,430
Long term Loans and Advances (un secured, consider Good)		-	-
Other Non current assets	2.12	-	-
CURRENT ASSETS			
Trade receivable	2.13	1,13,18,061	58,65,886
Cash and Cash equivalents	2.14	4,09,76,302	4,44,35,676
Other current assets	2.15	26,21,761	20,37,724
Total		9,36,28,578	8,85,33,467
Significant accounting policies & Notes on Accounts	1		

Accompanying notes are an integral part of the financial statements

For and on behalf of Sree Kanteerava Studios Limited

As per our report of even date
For B.S.PRAKASH & CO
Chartered Accountants
F.R.NO.002725S

Sd/-
M.R.MAMATHA
(Managing Director)

Sd/-
SUBHASH K NAIDU
(Director)

Sd/-
B.S.Prakash
Proprietor
M.No:19650

Place: Bangalore
Date : 20/09/2018

SREE KANTEERAVA STUDIOS LIMITED

Kanteerava Nagar, Bangalore -560 096

Statement of Profit and Loss for the year ended 31st March, 2018

(Amount in Rupees)

PARTICULARS	Note	For the year ended 31-Mar-18	For the year ended 31-Mar-17
REVENUE FROM OPERATION			
Income from Operating services	2.17	2,14,76,471	2,00,74,291
Other income	2.18	20,96,576	27,72,714
Total Revenue		2,35,73,047	2,28,47,005
EXPENSES			
Film Shooting Expenses	2.19	7,03,501	42,43,143
Employee benefits expenses	2.20	54,72,209	55,92,732
Depreciation and amortisation expenses	2.21	17,01,996	28,79,756
Other Expenses	2.22	76,23,230	77,80,462
Total Expenses		1,55,00,936	2,04,96,092
Profit /(loss) before exceptional and extraordinary items and tax		80,72,111	23,50,913
Exceptional Items		-	-
Profit/ (loss) before extraordinary items and tax		80,72,111	23,50,913
Extraordinary items		-	-
Profit/ (loss) before tax		80,72,111	23,50,913
Tax expenses			
Current tax		18,46,500	4,48,000
Earlier Tax		-	8,75,951
Deferred tax	2.5	4,35,538	1,99,779
Profit/ (loss) for the year		57,90,073	8,27,183
Earnings per share:			
Basic		66.07	9.44
Diluted		66.07	9.44
No. of Equity Shares held (No)		87,635	87,635
Face Value Per Share (Rs.)		100.00	100.00
Prior Period Expenditure Adjusted of Rs.79,202/- (previous year nil) and Prior Period Income of Rs.18,404/- Adjusted (previous year nil)			

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Company Information & Significant accounting policies

Notes are integral part of the financial statements

For and on behalf of Sree Kanteerava Studios Limited

As per our report of even date

For B.S.PRAKASH & CO

Chartered Accountants

F.R.NO.002725S

Sd/-

M.R.MAMATHA

(Managing Director)

Sd/-

SUBHASH K NAIDU

(Director)

Sd/-

(B.S.Prakash)

Proprietor

M.No:19650

Place: Bangalore

Date : 20/09/2018

SREE KANTEERAVA STUDIOS LIMITED

CIN : U85110KA1966SGC001613
Kanteerava Nagar, Bangalore -560 096

Cash Flow Statement for the year ended 31st March, 2018.

(Amount in Rupees)

PARTICULARS	For the year ended 31-Mar-18		For the year ended 31-Mar-17	
A) Cash flows from Operating Activities				
Profit before tax	80,72,111		23,50,913	
Adjustment for :				
Depreciation	17,01,996		28,79,756	
Interest earned on fixed deposits	(20,38,719)		(22,14,297)	
Operating Cash flows before working capital changes	77,35,388		30,16,372	
Adjustment for working capital changes				
Change in trade receivable	-54,52,175		-27,03,041	
Change in trade payables	-7,07,127		9,18,099	
Change in other current liabilities and provisions	14,78,627		9,30,590	
Change in Other Current Assets	-5,84,037		40,10,926	
Change in non current liabilities	-14,66,462		47,54,832	
	10,04,214		1,09,27,778	
Less: Direct taxes paid	(22,82,038)		-15,23,730	
Net Cashflow From Operating Activities		(12,77,824)		94,04,047
B) Cash flow from Investing activities :				
Acquisition of Fixed Assets	-		(7,14,029)	
Investment in Fixed Deposits with maturity of more than 3 months	7,82,849		(2,18,02,732)	
Change in Non Current Investments	-20,269		-2,950	
Interest earned on fixed deposits	20,38,719		22,14,298	
Net cash flow from Investing activities		28,01,299		-2,03,05,413
C) Cash flow from Financing activities :				
Share Application money				
Loan Repaid to Government of Karnataka			-	
Long Term Loans and Advances :	-			
Security deposits	-			
Capital Advance :	(42,00,000)	(42,00,000)		
Net cash flow from Financing activities		-		-
Net Increase/(Decrease) in Cash and Cash Equivalent		(26,76,525)		(1,09,01,366)
Add : Opening Cash and Cash Equivalent		4,44,35,676		3,35,34,310
Add : Fixed Deposit		7,82,849		2,18,02,732
Closing Cash and Cash Equivalent		4,09,76,302		4,44,35,676

Accompanying notes are an integral part of the financial statements

For and on behalf of Sree Kanteerava Studios Limited

As per our report of even date
For B.S.PRAKASH & CO
Chartered Accountants
F.R.NO.002725S

Sd/-
M.R.MAMATHA
(Managing Director)

Sd/-
SUBHASH K NAIDU
(Director)

Sd/-
(B.S.Prakash)
Proprietor
M.No:19650

Place: Bangalore
Date : 20/09/2018

SREE KANTEERAVA STUDIOS LIMITED

Notes to Accounts Forming Part of the Financial Statements

(Amount in Rupees)

2.1 Share Capital	As at 31-Mar-18	As at 31-Mar-17
Authorised Share Capital 625000 equity shares of par value of Rs. 100/- each	6,25,00,000	6,25,00,000
	6,25,00,000	6,25,00,000
Issued, Subscribed and paid-up share Capital 87635 equity shares of par value of Rs. 100/- each	87,63,500	87,63,500
	87,63,500	87,63,500
The company has only one class of shares referred to as equity shares with a par value of Rs. 100/- each. The voting rights on equity shares is restricted to one vote per share		
(a) The reconciliation of number of shares and the amount of share capital is set out below		
Particulars	As st 31 March 2018	As at 30 March 2017
	Number of Shares	Number of Shares
Number of Shares at the beginning	87,635	87,635
Add: shares issued on exercise of employee stock options	-	-
Add: shares issued during the year	-	-
Number of Share at the year end	87,635	87,635
(b) Share Holding Pattern		
Particulars	No of Shares	Degree of Holding in %
Government of Karnataka	82,080	93.66%
Shares held by Public	5,555	6.34%
	87,635	100.00%
2.2 Reserves & Surplus	As at 31-Mar-18	As at 31-Mar-17
Capital Reserves (a)	34,375	34,375
Opening Balance - Accumulated Profit/(Loss)	1,78,62,418	1,70,35,235
Add/(Less): Adjustment for change in useful life of fixed assets (Refer Note no. 2.10)	(7,71,613)	(7,71,613)
	1,70,90,805	1,62,63,622
Add: Net profit after tax transferred from statement of profit & loss	57,90,073	8,27,183
Closing Balance - Accumulated Profit/(Loss) (b)	2,28,80,878	1,70,90,805
(a+b)	2,29,15,253	1,71,25,180
2.3 Securities application money pending allotment	As at 31-Mar-18	As at 31-Mar-17
Share application money pending allotment - Government of Karnataka	5,00,00,000	5,00,00,000
Debenture application money pending allotment - Government of Karnataka	20,91,000	2,091,000
	5,20,91,000	5,20,91,000
2.4 Long term borrowings	As at 31-Mar-18	As at 31-Mar-17
Government of Karnataka Loan	NIL	NIL
	-	-
2.5 Deffered Tax Liabilities	As at 31-Mar-18	As at 31-Mar-17
On account of depreciation	12,41,917	8,06,379
	12,41,917	8,06,379

2.6	Other long-term liabilities	As at 31-Mar-18	As at 31-Mar-17
	Earnest Money Deposit (EMD)	29,395	29,395
	Security Deposit	28,41,394	48,41,394
	Kasturi media deposit	4,40,000	4,40,000
	EMD-UNIVEVA	10,000	10,000
	Information Deparment	98,000	-
		34,18,789	53,20,789
2.7	Trade Payables	As at 31-Mar-18	As at 31-Mar-17
	Dues to Micro & Small Enterprises		
	Rashimi Printers	-	97,693
	Narayana Catering	8,918	-
	jai Bhavani Tours & Travels	48,510	-
	kamna Hill Resorts	49,000	-
	Sri Chowdeshwari Prasanna	2,000	-
	Sri Vinayaka Enterprises	15,932	-
	Prathi Roopa	2,084	2,084
	Crown security	79,595	3,89,788
	Bhoomi Infotech	826	-
	P. Subharaju	-	1,978
	B.V.Gangadheraiah	-	258
	G V Enterprises	1,266	1,266
	Narasimhamurthy	-	2,51,506
	Aishwaraya Facility Services	2,78,848	-
	Shashi Detective Agencies	12,222	4,61,755
		4,99,201	12,06,328
2.8	Other Current Liabilities	As at 31-Mar-18	As at 31-Mar-17
	News paper charges payable	1,020	510
	Salary Payable	-	2,52,230
	Hanumathappa Advance	8,050	35
	Renukamma Advance	600	-
	Water charges payable	675	695
	Karnataka State Labour Welfare Fund payable	54	-
	Kanteerava Studio Karmika sangha	570	580
	Outstanding liabilities for Expenses	14,180	61,425
	Provident Fund Payable	55,540	1,11,276
	Provident Fund Contractors Payable	7,421	-
	ESI- payable	1,902	11,139
	ESI- Contract Labours	2,75,820	2,75,669
	Professinal Tax Payable	1,400	888
	TDS Payable	3,13,924	1,02,788
	Retention Money Payable	23,141	23,141
	Supreeth Enterprises	23,485	23,485
	Telephone Charges Payable	20,757	2,744
	Internal Audit Fees Payable	80,000	92,000
	Power Charges Payable	45,628	50,772
	Professional Charges Payable	53,190	1,600
	Statutory Audit Fees Payable	50,000	29,500
	Chairman Remunartion & conveyance payable	1,72,753	77,230
	Chairmen Traveling Expenses Payable	1,47,500	-
	Dhanush Cable Net work	500	-
	Director Tour Expenses Payable	522,901	-
	Employees Gratuity Fund Payable	3,00,596	-

	Pooja Expenses Payable	3,500	-
	GST-Payable	3,83,246	-
	Service tax Payable	-	55,443
	Income Tax Payable	1,29,052	-
	Advance received from Customers	10,94,970	8,55,136
		37,32,375	20,28,286
2.9	Short- term provisions	As at 31-Mar-18	As at 31-Mar-17
	Bonus / Exgratia Payable	1,20,000	2,85,000
	Leave Encashment Payable	8,46,543	9,07,005
		9,66,543	11,92,005
2.11	Non - Current investments	As at 31-Mar-18	As at 31-Mar-17
	Deposit with Govt Department	1,31,700	1,11,430
		-	-
		1,31,700	1,11,430
2.12	Other Non - Current Assets	As at 31-Mar-18	As at 31-Mar-17
		-	-
		-	-
		-	-
2.13	Trade recivables (unsecured)	As at 31-Mar-18	As at 31-Mar-17
	Debts outstanding for Exceeding six months		
	Considered Good	45,85,481	12,51,403
	Considering Doubtful	7,44,232	7,44,232
	Less: Provision for Doubtful Debts	(7,44,232)	-7,44,232
	Other Debts	-	
	Considered Good	67,32,580	46,14,483
	Grand Total	1,13,18,061	58,65,886
2.14	Cash & Bank Balances	As at 31-Mar-18	As at 31-Mar-17
	Cash & Cash equivalents		
	<u>Cash in hand</u>		
	Cash	1	1
	Petty Cash	-	1,133
	<u>Balances with banks in current account</u>		
	Canara Bank 11234	26,30,583	27,86,006
	SBM 121	15,759	1,36,408
	SBM 357	3,66,127	13,66,776
	IDBI	1,52,313	15,50,985
	<u>Fixed Deposits (having maturity below 3 Months)</u>		
	SBM 357 Deposits	51,32,238	44,81,919
	Interest Accrued but not due on fixed deposits	78,346	4,42,671

	Other Bank Balances		
	<u>Fixed Deposits (having maturity below 12 Months)</u>		
	Canara Bank Deposits	1,64,27,716	1,87,34,568
	Interest Accrued but not due on fixed deposits	8,02,580	3,09,923
	<u>Fixed Deposits (having maturity Above 12 Months)</u>		
	Canara Bank Deposits	1,46,25,287	1,34,04,297
	Interest Accrued but not due on fixed deposits	7,45,352	12,20,990
		4,09,76,302	4,44,35,676
2.15	Other Current Assets (Unsecured Considered Good)	As at 31-Mar-18	As at 31-Mar-17
	Income Tax Refund	11,47,946	11,47,946
	Sub Total - A	11,47,946	11,47,946
	GST Receivables	-	4,500
	- Service Tax Receivables	2,21,265	2,21,265
	Sub Total - B (A+B)	2,21,265	2,25,765
	Deposit with Gratuity Trust	1,000	1,000
	Security deposit-Lorry Association	15,000	15,000
	Advance to chairman	3,87,600	2,26,693
	other Advance	5,33,930	4,01,320
	Advance to Chitrakala parishath	20,000	20,000
	Director Tour Advance	2,95,020	
	Sub Total - C	12,52,550	6,64,013
	Total (A+B+C)	26,21,761	20,37,724
2.16	Long term Loans and Advances (un secured, consider Good)	As at 31-Mar-18	As at 31-Mar-17
	Capital Advance to Bangalore Nirmithi Kendra (Urban)	87,00,000	45,00,000
		87,00,000	45,00,000

SREE KANTEERAVA STUDIOS LIMITED

Note No 2.10 : Fixed Assets & Depreciation for the Financial year 2017-18 as per the schedule II of companies Act 2013

Assets	Gross Block				Accumulated Depreciation			Net Block as on 31-03-2018		
	Gross Block as on 01-04-2017	Additions during the year	Deletion during the year	Gross Block as on 31-03-2018	Upto 31-03-2017	Depreciation for the Year	Transfers to Reserve	Upto 31-03-2018	As on 31-03-2018	As on 31-03-2017
1. Land	1,30,430	0	0	1,30,430		-			1,30,430	1,30,430
2. Buildings	3,32,19,256	0	0	3,32,19,256	42,26,719	10,71,697		52,98,416	2,79,20,840	2,89,92,537
3. Stores Shed	1,95,424	0	0	1,95,424	1,19,876	8,239		1,28,115	67,309	75,548
4. Road & Compound walls	16,90,444	0	0	16,90,444	15,16,111	47,232		15,63,343	1,27,101	1,74,333
5. Temporary structures	18,688	0	0	18,688	17,754			17,754	934	934
6. Studio Equipment	12,45,843	0	0	12,45,843	11,83,551	-		11,83,551	62,292	62,292
7. Back Ground & Sound	41,452	0	0	41,452	39,379	-		39,379	2,073	2,073
8. Fire Fighting Eqt.	31,573	0	0	31,573	29,994	-		29,994	1,579	1,579
9. Electrical Appliances	7,63,888	0	0	7,63,888	3,02,065	1,49,250		4,51,315	3,12,573	4,61,823
10. Rolling Stock	10,484	0	0	10,484	9,960	-		9,960	524	524
11. Garden Eqts.	1,42,433	0	0	1,42,433	83,976	13,252		97,228	45,205	58,457
12. Studio Light	2,12,860	0	0	2,12,860	2,02,217	-		2,02,217	10,643	10,643
13. Fur & Fixts.	1,95,513	0	0	1,95,513	1,71,941	5,086		1,77,027	18,486	23,572
14. Office Eqt.	14,14,925	0	0	14,14,925	5,50,669	3,66,143		9,16,812	4,98,113	8,64,256
15. Pump Set	27,520	0	0	27,520	26,144	-		26,144	1,376	1,376
16. Library	1,360	0	0	1,360	1,292	-		1,292	68	68
17. Borewell	2,54,480	0	0	2,54,480	82,375	10,616		92,991	1,61,489	1,72,105
18. Generator	1,68,273	0	0	1,68,273	1,59,859	-		1,59,859	8,414	8,414
19. Ganesh Temple	15,865	0	0	15,865	8,816	783		9,599	6,266	7,049
20. Computer	2,04,536	0	0	2,04,536	1,94,309	9,785		2,04,094	442	10,227
21. Fountain	1,91,046	0	0	1,91,046	82,964	9,874		92,838	98,208	1,08,082
22. Printer	47,052	0	0	47,052	40,552	4,147		44,699	2,353	6,500
23. Car	6,75,406	0	0	6,75,406	6,41,636	-		6,41,636	33,770	33,770
24. Children Play Equipment	86,000	0	0	86,000	28,687	5,892		34,579	51,421	57,313
25. UPS	9,700	0	0	9,700	9,223	-		9,223	477	477
26. Temporary structures	63,67,367	0	0	63,67,367	60,48,999	-		60,48,999	3,18,368	3,18,368
Current Year	4,73,61,818	-	-	4,73,61,818	1,57,79,068	17,01,996	-	1,74,81,064	2,98,80,754	3,15,82,750
Previous Year	4,66,49,184	7,19,755	7,121	4,73,61,818	1,29,00,705	28,79,756	(1,393)	1,57,79,068	3,15,82,750	3,37,48,478

**In accordance With the requirement of schedule II to companies Act 2013, the Company has Re-assessed the useful lives of the fixed assets and Depreciation is provided on the straight line method.

Notes :

1. A portion of Land (Value not ascertainable) which was leased to another government company M/s. Karnataka Film Industry Development Corporation Limited for a period 50 years from December 1976, was received back with building at nil cost on 1st jul2005.
2. An amount of Rs 7,71,613 has been charged to the opening balance of the retained earnings in respect of assets whose useful lives are Nil as at april01, 2014 Upon aligning the same with schedule II
3. The temporary structures expense includes ready made sets built for shooting purpose which is the major amount and small portion includes the properties given for shooting

SREE KANTEERAVA STUDIOS LIMITED

Notes to Accounts forming part of the financial statements

(Amount in Rupees)

2.17	Revenue from operations	For the year ended 31-Mar-18	For the year ended 31-Mar-17
	<u>Income from Operating activities</u>		
	Income from Shooting Charges	2,14,76,471	2,00,74,291
		2,14,76,471	2,00,74,291
2.18	Other Incomes	For the year ended 31-Mar-18	For the year ended 31-Mar-17
	Interest on BESCOM Deposit	24,701	7,221
	Lease Rent From Prasad Recording Studio	-	1,56,750
	Advance Received from Customers Written Back	901	59,761
	Miscellaneous Income	13,851	74,875
	Interest Received on IT Refund	-	2,58,417
	Excess Provision Written Back-Earlier Year (Bonus)	18,404	-
	Interest Received on Fixed Deposits	20,38,719	22,14,297
	Profit on sale of Asset	-	1,393
		20,96,576	27,72,714
2.19	Film Shooting Expenses	For the year ended 31-Mar-18	For the year ended 31-Mar-17
	Discount Allowed To Customers	124	861
	Electrical Maintenance	1,49,368	3,40,858
	Garden maintenance	-	33,11,389
	Power & Diesel Charges	5,54,009	4,29,747
	Purchase of Set Materials	-	1,60,288
		7,03,501	42,43,143
2.20	Employee Benefits Expenses	For the year ended 31-Mar-18	For the year ended 31-Mar-17
	Provident Fund contribution	2,18,007	2,19,222
	Salary & Wages	34,91,882	30,80,677
	Bonus	1,20,000	1,35,000
	ESI Contribution	16,680	9,883
	Staff & Labour Welfare	1,13,119	75,842
	Gratuity Premium	3,00,596	8,23,802
	Chairman's Salary & HRA	7,51,613	6,02,390
	Salary -Chairman staff	2,94,057	4,06,258
	Leave salary	99,644	1,59,158
	MD-Charge Allowance (includes Rs.55,541/- related to earlier years)	66,611	-
	Medical insurance to Staff	-	80,500
		54,72,209	55,92,732
2.21	Depreciation & Amortization Expenses	For the year ended 31-Mar-18	For the year ended 31-Mar-17
	Depreciation	17,01,996	28,79,756
		17,01,996	28,79,756

2.22	Other Expenses	For the year ended 31-Mar-18	For the year ended 31-Mar-17
	Advertisement Charges	82,651	1,70,866
	Bank Charges	7,546	5,408
	Statutory audit fees	25,000	25,000
	Meeting Expenses(includes Rs.3300/- Related previous year)	41,941	41,703
	Director Sitting fee& T.A.&D.A	5,11,000	2,67,632
	Director's Tour Expenses	7,55,515	4,98,370
	Vehicle Maintenance charges	2,39,097	97,972
	Insurance Charges	68,700	68,767
	Internal Audit Fees	80,000	80,000
	Membership Fees (KFCC)	600	600
	Miscellaneous Expenses	22,755	12,037
	News Paper Charges	6,120	11,770
	Pooja Expenses	61,764	40,635
	Postage & Courier	4,792	9,302
	Professional Charges	1,69,000	45,591
	Penalty Charges	28,071	-
	Golden Year Celebrations (Documentry film production)	-	4,90,000
	Property Tax Paid	19,18,154	19,18,154
	Repairs & Maintenance	-	6,98,351
	Security, Typist, Driver charges& General Staff	19,96,729	17,77,668
	Conveyance (includes Rs.3876/-Related to previous year)	44,559	50,932
	Travelling and Conveyance expenses for Managing Director (includes Rs.13,385/- Related to previous year)	1,32,609	1,85,084
	Water Charges	8,220	8,240
	General maintenance(includes Rs.3100/-Related to previous year	1,70,708	4,35,950
	Telephone & Internet Charges	52,832	43,198
	Computer Maintenance	11,862	3,650
	Vehicle Insurance	5,900	15,684
	Rates & Taxes	3,600	10,458
	Printing & Stationery	1,05,747	2,12,615
	AGM Meeting Expenses	2,500	37,334
	Chairmans telephone charges	-	10,880
	Chairman office Renovation	-	88,368
	Chairman conveyance	3,98,739	1,85,322
	Refreshment Expenses to Chairmen	76,506	1,01,473
	Travelling Expenses for Chairmen	5,90,013	1,31,448
		76,23,230	77,80,462

SREE KANTEERAVA STUDIOS LIMITED

Significant Accounting Policies and Notes on Accounts forming part of the Financial Statements for the year ending 31st March 2018

1 (a) Company Information

Sree Kanteerava Studios Limited (CIN: U85110KA1966SGC001613), being a public film studio is a Government Company incorporated on March 18, 1966 under the provisions of the Companies Act, 1956. The company is engaged in the business of providing spaces including temporary structures for shooting of movies, T.V.serials, documentaries and such allied activities.

2 Significant Accounting Policies

2.1 Basis of preparation of Financial Statements:

The Financial Statements of the Company are prepared in accordance with the generally accepted accounting principles (GAAP) in India.

The Financial statements have been prepared on accrual basis and under historical cost convention. The Financial statements are presented in Indian rupees rounded off to the nearest decimals.

GAAP comprises applicable Accounting Standards specified under section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014, other pronouncements of the Institute of Chartered Accountants of India, relevant applicable provisions of the Companies incorporated under this Act, or under any previous company Law and the applicable guidelines issued by the Comptroller and Auditor General of India.

Accounting policies have been consistently applied except where a newly issued Accounting Standard is initially adopted a revision to an existing Accounting Standard requires a change in the accounting policy hitherto in use.

All Assets and Liabilities have been classified as current or non-current as per the company's normal operating cycle and other criteria set out in the Schedule III to the Companies Act, 2013. The company has ascertained its operating cycle as 12 months for the purpose of current and non-current classification of assets and liabilities.

Use of Estimates

The preparation of the Financial Statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported balances of assets and liabilities and disclosures relating to contingent liabilities as at the date of the financial statements and reported amounts of income and expenditure during the period. Difference between the actual results and estimates are recognized in the period in which the results are known / materialized.

2.2 Fixed Assets

- a. Fixed assets are stated at historical cost of acquisition less accumulated depreciation / amortisation and cumulative impairment, if any. Cost of acquisition includes freight, duties, taxes, installation, direct attributable costs, finance cost and commissioning.

- b. Readymade sets are depreciated as temporary structures having a useful life of three years from the date of capitalization.
- c. Residual value has been considered as 5% of the cost of the assets.

2.3 Depreciation

- a. Depreciation on Fixed assets is provided based on the useful life of the assets in the manner prescribed in Schedule II of the Companies Act 2013 using straight line method.

2.4 Provisions, Contingent Liabilities and Contingent Assets

Provisions involving substantial degree of estimation in measurement are recognised when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources embodying economic benefits. Contingent liabilities are not recognised but are disclosed in the Notes forming part of the financial statements. Contingent assets are neither recognised nor disclosed in the financial statements.

2.5 Recognition of Income and Expenditure

- a. The companies follow the mercantile system of accounting and recognize income and expenditure on accrual basis except those with significant uncertainties.
- b. Revenue from services rendered is recognised as the service is performed based on agreements/ arrangements with the concerned parties.
- c. Interest is recognised using the time-proportion method, based on rates implicit in the transaction.

2.6 Employee benefits / Retirement benefits of employees

- a. Gratuity benefits are administered by Trust formed for this purpose through the Group Scheme of Life Insurance Corporation of India. The provision of gratuity liability is actuarially determined at the year-end and the liability arising on such valuation is charged to the Statement of Profit and Loss.
- b. Provident fund contribution is as per the rates prescribed by the Employees' Provident Funds Act, 1952 and the same is charged to revenue.
- c. Leave encashment is provided on prorata basis on basic pay plus dearness allowance, subject to a maximum of 120 days of leave credit as on the reporting date as decided by the Board of Directors.

2.7 Taxes on Income

Tax expense comprises of current and deferred tax. Current tax and deferred tax are accounted for in accordance with Accounting Standards (AS 22) on "Accounting for Taxes on Income", issued by The Institute of Chartered Accountants of India. Current tax is measured at the amount expected to be paid to the tax authority using the applicable tax rates. Deferred tax assets and liabilities are recognised for future tax consequence attributable to timing difference between taxable income and accounting income that are capable of reversing in one or more subsequent periods and are measured at relevant enacted / substantially enacted rates. At each Balance Sheet date, the company reassesses unrealised deferred tax assets to the extent they become reasonably certain or virtually certain of realisation as the case may be.

2.8 Earnings Per Share

Basic and Diluted earnings per share is calculated by dividing the net profit attributable to the equity shareholders by the weighted average number of equity shares outstanding during the year.

NOTES TO ACCOUNTS Nos 3 To 12.

3. Contingent liabilities not provided for in respect of:

Claims raised by Bangalore Mahanagara palike against the Company in respect of Property Tax – Rs 71,87,622/- for the period up to 01.10.1995 to 31.03.2007. The company disputed and finally due to pressure the company has paid Rs.15,00,000/- under protest in the financial year 2015-16 and charged to property tax account. The management has requested Government of Karnataka to waive the property tax. There is no further claim from them, hence no Provision has been made in the financial accounts.

4. A) The Government of Karnataka vide order No. ITY 274 PIF 93 dated 27th July 1994 has accorded its approval.

- a. Conversion of secured loan aggregating Rs 17.98 lakhs as at 31.03.1993 into Equity Share capital. Shares were allotted during the year 2007-08.
- b. Construction of additional floors for Rs 20.00 lakhs and released funds by the Government of Karnataka taken to account and shares were allotted during the year 2007-08.
- c. Conversion of interest accrued and due on unsecured Loan amounting to Rs. 20.91 lakhs as at 31st march 1993 into interest free Debentures. The company has shown the same as Debenture Application Money, further allotment of Debenture is pending.

B) The Government of Karnataka vide order No. ITY 92 PIF 2000 dated 05th September 2000 has released unsecured loan of Rs. 8 lakhs. The said proposal is silent about rate of interest & payment period. The principal amount has since been repaid without interest during the year 2007-08.

C) The Government of Karnataka vide order No. ITY 92 PIF 2000 dated 12th July 2001 has released unsecured Loan of Rs. 2.60 lakhs. Provision for interest has not been made as in the past as the Government order is silent on interest payable. The principal amount has since been repaid without interest during the year 2007-08.

D) The Government of Karnataka in order No. DDPER 73 ARU 2003, dated 28th January 2005 has released unsecured Loan of Rs 75.00 lakhs towards financial assistance to retire identified surplus employees under voluntary retirement scheme. However the same has been repaid without interest.

E) The Government of Karnataka vide order No DDER 73 ARU 2003, dated 24th August 2004 decided to disinvest 74% of its equity share holding to a strategic investor. In case investors not forth coming, then voluntary wind up the company by following the due process of law. In view of opposition to disinvestment, from the film industry the Government of Karnataka as kept further action in abeyance.

F) The Government of Karnataka vide order No KA.SUM.VAT PRA 11 PIF 2011 dated 23.05.2011 has decided to invest Rs .500/- Lakhs towards Development of Sree Kanteerava Studio Limited by way of equity shares in the company and granted the following amounts.

Sl.No	GO No.	Date	Rs(in Lakhs)*
1	11 PIF 2011	23.05.2011	50.00
2.	11 PIF 2011	24.08.2011	50.00
3.	11 PIF 2011	21.12.2011	100.00
4.	79 PIF 2012	03.10.2012	100.00
5.	79 PIF 2012	03.01.2013	100.00
6.	79 PIF 2012	20.03.2014	50.00
7.	1052-53 2014-15	28.07.2014	5.00
8.	63 PIF 2015	08.12.2015	45.00
	Total		500.00

*Same has been shown as Share Application money pending allotment in the books of accounts.

5. Additional Information.

A. Director Remuneration:

(Amount in INR)

Sl.No	Director Remuneration	Current Year	Previous Year
1	Chairman		
	i. Salary & HRA	7,51,613	6,02,390
	ii.Travelling and Conveyances	9,88,752	3,16,770
	iii.Staffs Salary	2,94,057	4,06,258
	iv.Refreshment expenses	76,506	1,01,473
	v. Telephone charges	-	10,880
2	Managing Directors	-	-
	i. Travelling and conveyance	1,32,609	1,85,084
	ii. Charge allowance	66,611	
	Total	23,10,148	16,22,855

B. Audit remuneration:

Current Year

Previous Year

1. Statutory Audit Fee

Rs. 25,000

Rs. 25,000

2. Tax Audit Fee

Rs.25,000

Rs.25,000

6. The balances under sundry debtors, sundry creditors and loans and advances are subject to confirmation.

7. Freehold Land includes 37,252 Sq ft. for which the possession has been handed over to Bangalore Development Authority for construction of Outer Ring Road on 10th July 2002, along with Compound wall, stores, generator room and KPTCL erected power transformer and allied equipment. BDA has already shifted the above equipments into Company's premises. BDA offered Rs.8,56,250/- as compensation. This compensation amount was not accepted and the company demanded appropriate compensation of Rs 2.10.47.380 at Rs.565/- per sq .ft for 37252 sq.ft. Acquired By BDA. The dispute with BDA, has been referred by Government to the Committee constituted under Chairmanship of Additional Chief Secretary. In this regard petition was made to the honorable Chief Minister of Karnataka to get the correct compensation. Pending decision of this matter no adjustment has been made in the accounts.

8. A Portion of land belonging to the Company has been used in April 2006 to set up a Samadhi for Late Dr. Rajkumar.

The Dr. Rajkumar Trust requested during February 2006 for outright grant of Company's land to that extent of Two Acres and Twenty Guntas for establishing a Memorial to Dr. Rajkumar. The Company has sought the legal opinion from the Government and the few options had been given by the Government. The Company rejected the long term lease & opted to sell the land at the rate fixed by the Government for Rs.16.25 crores as approved in the cabinet meeting which was held on 20th June 2008, and also the Government was interested in 99 years lease but the management declined the Government option and requested the Government to provide alternative land in Bangalore City in view of the prime land given by the Company. No adjustment has been carried out in the books pending issue of suitable directions from Government.

9. Sundry Creditors include micro Small and medium enterprises amounting to Rs.4,99,201/-. This information has been determined on the basis of information available with the Company.

10. The Interest expense on various loans taken from Government of Karnataka is not provided in the financial accounts as the company had requested for waiver of interest. The exact liability has not been quantified. The company has taken up the issue for waiver of interest with Government Of Karnataka which is still pending for approval. However the principal loan was repaid in full.

11. Provision For Bonus / Exgratia Payable to Employees During the year amounting to Rs. 120000/- is provided awaiting the Board decision.

12. Previous year figures have been regrouped or rearranged wherever necessary.

For and on behalf of Sree Kanteerava Studios Limited

As per our report of even date
For B.S.PRAKASH & CO
Chartered Accountants
F.R.NO.002725S

Sd/-
M.R.MAMATHA
(Managing Director)

Sd/-
SUBHASH K NAIDU
(Director)

Sd/-
B.S.Prakash
(Proprietor)
M.No.19650

Place: Bengaluru
Date:20.09.2018



ಶ್ರೀ ಕಂಠೀರವ ಸ್ಟುಡಿಯೋಸ್ ನಿಯಮಿತ

ಕಂಠೀರವನಗರ, ಬೆಂಗಳೂರು-560 096.



ನಾನು/ನಾವು

ಸ್ಥಳಜಿಲ್ಲೆರವರನ್ನು

ಮೇಲೆ ಹೆಸರಿಸಲಾದ ಕಂಪನಿಗೆ ಸದಸ್ಯ / ಸದಸ್ಯರುಗಳಾಗಿದ್ದು ನಾವು ಈ ಮೂಲಕ

ಶ್ರೀ/ಶ್ರೀಮತಿ.....

ಸ್ಥಳಜಿಲ್ಲೆರವರನ್ನು

ನನ್ನ/ನಮ್ಮ ಪ್ರತಿನಿಧಿಯಾಗಿ ಮತ ಚಲಾಯಿಸಲು ಹಾಗೂ ನನ್ನ/ನಮ್ಮ ಪರವಾಗಿ ನಡೆಯಲಿರುವ ಮುಂದೂಡಿದ
52ನೇ ನಿಗಮದ ವಾರ್ಷಿಕ ಮಹಾಸಭೆಗೆ ದಿನಾಂಕ: 28ನೇ ನವೆಂಬರ್ 2018 ರಂದು ಬೆಳಿಗ್ಗೆ: 11.30 ಗಂಟೆಗೆ
ಸಭೆಗೆ ಹಾಜರಾಗಲು ನೇಮಿಸುತ್ತಿದ್ದೇನೆ/ವೆ.

ದಿನಾಂಕ.....ಮಾಹೆ.....ವರ್ಷ.....ರಂದು ರುಜು ಮಾಡಲಾಗಿದೆ.

ಒಂದು ರೂಪಾಯಿ
ಕಂದಾಯ
ಸ್ವಾಂಪ್

ಸೂಚನೆ:

1. ಈ ಪ್ರತಿನಿಧಿ ನೇಮಕಾತಿ ಪತ್ರ ಉರ್ಜಿತಗೊಳ್ಳಲು ಕೊನೆಯ ಪಕ್ಷ ಅರ್ಜಿಯನ್ನು ನಿಗಮದ ನೋಂದಣಿ ಕಚೇರಿಗೆ ವಾರ್ಷಿಕ ಮಹಾ ಸಭೆಯ ನಡೆಯುವ ಸಮಯಗಿಂತ 48 ಗಂಟೆ ಮುಂಚಿತವಾಗಿ ತಲುಪತಕ್ಕದ್ದು.
2. ಪ್ರತಿನಿಧಿಯೆಂದು ನೇಮಿಸಲ್ಪಟ್ಟ ವ್ಯಕ್ತಿಯು ಈ ಸಂಸ್ಥೆಯ ಸದಸ್ಯನಾಗಿರಬೇಕೆಂಬ ಷರತ್ತು ಇರುವುದಿಲ್ಲ.

SREE KANTEERAVA STUDIOS LIMITED

Registered Office: KANTEERAVA NAGAR, BANGALORE-560 096

FORM OF PROXY

I/We
Of..... in the district
ofbeing a member/members of the above
named company hereby appoint Smt. /Sri
.....of..... in the district
of or failing him of
in the district toas my/our.

Proxy to vote for me/us on my/our behalf of the 52nd Adjourned Annual General Meeting of the Company
to be held on the 28th November 2018 at 11.30A.M and at any adjournment thereof.

Signed this.....day of March 2018.

Revenue
Stamp
Rs. 1/-

Signed this

NOTE:

1. The Proxy to be valid must be deposited at the Registered Office of the Company at least Forty-Eight Hours before the time fixed for holding the meeting.
2. The Proxy need not be a member of the Company.

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