

ಶ್ರೀ ಕಂಠೀರವ ಸ್ಟುಡಿಯೋಸ್ ನಿಯಮಿತ

ಕಂಠೀರವ ನಗರ, ಬೆಂಗಳೂರು - 560 096

SREE KANTEERAVA STUDIOS LIMITED

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



53ನೇ ವಾರ್ಷಿಕ ವರದಿ
ಮತ್ತು ಲೆಕ್ಕ ಪರಿಶೋಧನಾ ವರದಿ
2018-2019

**53rd Annual Report
& Audit Report
2018-2019**

FOR THE PERIOD ENDED 31ST MARCH 2019

ಶ್ರೀ ಕಂಠೀರವ ಸ್ಟುಡಿಯೋಸ್ ನಿಯಮಿತ

ಕಂಠೀರವನಗರ ಬೆಂಗಳೂರು-560 096.

ನಿರ್ದೇಶಕ ಮಂಡಳಿ 01-04-2018 ರಿಂದ 31-03-2019

1. ಶ್ರೀಮತಿ ಮೀನಾಕ್ಷಿ ಸಂಗ್ರಾಮ್	ಅಧ್ಯಕ್ಷರು	27.10.2017 ರಿಂದ 26.05.2018
2. ಸನ್ಮಾನ್ಯ ಮುಖ್ಯಮಂತ್ರಿಗಳು	ಅಧ್ಯಕ್ಷರು	27.12.2018 ರಿಂದ
3. ಶ್ರೀ ಪಿ. ಮಣಿವಣ್ಣನ್, ಭಾ.ಆ.ಸೇ., ಸರ್ಕಾರದ ಪ್ರಧಾನ ಕಾರ್ಯದರ್ಶಿಗಳು, ವಾರ್ತಾ ಮತ್ತು ಸಾರ್ವಜನಿಕ ಸಂಪರ್ಕ ಇಲಾಖೆ	ನಿರ್ದೇಶಕರು	15.09.2017 ರಿಂದ 03.11.2018
4. ಶ್ರೀ. ಪಂಕಜ್ ಕುಮಾರ್ ಪಾಂಡೆ, ಭಾ.ಆ.ಸೇ.,	ನಿರ್ದೇಶಕರು	03.11.2018 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, ಐ.ಪಿ.ಎಸ್ ಆಯುಕ್ತರು, ವಾರ್ತಾ ಮತ್ತು ಸಾರ್ವಜನಿಕ ಸಂಪರ್ಕ ಇಲಾಖೆ	ನಿರ್ದೇಶಕರು	15.09.2017 ರಿಂದ 03.11.2018
7. ಶ್ರೀ. ಎನ್. ಆರ್. ವಿಶ್ವಕುಮಾರ್ ವಾರ್ತಾ ಮತ್ತು ಸಾರ್ವಜನಿಕ ಸಂಪರ್ಕ ಇಲಾಖೆ	ನಿರ್ದೇಶಕರು	03.11.2018 ರಿಂದ
8. ಶ್ರೀ. ಬಿ. ಎಲ್. ರಮೇಶ್ ಉಪಕಾರ್ಯದರ್ಶಿ-02, ಆರ್ಥಿಕ ಇಲಾಖೆ	ನಿರ್ದೇಶಕರು	08.07.2016 ರಿಂದ
9. ಸರ್ಕಾರದ ಉಪಕಾರ್ಯದರ್ಶಿಗಳು ತಾಂತ್ರಿಕ ಸಾರ್ವಜನಿಕ ಉದ್ದಿಮೆಗಳ ಇಲಾಖೆ	ನಿರ್ದೇಶಕರು	17.09.2018 ರಿಂದ
10. ಶ್ರೀ. ಸದಾಶಿವ ಉಲ್ಲಾಳ್	ನಿರ್ದೇಶಕರು	07.04.2016 ರಿಂದ 29.05.2018
11. ಶ್ರೀ. ಎಸ್. ಎಂ. ಪಾಟೀಲ್	ನಿರ್ದೇಶಕರು	07.04.2016 ರಿಂದ 29.05.2018
12. ಶ್ರೀ. ಚಂದ್ರಶೇಖರ್ ಹೆಚ್. ಸಿ	ನಿರ್ದೇಶಕರು	07.04.2016 ರಿಂದ 29.05.2018
13. ಶ್ರೀ. ವಾಸಿಲ್ ಅಲಿ ಖಾನ್	ನಿರ್ದೇಶಕರು	07.04.2016 ರಿಂದ 29.05.2018
14. ಶ್ರೀ. ಬಿ. ಕುಮಾರಸ್ವಾಮಿ	ನಿರ್ದೇಶಕರು	07.04.2016 ರಿಂದ 29.05.2018
15. ಶ್ರೀ. ಲೋಕೇಶಪ್ಪ	ನಿರ್ದೇಶಕರು	07.04.2016 ರಿಂದ 29.05.2018
16. ಶ್ರೀ. ಎನ್. ರವಿ	ನಿರ್ದೇಶಕರು	07.04.2016 ರಿಂದ 29.05.2018
17. ಶ್ರೀ. ಜಿ. ಪುಟ್ಟರಾಜು	ನಿರ್ದೇಶಕರು	07.04.2016 ರಿಂದ 29.05.2018
18. ಶ್ರೀ. ರಾಜೇಂದ್ರ ಪ್ರಸಾದ್	ನಿರ್ದೇಶಕರು	07.04.2016 ರಿಂದ 29.05.2018
19. ಶ್ರೀ. ಕೆ. ಮೋಹನ್‌ದೇವ್ ಆಳ್ವ	ನಿರ್ದೇಶಕರು	27.12.1995 ರಿಂದ
20. ಶ್ರೀ. ಕೆ. ಸುಭಾಷ್ ನಾಯ್ಡು	ನಿರ್ದೇಶಕರು	29.09.2016 ರಿಂದ
21. ಶ್ರೀ. ಎಸ್. ಶಂಕರಪ್ಪ	ವ್ಯವಸ್ಥಾಪಕ ನಿರ್ದೇಶಕರು	03.03.2015 ರಿಂದ 21.06.2018
22. ಶ್ರೀಮತಿ. ಎಂ. ಆರ್. ಮಮತ	ವ್ಯವಸ್ಥಾಪಕ ನಿರ್ದೇಶಕರು	21.06.2018 ರಿಂದ

ನೊಂದಣಿ 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: 080-26706939

ಶ್ರೀ ಕಂಠೀರವ ಸ್ಟುಡಿಯೋಸ್ ನಿಯಮಿತ

ಕಂಠೀರವನಗರ, ಬೆಂಗಳೂರು-560 096.

ಶ್ರೀ ಕಂಠೀರವ ಸ್ಟುಡಿಯೋಸ್ ನಿಯಮಿತ ಸಂಸ್ಥೆಯ 53ನೇ ಸರ್ವ ಸದಸ್ಯರ ವಾರ್ಷಿಕ ಸಭೆಯು ಮೇಲ್ಕಂಡ ವಿಳಾಸದಲ್ಲಿರುವ ಸಂಸ್ಥೆಯ ನೋಂದಾಯಿತ ಕಛೇರಿಯಲ್ಲಿ ದಿನಾಂಕ:30.09.2019ನೇ ಸೋಮವಾರ ಬೆಳಿಗ್ಗೆ:11.30 ಗಂಟೆಗೆ ಈ ಕೆಳಗೆ ಕಾಣಿಸಿರುವ ಕಾರ್ಯ ನಿರ್ವಹಣೆಗಾಗಿ ನಡೆಯುವುದೆಂದು ಈ ಮೂಲಕ ತಿಳಿವಳಿಕೆ ನೀಡಲಾಗಿದೆ.

ವಿಶೇಷ ಸೂಚಿ

ಸಾಮಾನ್ಯ ವ್ಯವಹಾರ (Ordinary Business)

1. ದಿನಾಂಕ: 31ನೇ ಮಾರ್ಚ್ 2019 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 ಕೆ.ಮೋಹನ್‌ದೇವ್ ಆಳ್ವ ಸರದಿಯ ಪ್ರಕಾರ ನಿವೃತ್ತಿ ಹೊಂದಲಿದ್ದು, ಆ ಸ್ಥಾನಕ್ಕೆ ನಿರ್ದೇಶಕರನ್ನು ಚುನಾಯಿಸುವುದು. ಶ್ರೀ ಕೆ.ಮೋಹನ್‌ದೇವ್ ಆಳ್ವ ರವರು ನಿರ್ದೇಶಕರಾಗಿ ಚುನಾಯಿತರಾಗಲು ಅರ್ಹರಾಗಿರುತ್ತಾರೆ.

ನಿರ್ದೇಶಕ ಮಂಡಳಿಯ ಪರವಾಗಿ ಮತ್ತು ಆದೇಶದಂತೆ,

ಸಹಿ/-

(ಎಂ.ಆರ್.ಮಮತ)

ವ್ಯವಸ್ಥಾಪಕ ನಿರ್ದೇಶಕರು

ಸ್ಥಳ: ಬೆಂಗಳೂರು

ದಿನಾಂಕ: 04.09.2019

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:17.09.2019 ರಿಂದ 30.09.2019ರವರೆಗೆ (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 53rd ANNUAL GENERAL MEETING

Notice is hereby given that 53rd Annual General Meeting of the Share Holders of Sree Kanteerava Studios Limited, Bangalore-560 096, will be held on 30.09.2019 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 2019.
2. To consider appointment of Director in place of Sri K. Mohan dev Alva 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: 04.09.2019

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 17.09.2019 to 30.09.2019 (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 2019 ವರ್ಷಕ್ಕೆ ಅಂತ್ಯಗೊಳ್ಳುವ ಸಂಸ್ಥೆಯ 53ನೇ ವಾರ್ಷಿಕ ವರದಿ ಹಾಗೂ ಕಂಪನಿ ಕಾಯ್ದೆ 2013ರ ಪ್ರಕಾರ ಲೆಕ್ಕ ಪರಿಶೋಧಕರ ವರದಿ ಮತ್ತು ಕರ್ನಾಟಕ ಮಹಾಲೇಖಪಾಲರ ಅಭಿಪ್ರಾಯಗಳನ್ನು ತಮ್ಮ ಮುಂದಿಡಲು ನಿರ್ದೇಶಕರಾದ ನಾವು ಹರ್ಷಿಸುತ್ತೇವೆ.

ಪ್ರಮುಖ ಅಂಶಗಳು:

2018-2019 ನೇ ಸಾಲಿನ ಸಂಸ್ಥೆಯ ಸಾಧನೆಯ ಪ್ರಮುಖ ಅಂಶಗಳು ಈ ಕೆಳಕಂಡಂತಿವೆ.

ವಿವರಗಳು	2018-2019	2017-2018
• ಸ್ಟುಡಿಯೋದ ವರಮಾನ	183.12	214.76
• ಇತರೆ ಆದಾಯಗಳು	21.07	20.97
ಒಟ್ಟು ಮೊತ್ತ	204.19	235.73

ಪ್ರಸ್ತುತ ವರ್ಷದಲ್ಲಿ ಕಂಪನಿಯು (+) 38.47 ಲಕ್ಷ ರೂ. ನಿವ್ವಳ ಲಾಭಗಳಿಸಿರುತ್ತದೆ. ಹಿಂದಿನ ಸಾಲಿಗೆ ಕಂಪನಿಯು (+) 57.90 ಲಕ್ಷ ರೂ. ರಷ್ಟು ಲಾಭಗಳಿಸಿರುತ್ತದೆ. ಸ್ಟುಡಿಯೋದ ವರಮಾನವು ಕಮ್ಮಿಯಾದುದರಿಂದ ನಿವ್ವಳ ಲಾಭವು ಸಹಾ ಕಡಿಮೆಯಾಗಿರುತ್ತದೆ.

➤ **ವ್ಯವಹಾರದ ಸ್ವರೂಪದಲ್ಲಿ ಬದಲಾವಣೆ:**

2019 ಮಾರ್ಚ್ 31ರ ಅಂತ್ಯದ ಹಣಕಾಸು ವರ್ಷದಲ್ಲಿ ಕಂಪನಿಯ ವ್ಯವಹಾರದಲ್ಲಿ ಯಾವ ಬದಲಾಣೆಯೂ ಇರಲಿಲ್ಲ.

➤ **ಡಿವಿಡೆಂಡ್:**

ನಿಮ್ಮ ನಿರ್ದೇಶಕರು ಪರಿಶೀಲನೆ ವರ್ಷಕ್ಕೆ ಶಿಫಾರಸ್ಸು ಮಾಡಿರುವುದಿಲ್ಲ.

➤ **ಮೀಸಲುಗಳಿಗೆ ವರ್ಗಾಯಿಸಿದ ಮೊತ್ತಗಳು:**

31.03.2019 ವರ್ಷಾಂತ್ಯಕ್ಕೆ ಕಂಪನಿಯು ಯಾವುದೇ ಮೊತ್ತವನ್ನು ಮೀಸಲುಗಳಿಗೆ ವರ್ಗಾಯಿಸಿರುವುದಿಲ್ಲ.

➤ **ಮಂಡಳಿಯ ಸಭೆಗಳು:**

ಪರಾಮರ್ಶೆಯಡಿ ವರ್ಷದಲ್ಲಿ ನಾಲ್ಕು ಸಭೆಗಳನ್ನು ನಡೆಸಲಾಗಿರುತ್ತದೆ. ಅವುಗಳ ದಿನಾಂಕ 08.06.2018, 20.09.2018, 28.12.2018, 30.03.2019.

ಸಭೆಯ ವಿಷಯ ಸೂಚಿಯನ್ನು ನಿರ್ದೇಶಕರಿಗೆ ಮುಂಗಡವಾಗಿ ಸುತ್ತೋಲೆ ಕಳುಹಿಸಲಾಗಿತ್ತು. ನಿರ್ದೇಶಕರ ಮಂಡಳಿಯ ಸಭೆಗಳ ನಡವಳಿಕೆಗಳನ್ನು ಮಂಡಳಿಯ ಸದಸ್ಯರಿಗೆ ಅವರ ಪರಿಶೀಲನೆಗೆ ಎಂದು ಸುತ್ತೋಲೆ ಮೂಲಕ ಕಳುಹಿಸಲಾಗಿತ್ತು.

➤ **ವಾರ್ಷಿಕ ಆಧಾರದ ಮೇರೆಗೆ ಸ್ವತಂತ್ರ ನಿರ್ದೇಶಕರಿಂದ ಘೋಷಣೆ:**

ಇದೊಂದು ಸರ್ಕಾರಿ ಕಂಪನಿಯಾಗಿರುವುದರಿಂದ ಇದು ಅನ್ವಯಿಸುವುದಿಲ್ಲ.

➤ **ಹಣಕಾಸು ನಿರ್ವಹಣೆ / ಸಬ್ಸಿಡಿಯಡಿಗಳ ಹಣಕಾಸು ಸ್ಥಿತಿ / ಸಹವರ್ತಿಗಳು / ಜಂಟಿ ಕಾರ್ಯ ಕುರಿತ ಮಾಹಿತಿ:**

ಕಂಪನಿ ಯಾವುದೇ ಸಬ್ಸಿಡಿಯಡಿ (ಸಹಾಯಕ)ಗಳ, ಸಹವರ್ತಿಗಳ ಅಥವಾ ಜಂಟಿ ಕಾರ್ಯಕ್ರಮಗಳು ಹೊಂದಿರುವುದಿಲ್ಲ.

➤ **ವಾರ್ಷಿಕ ಸಲ್ಲಿಕೆ ಉದ್ಧರಣ:**

ಕಂಪನಿಗಳ ಕಾಯಿದೆ 2013 ಸೆಕ್ಷನ್ 92(3) ಮತ್ತು 2014ರ ಕಂಪನಿಗಳ (ವ್ಯವಸ್ಥಾಪನೆ ಮತ್ತು ಆಡಳಿತ) ನಿಯಮಗಳ ನಿಯಮ 12(1)ರ ಅನುಸಾರ ಅಗತ್ಯದಂತೆ ವಾರ್ಷಿಕ ವರದಿಯ ಒಂದು ಭಾಗವಾಗಿ ಎಂಜಿಟಿ-9ರಲ್ಲಿ ವಾರ್ಷಿಕ ಸಲ್ಲಿಕೆ ಉದ್ಧರಣ (ಅನುಬಂಧ-1).

➤ **ಲೇವಣಿಗಳು:**

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

➤ **ನಿರ್ದೇಶಕರುಗಳು:**

ಕಂಪನಿಯ ನಿರ್ದೇಶಕರಾದ ಶ್ರೀ ಕೆ. ಮೋಹನ್ ದೇವ್ ಆಳ್ವ ಅವರು ಸರದಿಯ ಪ್ರಕಾರ ನಿವೃತ್ತಿ ಹೊಂದಲಿದ್ದು, ಅವರು ಮರುಚುನಾಯಿತರಾಗಲು ಬಯಸಿರುತ್ತಾರೆ.

➤ **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 2018-2019ನೇ ಸಾಲಿಗೆ ಆಂತರಿಕ ಲೆಕ್ಕ ಪರಿಶೋಧಕರನ್ನಾಗಿ ನೇಮಕ ಮಾಡಲಾಗಿದೆ.

➤ **ಲೆಕ್ಕ ಪರಿಶೋಧಕರು:**

ಭಾರತ ಮಹಾಲೇಖಪಾಲರು 2018-2019ನೇ 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:**

ಆ 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 2019ನೇ 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.

➤ ಕಾರ್ಪೊರೇಟ್ ಸಾಮಾಜಿಕ ಜವಾಬ್ದಾರಿ ನೀತಿ:

ಕಂಪನಿಯು 2015ರ ಕಂಪನಿಗಳ (ಲೆಕ್ಕಪತ್ರಗಳು) ನಿಯಮಗಳೊಂದಿಗೆ ಓದಲಾದ ಕಂಪನಿಗಳು ಕಾಯಿದೆಯ ವಿಭಾಗ 135ರ ಅನ್ವಯಿಕೆಗೆ ನಿರ್ಣಾಯಕಗಳನ್ನು ಪೂರೈಸದಿರುವುದರಿಂದ ಈ ಕ್ಲಾಸ್ ಅವಯವಾಗುವುದಿಲ್ಲ.

➤ ಸಂಬಂಧಿತ ತಂಡ ವ್ಯವಹಾರಗಳು ಕಂಪನಿಯು ಕರ್ನಾಟಕ ಸರ್ಕಾರದ ಉದ್ಯಮವಾಗಿರುವುದರಿಂದ ಸಂಬಂಧಿತ ತಂಡ ವ್ಯವಹಾರಗಳು ಯಾವುದೂ ಇರುವುದಿಲ್ಲ.

➤ 2013ರ ಕಾರ್ಯಸ್ಥಳದಲ್ಲಿ ಮಹಿಳೆಯರ ಮೇಲೆ ಲೈಂಗಿಕ ಉಪದ್ರವ (ತಡೆ, ನಿಷೇಧ ಮತ್ತು ನಿವಾರಣೆ) ಕಾಯಿದೆ ಅಡಿ ಪ್ರಕಟಣೆ: ನಿಮ್ಮ ಕಂಪನಿಯು ಯಾವಾಗಲೂ ಹಲವಾರು ಮಧ್ಯ ಪ್ರವೇಶಗಳು ಮತ್ತು ಪದ್ಧತಿಗಳ ಮೂಲಕ ಕಂಪನಿಯ ಆವರಣದಲ್ಲಿ ಪ್ರತಿ ವ್ಯಕ್ತಿಯ ಕಾರ್ಯಕ್ಕೆ ಸುರಕ್ಷಿತ ಮತ್ತು ಉಪದ್ರವ ಮುಕ್ತ ಕಾರ್ಯಸ್ಥಳ ಒದಗಿಸುವುದರಲ್ಲಿ ನಂಬಿಕೆ ಇಟ್ಟಿದೆ. ಕಂಪನಿಯು ತಾರತಮ್ಯ ಮತ್ತು ಲೈಂಗಿಕ ಉಪದ್ರವ ಸೇರಿದಂತೆ ತೊಂದರತೆಗಳಿಂದ ಮುಕ್ತವಿರುವ ಪರಿಸರ ಸೃಷ್ಟಿಗೂ ಮತ್ತು ಅಂತಹ ಪರಿಸರ ಒದಗಿಸಲು ಬದ್ಧವಿರುತ್ತದೆ.

➤ ಪ್ರಸಕ್ತ ವರ್ಷದಲ್ಲಿ ಲೈಂಗಿಕ ಉಪದ್ರವ ಕುರಿತಂತೆ ಯಾವ ದೂರುಗಳೂ ವರದಿಯಾಗಿಲ್ಲ.

➤ 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: 14.09.2019

**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 2019.**

The preparation of financial statements of **Sree Kanteerava Studios Limited, Bangalore** for the year ended **31 March 2019** 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 **30 August 2019**.

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 2019** under section 143 (6) (a) of the Act.

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

Sd/-
**(ANUP FRANCIS DUNGUNG)
ACCOUNTANT GENERAL
(ECONOMIC & REVENUE SECTOR AUDIT)
KARNATAKA, BENGALURU**

BENGALURU

Date: 20 September 2019

B.S. PRAKASH & CO.

CHARTERED ACCOUNTANTS

INDEPENDENT AUDITOR'S REPORT

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

Report on the Audit of the Standalone Financial Statements

Qualified Opinion

We have audited the accompanying financial statements of **M/s. SREE KANTEERAVA STUDIOS LIMITED**, which comprise the balance sheet as at 31st March 2019, 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.

In our opinion and to the best of our information and accordingly to the explanations given to us, except for the possible effects of the matter described in the basis for qualified opinion section of our report, the aforesaid standalone financial statements given the information required by the Companies Act, 2013 ("The Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2019, and profit and loss account and its cash flows for the year ended on that date.

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.

E. Unauthorised Occupation of the part of the Land :

A portion of the Land at the Premises of the Company was used for cremation of Dr. Late Ambarish body on 26.11.2018. There was no agreement with the government or with any other persons for use of the land. We have been told that there was oral instruction from the government of Karnataka to make way for the above mentioned cremation. It amounts to wrongful possession of the land belonging to the company and to that extent the company is deprived of its revenue.

Basis for Opinion

We conducted our audit of the Standalone financial statements in accordance with the Standards on Auditing (SAs) specified under Section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key audit matters:

Reporting of key audit matters as per SA 701, Key Audit Matters are not applicable to the Company as it is an unlisted company.

Management's Responsibility for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation and presentation of these Standalone financial statements that give a true and fair view of the state of affairs (financial position), profit or loss (financial performance) and cash flow of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act. 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.

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

Those Board of Directors are also responsible for overseeing the company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable, assurance about whether the standalone financial statements as

a whole are free from material misstatement, whether due to fraud or error, and to issue on auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with standards on auditing will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an Audit in accordance with Standards on auditing, we exercise professional judgment and maintain professional skepticism throughout the Audit. We also:

- (a) Identify and assess the risks of material misstatement of the Financial Statements, whether due to fraud or error, design and perform audit procedures responsive to those risks and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.*
- (b) Obtain an understanding of internal control relevant to the audit in order to design audit procedure that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.*
- (c) Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.*
- (d) Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.*
- (e) Evaluate the overall presentation, structure and content of the Financial Statements, including the disclosures, and whether the Financial Statements represent the underlying transactions and events in a manner that achieve fair presentation.*

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Emphasis of Matters

We draw attention to:

Reference is drawn to note no.11: The interest expense on various loans taken from Government of Karnataka not provided in the standalone financial statements 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 these matters.

Report 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 subsection (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 accounts 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 standalone Financial Statements comply with the Accounting Standards specified under section 133 of the Act.
 - 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, as amended. 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 the standalone financial statements (Refer Note No. 3 to the standalone 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:

1. Whether the company has system in place to process all the accounting transactions through IT system? If yes, the implications of processing of accounting transactions outside IT system on the integrity of the accounts alongwith the financial implications, if any, may be stated.

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. In the absence of full operation being computerised, the integrity of the processing system is not affected. Any how it is suggested for computerization of the accounting transactions.

2. Whether there is any restructuring of an existing loan or cases of waiver/write off to debts/loans/interest etc. made by a lender to the company due to the company's inability to repay the loan? If yes, the financial impact may be stated.

Auditors' Comments – Based on examination, explanations and information obtained from the management, there was not restructuring of any existing loan or cases of waiver/write off the debts/loans/interest etc, made by a lender to the company due to the company's inability to repay the loan.

3. Whether funds received/receivable for specific schemes from Central/State agencies were properly accounted for/utilized as per its term and conditions? List the cases of deviation.

Auditors' Comments – Based on examination obtained from the management, the funds received/receivable for specific schemes were properly accounted for utilized as per its term and conditions. Except in the year 2014-15, where share application money of Rs.15,02,000/- was utilised for making payment to income tax department. However no funds for specific schemes were received from Central/State agencies during the year under audit.

Additional Company Specific Directions:

- (a) 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 except in the instance mentioned below.

A portion of the Land at the Premises of the Company was used for cremation of Dr. Late Ambarish body on 26.11.2018. There was no agreement with the government or with any other persons for use of the land. We have been told that there was oral instruction from the government of Karnataka to make way for the above mentioned cremation. It amounts to wrongful possession of the land belonging to the company and to that extent the company is deprived of its revenue.

- (b) Examine the system of effective utilization 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.

- (c). 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 computerized 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
UDIN 19019650AAAAV1996

Place : Bengaluru
Date : 30.08.2019

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, 2019)

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, GST, 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, 2019 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)	2,78,928
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, GST 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, whether it is applicable
- (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) Since the company is a Government company requisites, approval, mandated by the provisions of section 197 read with Schedule V is not applicable to the company.
- (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 there was no transaction with related parties and reporting of compliance with Section 177 and 188 of the Companies Act 2013 is not applicable to the company.
- (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

UDIN 19019650AAAAAV1996

Place : Bengaluru

Date : 30.08.2019

“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, 2019 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. There was so many clerical mistakes and vouchers entry mistakes which were rectified at the time of 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, 2019 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

UDIN 19019650AAAAAV1996

Place : Bengaluru

Date : 30.08.2019

SREE KANTEERAVA STUDIOS LIMITED

Kanteerava Nagar, Bangalore -560 096

Balance Sheet as at 31st March, 2019

(Amount in Rupees)

PARTICULARS	Note	As at 31-Mar-19	As at 31-Mar-18
EQUITY AND LIABILITIES			
SHAREHOLDERS FUNDS			
Share capital	2.1	87,63,500	87,63,500
Reserve and surplus	2.2	2,67,61,866	2,29,15,253
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	16,51,597	12,41,917
Other long -term liabilities	2.6	1,01,239	34,18,789
CURRENT LIABILITIES			
Trade Payables	2.7	4,26,426	4,99,201
Other current liabilities	2.8	28,65,255	37,32,375
Short-term provisions	2.9	15,89,788	9,66,543
Total		9,42,50,671	9,36,28,578
ASSETS			
NON-CURRENT ASSETS			
Fixed Assets			
Tangible assets	2.10	3,80,56,975	2,98,80,754
Capital work-in-progress		-	-
Capital Advance	2.16	0	87,00,000
Non-current investments	2.11	1,31,700	1,31,700
Long term Loans and Advances (un secured, consider Good)		-	-
Other Non current assets	2.12	-	-
CURRENT ASSETS			
Trade receivable	2.13	1,16,60,455	1,13,18,061
Cash and Cash equivalents	2.14	4,34,40,863	4,09,76,302
short Term Loan & Advance	2.15	9,44,678	12,36,550
Other current assets	2.16	16,000	13,85,211
Total		9,42,50,671	9,36,28,578
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/-

(Managing Director)

Place: Bangalore
Date : 30-08-2019

Sd/-

(Director)

Sd/-

B.S.Prakash

Proprietor

M.No:19650

UDIN.19019650AAAAAV1996

SREE KANTEERAVA STUDIOS LIMITED

Kanteerava Nagar, Bangalore -560 096

Statement of Profit and Loss for the year ended 31st March, 2019

(Amount in Rupees)

PARTICULARS	Note	For the year ended 31-Mar-19	For the year ended 31-Mar-18
REVENUE FROM OPERATION			
Income from Operating services	2.18	1,83,12,778	2,14,76,471
Other income	2.19	21,06,666	20,96,576
Total Revenue		2,04,19,444	2,35,73,047
EXPENSES			
Film Shooting Expenses	2.20	15,60,858	7,03,501
Employee benefits expenses	2.21	56,75,597	54,72,209
Depreciation and amortisation expenses	2.22	20,78,106	17,01,996
Other Expenses	2.23	56,43,862	76,23,230
Total Expenses		1,49,58,423	1,55,00,936
Profit /(loss) before exceptional and extraordinary items and tax		54,61,021	80,72,111
Exceptional Items		-	-
Profit/ (loss) before extraordinary items and tax		54,61,021	80,72,111
Extraordinary items		-	-
Profit/ (loss) before tax		54,61,021	80,72,111
Tax expenses			
Current tax		11,93,862	18,46,500
Earlier Tax		10,866	-
Deferred tax	2.5	4,09,680	4,35,538
Profit/ (loss) for the year		38,46,613	57,90,073
Earnings per share:			
Basic		43.89	66.07
Diluted		43.89	66.07
No. of Equity Shares held (No)		87,635	87,635
Face Value Per Share (Rs.)		100.00	100.00

Company Information & Significant accounting policies
Notes are integral part of the financial statements

1

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/-

Sd/-

Sd/-

(Managing Director)

(Director)

(B.S.Prakash)

Proprietor

M.No:19650

Place: Bangalore

Date : 30-08-2019

UDIN.19019650AAAAAV1996

SREE KANTEERAVA STUDIOS LIMITED

CIN : U85110KA1966SGC001613
Kanteerava Nagar, Bangalore -560 096

Cash Flow Statement for the year ended 31st March, 2019.

(Amount in Rupees)

PARTICULARS	For the year ended 31-Mar-19		For the year ended 31-Mar-18	
A) Cash flows from Operating Activities				
Profit before tax	54,61,020		80,72,111	
Adjustment for :				
Depreciation	20,78,106		17,01,996	
Interest earned on fixed deposits	-20,80,246		(20,38,719)	
Operating Cash flows before working capital changes	54,58,880		77,35,388	
Adjustment for working capital changes				
Change in trade receivable	-3,42,394		-54,52,175	
Change in trade payables	-72,774		-7,07,127	
Change in other current liabilities and provisions	-2,43,875		14,78,627	
Change in Other Current Assets	16,61,083		-5,84,037	
Change in non current liabilities	-29,07,870		-14,66,462	
	35,53,050		10,04,214	
Less: Direct taxes paid	(16,14,408)		(22,82,038)	
Net Cashflow From Operating Activities		1,938,642		(12,77,824)
B) Cash flow from Investing activities :				
Acquisition of Fixed Assets	(1,02,54,327)		-	
Investment in Fixed Deposits with maturity of more than 3 months	4,36,498		7,82,849	
Change in Non Current Investments	-		-20,269	
Interest earned on fixed deposits	20,80,246		20,38,719	
Net cash flow from Investing activities		-7,737,583		28,01,299
C) Cash flow from Financing activities :				
Share Application money				
Loan Repaid to Government of Karnataka				
Long Term Loans and Advances :	-		-	
Security deposits	-		-	
Capital Advance :	-	87,00,000	(42,00,000)	(42,00,000)
Net cash flow from Financing activities		-		-
Net Increase/(Decrease) in Cash and Cash Equivalent		29,01,059		(26,76,525)
Add : Opening Cash and Cash Equivalent		4,09,76,302		4,44,35,676
Add : Fixed Deposit		-4,36,498		7,82,849
Closing Cash and Cash Equivalent		4,34,40,863		4,09,76,302

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/-

(Managing Director)

Sd/-

(Director)

Sd/-

(B.S.Prakash)

Proprietor

M.No:19650

UDIN.19019650AAAAV1996

Place: Bangalore

Date : 30-08-2019

SREE KANTEERAVA STUDIOS LIMITED

Notes to Accounts Forming Part of the Financial Statements

(Amount in Rupees)

2.1	Share Capital	As at 31-Mar-19	As at 31-Mar-18
	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 2019	As at 31 March 2019
		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-19	As at 31-Mar-18
	Capital Reserves (a)	34,375	34,375
	Opening Balance - Accumulated Profit/(Loss)	2,36,52,491	1,78,62,418
	Add/(Less): Adjustment for change in useful life of fixed assets (Refer Note no. 2.10)	(7,71,613)	(7,71,613)
	Add: Net profit after tax transferred from statement of profit & loss	2,28,80,878	1,70,90,805
	Closing Balance - Accumulated Profit/(Loss) (b)	38,46,613	57,90,073
		2,67,27,491	2,28,80,878
	(a+b)	2,67,61,866	2,29,15,253
2.3	Securities application money pending allotment	As at 31-Mar-19	As at 31-Mar-18
	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-19	As at 31-Mar-18
	Government of Karnataka Loan	NILL	NILL
		NILL	NILL
2.5	Deffered Tax Liabilities	As at 31-Mar-19	As at 31-Mar-18
	On account of depreciation	16,51,597	12,41,917
		16,51,597	12,41,917

2.6	Other long-term liabilities	As at 31-Mar-19	As at 31-Mar-18
	Earnest Money Deposit (EMD)	29,395	29,395
	Security Deposit	61,844	28,41,394
	Kasturi media deposit	-	4,40,000
	EMD-UNIVEVA	10,000	10,000
	Information Deparment	-	98,000
		1,01,239	34,18,789
2.7	Trade Payables	As at 31-Mar-19	As at 31-Mar-18
	Dues to Micro & Small Enterprises		
	Ananda	4,849	-
	Wisdom Security Services	1,96,030	-
	Narayana Catering	8,918	8,918
	jai Bhavani Tours & Travels	-	48,510
	kamna Hill Resorts	-	49,000
	Sri Chowdeshwari Prasanna	1,950	2,000
	Sri Vinayaka Enterprises	15,930	15,932
	Chetan Enterprises	17,383	-
	Prathi Roopa	2,084	2,084
	Crown security	79,595	79,595
	Bhoomi Infotech	826	826
	Sumithara Bai	188	-
	B.V.Gangadheraiah	726	-
	G V Enterprises	1,266	1,266
	Haiku Technologyies	649	-
	Nurseary men Co-opt society	83,810	-
	Aishwaraya Facility Services	-	2,78,848
	Shashi Detective Agencies	12,222	12,222
		4,26,426	4,99,201
2.8	Other Current Liabilities	As at 31-Mar-19	As at 31-Mar-18
	News paper charges payable	1,180	1,020
	Salary Payable	3,00,464	-
	M.D.Salary payable	76,688	-
	Hanumathappa Advance	8,050	8,050
	Renukamma Advance	602	600
	Water charges payable	1,195	675
	Karnataka State Labour Welfare Fund payable	102	54
	Kanteerava Studio Karmika sangha	570	570
	Outstanding liabilities for Expenses	5,777	14,180
	Provident Fund Payable	59,078	55,540
	Provident Fund Contractors Payable	7,421	7,421
	ESI- payable	2,283	1,902
	ESI- Contract Labours	2,78,928	2,75,820
	Professinal Tax Payable	1,600	1,400
	TDS Payable	72,629	3,13,924
	Retention Money Payable	-	23,141
	Supreeth Enterprises	23,485	23,485
	Telephone Charges Payable	2,120	20,757
	Internal Audit Fees Payable	72,000	80,000
	Power Charges Payable	60,927	45,628
	Professional Charges Payable	800	53,190
	Statutory Audit Fees Payable	31,500	50,000
	Chairman Remunartion & conveyance payable	50,525	1,72,753

	Chairmen Traveling Expenses Payable	50,640	1,47,500
	Dhanush Cable Net work	-	500
	Director Tour Expenses Payable	-	5,22,901
	Employees Gratuity Fund Payable	-	3,00,596
	Pooja Expenses Payable	7,000	3,500
	GST-Payable	2,09,626	3,83,246
	Income Tax Payable	92,760	1,29,052
	Advance received from Customers	14,47,305	10,94,970
		28,65,255	37,32,375
2.9	Short- term provisions	As at 31-Mar-19	As at 31-Mar-18
	Bonus / Exgratia Payable	1,20,000	1,20,000
	Leave Encashment Payable	14,69,788	8,46,543
		15,89,788	9,66,543
2.11	Non - Current investments	As at 31-Mar-19	As at 31-Mar-18
	Deposit with Govt Department	1,31,700	1,31,700
		-	-
		1,31,700	1,31,700
2.12	Other Non - Current Assets	As at 31-Mar-19	As at 31-Mar-18
		-	-
		-	-
		-	-
2.13	Trade recivables (unsecured)	As at 31-Mar-19	As at 31-Mar-18
	Debts outstanding for Exceeding six months		
	Considered Good	1,11,96,658	45,85,481
	Considering Doubtful	-	7,44,232
	Less: Provision for Doubtful Debts	-	(7,44,232)
	Other Debts		-
	Considered Good	4,63,797	67,32,580
	Grand Total	1,16,60,455	1,13,18,061
2.14	Cash & Bank Balances	As at 31-Mar-19	As at 31-Mar-18
	Cash & Cash equivalents		
	<u>Cash in hand</u>		
	Cash	1	1
	<u>Balances with banks in current account</u>		
	Canara Bank 11234	52,39,810	26,30,583
	SBM 121	14,992	15,759
	SBM 357	3,65,360	3,66,127
	IDBI	4,45,679	1,52,313
	<u>Fixed Deposits (having maturity below 3 Months)</u>		
	SBM 357 Deposits	54,33,133	51,32,238
	Interest Accrued but not due on fixed deposits	76,108	78,346

	Other Bank Balances		
	<u>Fixed Deposits (having maturity below 12 Months)</u>		
	Canara Bank Deposits	1,36,27,216	1,64,27,716
	Interest Accrued but not due on fixed deposits	1,68,160	8,02,580
	<u>Fixed Deposits (having maturity Above 12 Months)</u>		
	Canara Bank Deposits	1,70,50,735	1,46,25,287
	Interest Accrued but not due on fixed deposits	10,19,669	7,45,352
		4,34,40,863	4,09,76,302
2.15	Short term loan & Advance	As at 31-Mar-19	As at 31-Mar-18
	Advance to chairman	3,79,200	3,87,600
	other Advances	4,55,478	5,33,930
	Advance to Chitrakala parishath	20,000	20,000
	Director Tour Advance	90,000	2,95,020
		9,44,678	12,36,550
2.16	Other Current Assets (Unsecured Considered Good)	As at 31-Mar-19	As at 31-Mar-18
	Income Tax Refund	-	11,47,946
	Sub Total - A	-	11,47,946
	Service Tax Receivables	-	2,21,265
	Sub Total - B (A+B)	-	2,21,265
	Deposit with Gratuity Trust	1,000	1,000
	Security deposit-Lorry Association	15,000	15,000
	Sub Total - C	16,000	16,000
	Total (A+B+C)	16,000	13,85,211
2.17	Long term Loans and Advances (un secured, consider Good)	As at 31-Mar-19	As at 31-Mar-18
	Capital Advance to Bangalore Nirmithi Kendra (Urban)	-	87,00,000
		-	87,00,000

SREE KANTEERAVA STUDIOS LIMITED

Note No 2.10 : Property, Plant & Equipment & Depreciation for the Financial year 2018-19 as per the schedule II of companies Act 2013 . (Amount in Rs)

Assets	Gross Block			Accumulated Depreciation		Net Block as on 31-03-2019		
	Gross Block as on 01-04-2018	Additions during the year	Deletion during the year	Gross Block as on 31-03-2019	Upto 31-03-2018 Depreciation for the Year	Transfers to Reserve	Upto 31-03-2019	As on 31-03-2019 As on 31-03-2018
1. Land	1,30,430	0		1,30,430	-			1,30,430
2. Buildings	3,32,19,256	1,00,00,000		4,32,19,256	13,99,283		66,97,699	3,65,21,557
3. Stores Shed	1,95,424	0		1,95,424	8,239		1,36,354	59,070
4. Road & Compound walls	16,90,444	0		16,90,444	47,232		16,10,575	79,869
5. Temporary structures	18,688	0		18,688			17,754	934
6. Studio Equipment	12,45,843	0		12,45,843	-		11,83,551	62,292
7. Back Ground & Sound	41,452	0		41,452	-		39,379	2,073
8. Fire Fighting Eqt.	31,573	0		31,573	-		29,994	1,579
9. Electrical Appliances	7,63,888	92,602	0	8,56,490	1,69,503		6,20,818	2,35,672
10. Rolling Stock	10,484	0		10,484	-		9,960	524
11. Garden Eqt.	1,42,433	0		1,42,433	13,252		1,10,480	31,953
12. Studio Light	2,12,860	0		2,12,860	-		2,02,217	10,643
13. Fur & Fixts.	1,95,513	0		1,95,513	5,086		1,82,113	13,400
14. Office Eqt.	14,14,925	12,378		14,27,303	3,68,563		12,85,375	1,41,928
15. Pump Set	27,520	0		27,520	-		26,144	1,376
16. Library	1,360	0		1,360	-		1,292	68
17. Borewell	2,54,480	31,000		2,85,480	16,858		1,09,849	1,75,631
18. Generator	1,68,273	0		1,68,273	-		1,59,859	8,414
19. Ganesh Temple	15,865	0		15,865	783		10,382	5,483
20. Computer	2,04,536	70,050		2,74,586	24,191		2,28,285	46,301
21. Fountain	1,91,046	0		1,91,046	9,874		1,02,712	88,334
22. Printer	47,052	0		47,052	-		44,699	2,353
23. Car	6,75,406	0		6,75,406	-		6,41,636	33,770
24. Children Play Equipment	86,000	0		86,000	5,892		40,471	45,529
25. UPS	9,700	48,297		57,997	9,351		18,574	39,423
26. Temporary structures	63,67,367	0		63,67,367	-		60,48,999	3,18,368
Current Year	4,73,61,818	1,02,54,327	-	5,76,16,145	20,78,106	-	1,95,59,170	3,80,56,975
Previous Year	4,73,61,818	0	0	4,73,61,818	17,01,996	-	1,74,81,064	2,98,80,754

**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 chararged 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)

2.18	Revenue from operations	For the year ended 31-Mar-19	For the year ended 31-Mar-18
	<u>Income from Operating activities</u>		
	Income from Shooting Charges	1,83,12,778	2,14,76,471
		1,83,12,778	2,14,76,471
2.19	Other Incomes	For the year ended 31-Mar-19	For the year ended 31-Mar-18
	Interest on BESCOM Deposit	6,960	24,701
	Advance Received from Customers Written Back	7,876	901
	Miscellaneous Income	11,584	13,851
	Excess Provision Written Back-Earlier Year (Bonus)	-	18,404
	Interest Received on Fixed Deposits	20,80,246	20,38,719
		21,06,666	20,96,576
2.20	Film Shooting Expenses	For the year ended 31-Mar-19	For the year ended 31-Mar-18
	Discount Allowed To Customers	-	124
	Electrical Maintenance	3,17,384	1,49,368
	Garden maintenance	6,60,806	-
	Power & Diesel Charges	5,82,668	5,54,009
		15,60,858	7,03,501
2.21	Employee Benefits Expenses	For the year ended 31-Mar-19	For the year ended 31-Mar-18
	Provident Fund contribution	1,84,580	2,18,007
	Salary & Wages	34,39,440	34,91,882
	Bonus	-	1,20,000
	ESI Contribution	16,958	16,680
	Staff & Labour Welfare	53,629	1,13,119
	Gratuity Premium	2,00,000	3,00,596
	Chairman's Salary & HRA	1,01,128	7,51,613
	Salary -Chairman staff	1,05,897	2,94,057
	Leave salary	6,72,557	99,644
	MD-Charge Allowance	4,560	66,611
	MD-Salary	6,87,152	
	Medical insurance to Staff	2,09,696	-
		56,75,597	54,72,209
2.22	Depreciation & Amortization Expenses	For the year ended 31-Mar-19	For the year ended 31-Mar-18
	Depreciation	20,78,106	17,01,996
		20,78,106	17,01,996

2.23	Other Expenses	For the year ended 31-Mar-19	For the year ended 31-Mar-18
	Advertisement Charges	93,606	82,651
	Bank Charges	5,690	7,546
	Statutory audit fees	35,000	25,000
	Meeting Expenses	3,780	41,941
	Director Sitting fee& T.A.&D.A	12,000	5,11,000
	Director's Tour Expenses	15,479	7,55,515
	Vehicle Maintenance charges	1,07,804	2,39,097
	Insurance Charges	68,700	68,700
	Internal Audit Fees	80,000	80,000
	Membership Fees (KFCC)	600	600
	Miscellaneous Expenses	11,976	22,755
	News Paper Charges	11,950	6,120
	Pooja Expenses	62,036	61,764
	Postage & Courier	5,019	4,792
	Professional Charges	68,040	1,69,000
	Penalty Charges	750	28,071
	Property Tax Paid	19,18,154	19,18,154
	Security, Typist, Driver chargesn& General Staff	21,67,441	19,96,729
	Conveyance	33,479	44,559
	Travelling and Conveyance expenses for Managing Director	94,699	1,32,609
	Water Charges	9,240	8,220
	General maintenance	3,24,209	1,70,708
	Telephone & Internet Charges	46,770	52,832
	Computer Maintenance	14,242	11,862
	Vehicle Insurance	13,393	5,900
	Rates & Taxes	2,75,706	3,600
	Printing & Stationery	58,507	1,05,747
	AGM Meeting Expenses	13,440	2,500
	Chairman conveyance	-	3,98,739
	Refreshment Expenses to Chairmen	-	76,506
	Travelling Expenses for Chairmen	92,152	5,90,013
		56,43,862	76,23,230

SREE KANTEERAVA STUDIOS LIMITED

SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDING 31ST MARCH 2019

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 180 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	1,01,128	7,51,613
	ii.Travelling and Conveyances	92,152	9,88,752
	iii.Staffs Salary	1,05,897	2,94,057
	iv.Refreshment expenses	-	76,506
2	Managing Directors		
	i. Travelling and conveyance	94,699	1,32,609
	ii. Charge allowance	4,560	66,611
	Total	3,98,436	23,10,148

B. Audit remuneration:

Current Year

Previous Year

1. Statutory Audit Fee

Rs. 35,000

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. A Portion of land belonging to the company has been used in November 2018 to set up a Samadhi of late Dr.Ambresh, no adjustment have been carried out in the books pending issue of suitable directions from Government of karnataka
10. Sundry Creditors include micro Small and medium enterprises amounting to Rs.4,26426/-. This information has been determined on the basis of information available with the Company.
11. 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.
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/-
(Managing Director)

Sd/-
(Director)

Sd/-
B.S.Prakash
(Proprietor)
M.No.19650
UDIN.19019650AAAAV/1996

Place: Bengaluru
Date: 30-08-2019





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
53ನೇ ನಿಗಮದ ವಾರ್ಷಿಕ ಮಹಾಸಭೆಗೆ ದಿನಾಂಕ: 30ನೇ ಸೆಪ್ಟೆಂಬರ್ 2019 ರಂದು ಬೆಳಿಗ್ಗೆ: 11.30 ಗಂಟೆಗೆ
ಸಭೆಗೆ ಹಾಜರಾಗಲು ನೇಮಿಸುತ್ತಿದ್ದೇನೆ/ವೆ.

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

ಒಂದು ರೂಪಾಯಿ
ಕಂದಾಯ
ಸ್ವಾಂಪ್

ಸೂಚನೆ:

- ಈ ಪ್ರತಿನಿಧಿ ನೇಮಕಾತಿ ಪತ್ರ ಉರ್ಜಿತಗೊಳ್ಳಲು ಕೊನೆಯ ಪಕ್ಷ ಅರ್ಜಿಯನ್ನು ನಿಗಮದ ನೋಂದಣಿ ಕಚೇರಿಗೆ ವಾರ್ಷಿಕ ಮಹಾ ಸಭೆಯು ನಡೆಯುವ ಸಮಯಗಿಂತ 48 ಗಂಟೆ ಮುಂಚಿತವಾಗಿ ತಲುಪತಕ್ಕದ್ದು.
- 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 53rd Annual General Meeting of the Company to be held
on the 30th September 2019 at 11.30 A.M and at any adjournment thereof.

Signed this.....day of September 2019.

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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Smt / Sri

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Office Phone : 23378611 / 23370603