MUKTA A2 CINEMAS PVT LTD
BALANCE SHEET AS AT 31st MARCH, 2026
(Currency - Indian Rupees)

(Rs. In '000)

Particulars	Notes	As at 31 March 2026	As at 31 March 2025
I ASSETS			
1 Non-current assets			
(a) Property, plant and equipment	5 (a)	1,97,618	2,33,470
(b) Capital work in progress	5 (b)	28,905	35,136
(c) Other intangible assets	5 (c)	1,150	978
(d) Right of use assets	5 (d)	2,97,576	3,19,033
(e) Financial assets			
(i) Investments	6 (a)	45	45
(ii) Others financial assets	6 (b)	33,050	40,028
(f) Deferred tax assets (net)	14	-	-
Non-current assets		**5,58,343**	**6,28,690**
2 Current assets			
(a) Inventories	7	8,479	10,689
(b) Financial assets	8		
(i) Trade receivables	8 (a)	14,893	17,380
(ii) Cash and cash equivalents	8(b)	2,940	1,403
(iii) Short term loans and advances	8 (c)	76,899	80,655
(iv) Others	8d)	21,294	2,956
(c) Other current assets	9	56,658	50,215
Current assets		**1,81,164**	**1,63,297**
TOTAL ASSETS		**7,39,507**	**7,91,987**
II. EQUITY AND LIABILITIES			
1 Equity			
(a) Equity share capital	10	15,000	15,000
(b) Other equity	11	-10,74,254	-9,83,718
		-10,59,254	**-9,68,718**
2 Non-Current Liabilities			
(a) Financial liabilities			
(i) Long term borrowings	12(a)	-	-
(ii) Lease liabilities	12(b)	3,11,502	3,40,272
(b) Long-term provisions	13	12,234	9,068
(c) Deferred tax liabilities (Net)	14	5,444	4,863
Total non current liabilities		**3,29,180**	**3,54,203**
3 Current liabilities			
(a) Financial liabilities			
(i) Short term borrowings	16 (a)	-	30,146
(ii) Trade payables	16(b)		
(a) Total outstanding dues of micro and small enterprises		895	1,448
(b) Total outstanding dues other than (ii) (a) above		2,66,073	2,21,944
		2,66,968	**2,23,392**
(iii) Lease Liabilities	12(b)	36,934	28,396
(iv) Other financial liabilities	16(c)	10,70,234	10,26,040
(b) Other current liabilities	17	25,942	18,397
(c) Short term provisions	18	69,504	80,130
Total current liabilities		**14,69,581**	**14,06,502**
TOTAL EQUITY AND LIABILITIES		**7,39,507**	**7,91,987**

Summary of significant accounting policies 2

The above standalone balance sheet should be read in conjunction with the accompanying notes.

As per our report of even date attached.

For **Uttam Abuwala Ghosh & Associates**
Chartered Accountants
Firm's Registration No: 111184W

Uttam Abuwala Ghosh & Associates Mumbai

CA Subhash Jhunjhunwala
Partner
Membership No: 016331

For and on behalf of the Board of Directors of Mukta A2 Cinemas Private Limited
CIN: U74999MH2016PLC287694

MUKTA A2 CINEMAS PVT. LTD. MUMBAI

Subhash Ghai
Director
DIN : 00019803

Parvez A. Farooqui
Director
DIN: 00019853

Rahul Puri
Director

Place : Mumbai
Date: 18th May 2026

MUKTA A2 CINEMAS PVT LTD

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED ON 31st MARCH, 2026

(Currency - Indian Rupees)

(Rs. In '000)

	Particulars	Note No	Year ended 31 March 2026	Year ended 31 March 2025
I	**Income**			
	Revenue from operations	19	8,58,127	7,25,735
	Other income	20	26,075	35,051
	Total Income (I + II)		**8,84,202**	**7,60,787**
II	**Expenses**			
	Changes in inventory of food and beverages	21	2,209	-1,801
	Purchase of food and beverages	22	60,381	59,210
	Distributor's share	23	2,56,343	2,23,693
	Other direct operation expenses	24	3,504	4,953
	Employee benefits expenses	25	1,62,827	1,55,356
	Finance costs (net)	26	1,22,981	1,23,060
	Depreciation and amortisation expenses	27	89,113	94,383
	Other expenses	28	2,79,617	2,53,902
	Total expenses		**9,76,976**	**9,12,755**
III	**Profit from ordinary activities before Share in Joint Venture**		**-92,774**	**-1,51,968**
IV	**Share in Joint Venture**		-	-
V	**Profit from ordinary activities before Tax**		**-92,774**	**-1,51,968**
VI	**Tax expense**			
	Current tax		-	-
	Deferred tax	14	**1,370**	**8,925**
VII	**Loss for the year (V-VI)**		**-94,145**	**-1,60,893**
VIII	**Other comprehensive income**			
	Items that will not be reclassified to Profit and Loss			
	Remeasurements of net defined benefit plans		-1,145	380
	Equity instruments through other comprehensive income		-	-
IX	**Total comprehensive income for the period**		**-95,289**	**-1,60,513**
X	**Earnings per share**			
	Basic EPS		-63.53	-107.01
	Dilutive EPS		-63.53	-107.01
	Nominal value per share		10.00	10.00

Summary of significant accounting policies 2

The above standalone profit and loss account should be read in conjunction with the accompanying notes.

As per our report of even date attached.

For **Uttam Abuwala Ghosh & Associates**
Chartered Accountants
Firm's Registration No: 111184W

CA Subhash Jhunjhunwala
Partner
Membership No: 016331

For and on behalf of the Board of Directors of
Mukta A2 Cinemas Private Limited
CIN: U74999MH2016PLC287694

Subhash Ghai
Director
DIN : 00019803

Parvez A. Farooqui
Director
DIN: 00019853

Rahul Puri
Director
DIN: 01925045

Place : Mumbai
Date: 18th May 2026

MUKTA A2 CINEMAS PVT LTD
STATEMENT OF CASH FLOWS FOR THE YEAR ENDED ON 31st MARCH 2026
(Currency - Indian Rupees)

(Rs. In '000)

Particulars	Year ended 31 Mar 2026	Year ended 31 Mar 2025
Cash flow from operations		
Profit (loss) before tax	**-92,774**	**-1,51,968**
Non-cash adjustments to reconcile profit before tax to net cash flows		
Depreciation and amortisation	89,113	94,383
Finance cost	1,22,981	1,23,060
Provision for gratuity / leave encashment	3,167	-2,432
Retained earnings (IND AS)	2,238	-7,548
Operating profit before working capital changes	**1,24,724**	**55,495**
Movements in working capital:		
(Increase) in trade receivables	2,487	9,067
(Increase) / decrease in inventories	2,209	-1,801
(Increase) in loans and advances	3,756	-681
Decrease in other financial assets	-11,361	31,622
(Increase) in other assets	-6,443	12,990
Increase in trade payables	43,575	-27,307
(Decrease) in provisions	-10,626	-20,062
Deferred Tax Liability increased	580	4,863
Increase in other liabilities	7,545	-17,719
Increase in other financial liabilities	-65,887	59,855
Non current financial liabilities reduced	-28,770	14,888
Cash generated from operations	**61,790**	**1,21,211**
Taxes paid (net)		-
Advance tax paid		-
Net cash generated from operating activities (A)	**61,790**	**1,21,211**
Cash flow from investing activities		
Purchase of property, plant and equipment and intangible assets	-25,744	-82,741
Net cash used in investing activities (B)	**-25,744**	**-82,741**
Cash flow from financing activities		
Unsecured loan (repaid)	**-30,146**	-35,101
Secured loan received		-
Interest (paid)	**-4,362**	-5,114
Net cash flow from / (used in) financing activities (C)	**-34,508**	**-40,215**
Net increase / (decrease) in cash and cash equivalents (A + B + C)	1,537	-1,745
Cash and cash equivalents at the beginning of the year	1,403	3,148
Cash and cash equivalents at the end of the year (Refer note 2 below)	2,940	1,403

1. The above statement of cash flow has been prepared under the indirect method.
2. Components of cash and cash equivalents are as Note 8b.
3.The accompanying notes from 1 to 45 are an integral part of these financial statements.

As per our report of even date attached.

For Uttam Abuwala Ghosh & Associates
Chartered Accountants
Firm's Registration No: 111184W

Uttam Abuwala Ghosh & Associates Mumbai

CA Subhash Jhunjhunwala
Partner
Membership No: 016331

Place : Mumbai
Date: 18th May 2026

For and on behalf of the 'Board of
'Directors of Mukta A2 Cinemas Private Limited
CIN: U74999MH2016PLC287694

Subhash Ghai
Director
DIN : 00019803

Parvez A. Farooqui
Director
DIN: 00019853

Rahul Puri
Director
DIN: 01925045

MUKTA A2 CINEMAS PVT. LTD. MUMBAI

MUKTA A2 CINEMAS PVT LTD
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2026
(Currency - Indian Rupees)

(Rs. In '000)

46 Ratios

Sr No.	Ratio	31-Mar-26		31-Mar-25		Ratio as on	Ratio as on	Variation	Reason (If variation is more than 25%)
		Numerator	Denominator	Numerator	Denominator	31-Mar-26	31-Mar-25		
(a)	Current Ratio	1,81,164	14,69,581	1,63,297	14,06,502	0.12	0.12	6%	N.A
(b)	Debt-Equity Ratio	6,89,200	-10,59,254	7,19,846	-9,68,718	-0.65	-0.74	12%	N.A
(c)	Debt Service Coverage Ratio	1,17,950	1,961	56,549	33,540	60.15	1.69	3467%	Improved turnover & margins in FY 2025 as compared to FY 2026.
(d)	Return on Equity Ratio	-94,145	15,000	-1,60,893	15,000	-6.28	-10.73	41%	Improved profitability in FY 2025 as compared to FY 2026.
(e)	Inventory Turnover Ratio	62,591	9,584	57,409	9,788	6.53	5.87	11%	N.A
(f)	Trade Receivables Turnover Ratio	8,17,724	48,040	6,93,755	53,816	17.02	12.89	32%	Improved turnover & margins in FY 2025 as compared to FY 2026.
(g)	Trade Payables Turnover Ratio	60,381	2,45,180	59,210	2,37,046	0.25	0.25	-1%	N.A
(h)	Net Working Capital Turnover Ratio	8,58,127	-12,65,811	7,25,735	-11,85,793	-0.68	-0.61	11%	N.A
(i)	Net Profit Ratio	-94,145	8,17,724	-1,60,893	6,93,755	-0.12	-0.23	50%	Improved profitability in FY 2025 as compared to FY 2026.
(j)	Return on Capital Employed	30,206	-7,30,074	-28,909	-6,14,515	-0.04	0.05	-188%	N.A
(k)	Return on Investment	-94,145	-10,59,254	-1,60,893	-9,68,718	0.09	0.17	-46%	N.A

As per our report of even date attached.

For **Uttam Abuwala Ghosh & Associates**
Chartered Accountants
Firm's Registration No: 111184W

Uttam Abuwala Ghosh & Associates Mumbai

CA Subhash Jhunjhunwala
Partner
Membership No: 016331

Place : Mumbai
Date: 18th May 2026

For and on behalf of the Board of Directors of
Mukta A2 Cinemas Private Limited
CIN: U74999MH2016PLC287694

Subhash Ghai
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Rahul Puri
Director
DIN: 01925045

MUKTA A2 CINEMAS PVT. LTD. MUMBAI

MUKTA A2 CINEMAS PVT LTD

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31st MARCH 2026

(Currency - Indian Rupees)

(Rs. In '000)

A Equity Share Capital

	Number	Amount
Balance as at 31 March 2024	1,500	15,000
Changes in equity share capital due to prior period errors	-	-
Restated balance at the beginning of the current reporting period		
Add: Changes in equity share capital during the current year	-	-
Balance as at 31 March 2025	1,500	15,000
Changes in equity share capital due to prior period errors		
Restated balance at the beginning of the current reporting period		
Add: Changes in equity share capital during the current year	-	-
Balance as at 31 March 2026	1,500	15,000

B Other Equity

Reserves and surplus **Retained Earnings**	Amount
Balance as at 31 March 2024	-8,24,202
Addition during the year :	
Profit for the year	-1,60,893
Retained earnings(IND AS)	997
Other comprehensive income for the year , net of taxes (*)	380
Total comprehensive income for the year	-1,60,513
Balance as at 31 March 2025	-9,83,718
Addition during the year :	
Profit for the year	-94,145
Retained earnings(INDAS)	4,753
Other comprehensive income for the year , net of taxes (*)	-1,145
Total comprehensive income for the year	-95,289
Balance as at 31 March 2026	-10,74,254

(*) Other Comprehensive income for the year is in respect of measurement of defined benefit plans.

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

As per our report of even date attached.

For **Uttam Abuwala Ghosh & Associates**
Chartered Accountants
Firm's Registration No: 111184W

Uttam Abuwala Ghosh & Associates Mumbai

CA Subhash Jhunjhunwala
Partner
Membership No: 016331

Place : Mumbai
Date: 18th May 2026

For and on behalf of the Board of Directors of
Mukta A2 Cinemas Private Limited
CIN: U74999MH2016PLC287694

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DIN: 00019853

Rahul Puri
Director
DIN: 01925045

MUKTA A2 CINEMAS PVT. LTD. MUMBAI

1 Corporate information

Mukta A2 Cinemas Private Limited ('the Company') is a company incorporated on 16 November 2016 and is a subsidiary of Mukta Arts Limited ('MAL' or 'the holding company').The Company is engaged in operation and management of cinemas. The Company commenced operations in February 2017.
The Company had on 31 March 2017 acquired all the assets & liabilities of the Cinema Division that was being operated by MAL.

2 Summary of significant accounting policies

2.1 Basis of preparation

2.1.1 Compliance with Ind AS

The financial statements of the Company have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015 as amended by the Companies (Indian Accounting Standards) Rules, 2016.

2.1.2 Historical cost convention

The financial statements have been prepared on an accrual basis and under the historical cost convention, except for certain financial assets and liabilities and defined benefit plan: plan assets, which have been measured at fair value.

2.2 Current versus non-current classification

The assets and liabilities reported in the balance sheet are classified as current or non-current. Current assets, which include cash and cash equivalents, are assets that are intended to be realised during the normal operating cycle of the Company or within 12 months of the balance sheet date; current liabilities are expected to be settled during the normal operating cycle of the Company or within 12 months of balance sheet date. The deferred tax assets and liabilities are classified as non-current assets and liabilities.

2.3 Segment reporting

The Company is engaged in operating Cinema theatres, which is the primary business segment. Thus, the Company has only one reportable business segment and only one reportable geographical segment, which is India. Accordingly, the segment information as required by Ind AS 108 on Operating Segments has not been separately disclosed.

2.4 Revenue recognition

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company, revenue can be reliably measured and recoverability is reasonably certain. The amount recognised as income is exclusive of value added tax, service tax, goods and services tax and net of trade discounts. Unbilled revenues are recognised on contracts to be billed in subsequent periods as per the terms of the contract.

Theatrical exhibition and related income

Sale of tickets

Revenue from theatrical exhibition is recognised on the date of the exhibition of the films and comprises proceeds from sale of tickets, net of tax. As the Company is the primary obligor with respect to exhibition activities, the share of distributors in these proceeds is separately disclosed as distributors' share.

Sale of food and beverages

Revenue from sale of food and beverages is recognised upon sale and delivery at the cinema.

Advertisement revenue

Revenue from advertisements is recognised on the date of exhibition of the advertisement, over the period of the contract or on completion of the Company's obligations, as applicable.

Interest income

Interest income is accrued on a time basis, with reference to the principal outstanding and at the effective interest rate applicable, which is the rate that discounts estimated future cash receipts through the expected life of the financial asset to that asset's net carrying amount on initial recognition.

2.5 Employee benefits

Short term employee benefits

All employee benefits payable wholly within twelve months of rendering the service are classified as short-term employee benefits. These benefits include salaries and wages, bonus, compensated absences such as paid annual leave and sickness leave. The undiscounted amount of short-term employee benefits expected to be paid in exchange for the services rendered by employees is charged to the Statement of profit and loss in the period in which such services are rendered.

MUKTA A2 CINEMAS PVT. LTD.

Post-employment benefits

Defined contribution plan:

A defined contribution plan is a post-employment benefit plan under which an entity pays specified contributions to a separate entity/fund and has no obligation to pay any further amounts. The Company makes specified monthly contributions towards Provident Fund and the employees' state insurance . The Company's contribution is recognised as an expense in the Statement of profit and loss during the period in which employee renders the related service.

Defined benefit plan:

The Company has calculated the gratuity liability for fifteen days per month based on the last basic salary drawn by the employee for every completed year of service or part thereof in excess of six months. Thus, the gains and losses are recognised in full in the Statement of profit and loss in the period in which they occur. The gratuity liability recognised in the Balance sheet represents the gratuity liability as reduced by the fair value of the said assets.

Other long-term employee benefits

Compensated absences which are not expected to occur within twelve months after the end of the period in which the employee renders the related services are recognised as a liability. The Company calculates the liability based on the total leave balance as at the year end restricted to forty five days and the last salary drawn by the employees.

2.6 Borrowing costs

General and specific borrowing costs that are directly attributable to the acquisition or construction of a qualifying asset are capitalised during the period of time that is required to complete and prepare the asset for its intended use or sale. Qualifying assets are assets that necessarily take a substantial period of time to get ready for their intended use.

Other borrowing costs are expensed in the period in which they are incurred.

2.7 Leases

Assets taken on operating lease

The Company has various operating leases, including for Cinema properties and for projectors.

In case of certain cinema properties, rent is accounted as a percentage of revenue or percentage of Earnings before Interest, Tax, Depreciation and Amortisation.

In case of certain other cinema properties & projectors Leases are recognised as a right-of-use asset and a corresponding liability as at the date at which the leased asset is available for use by the Company.
Assets and liabilities arising from a lease are initially measured on a present value basis. Lease liabilities include the net present value of the Fixed payments, less any lease incentives receivable.
The lease payments are discounted using the interest rate implicit in the lease. If that rate cannot be readily determined, which is generally the case for leases in the Company, the lessee's incremental borrowing rate is used, being the rate that the individual lessee would have to pay to borrow the funds necessary to obtain the asset of similar value to the right-of-use asset in a similar economic environment with similar terms, security and conditions.
Lease payments are allocated between principal and finance cost. The finance cost is charged to profit or loss over the lease period so as to produce a constant periodic rate of interest on the remaining balance of liability for each period.
Right-of-use assets are measured at cost comprising the following: The amount of the initial measurement of lease liability

- Any lease payments made on or before the commencement Date less Any lease incentives received
- Any initial direct cost and restoration costs

Right-of-use assets are generally depreciated over the shorter of the asset's useful life and the lease term on a straight-line basis.

2.8 Taxation

Income-tax expense comprises current tax expense and deferred tax charge or credit.

Current tax

Provision for current tax is recognised in accordance with the provisions of the Income-tax Act, 1961 and is made based on the tax liability after taking credit for tax allowances and exemptions.

Minimum Alternative Tax credit entitlement

Minimum Alternative Tax ('MAT') credit is recognised only to the extent there is convincing evidence that the Company will pay normal income tax in excess of MAT during the specified period.

MAT credit entitlement is reviewed as at each Balance sheet date and where applicable, written down to the extent there is no longer convincing evidence that the Company will pay normal income tax during the specified period.

MUKTA A2 CINEMAS PVT. LTD.

(Currency - Indian Rupees)

Deferred tax

Deferred tax liability or asset is recognised using the liability method for timing differences between the profits or losses offered for income taxes and profits or losses as per the financial statements. Deferred tax assets and liabilities and the corresponding deferred tax credit or charge are measured using the tax rates and tax laws that have been enacted or substantively enacted as at the Balance sheet date.

Deferred tax asset is recognised only to the extent there is reasonable certainty that the assets can be realised in future; however, where there is unabsorbed depreciation or carried forward loss under taxation laws, deferred tax assets are recognised only if there is a virtual certainty of realisation of such assets. Deferred tax assets are reviewed as at each Balance sheet date and written down or written up to reflect the amount that is reasonably/virtually certain to be realised.

2.9 Property, plant and equipment (PPE)

Items of Property, plant and equipment (PPE) are stated at cost less accumulated depreciation and impairment losses, if any. Cost includes freight, duties, taxes (other than those recoverable from tax authorities) and other expenses directly attributable to the acquisition/ construction and installation of the fixed assets for bringing the asset to its working condition for its intended use. Borrowing costs relating to acquisition of PPE which takes substantial period of time to get ready for its intended use are also included to the extent they relate to the period till such assets are ready to be put to use.

Cost incurred on fixed assets not ready for their intended use is disclosed under capital work-in-progress. Capital work-in-progress includes estimates of work completed, as certified by the management.

Depreciation methods, estimated useful lives and residual value

The Company applies depreciation rates as per the useful lives of the assets as specified in Part 'C' of Schedule II to the Companies Act 2013, except for the following class of assets where the useful life is higher than the useful life prescribed in Schedule II based on management estimates which is supported by assessment carried out by technical experts. The residual values are not more than 5% of the original cost of the asset. The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period.

Asset class	Useful life
Building	10-30 years
Computers	3-6 years
Plant and equipment	10-15 years
Furniture and Office equipment	5-10 years

Leasehold improvements/ premises are depreciated at the lower of the estimated useful lives of the assets and the lease term, on a straight-line basis.

2.10 Intangible assets

Application software purchased, which is not an integral part of the related hardware, is shown as intangible assets.

Items of Intangible assets are stated at historical cost less accumulated amortisation and accumulated impairment losses, if any. Historical cost includes expenditure that is directly attributable to the acquisition of the items. Amortisation is recognised on a straight-line basis over their estimated useful lives. The estimated useful life and amortisation method are reviewed at the end of each reporting period, with the effect of any changes in estimate being accounted for on a prospective basis.

2.11 Inventory

Inventories of food and beverages are valued at the lower of cost and net realisable value. Cost of inventories comprises all cost of purchases, cost of conversion and other cost incurred in bringing the inventories to their present location and condition. Cost is determined on First-In, First-Out ('FIFO') basis.

2.12 Cash and cash equivalents

For the purpose of presentation in the statement of cash flows, cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

2.13 Financial instruments

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

2.13.1 Financial asset

Financial assets are classified in the following measurement categories:

- those to be measured subsequently at fair value (either through other comprehensive income, or through profit or loss), and
- those measured at amortised cost.

The classification depends on the entity's business model for managing the financial assets and the contractual terms of the cash flows.

MUKTA A2 CINEMAS PVT. L

Initial recognition and measurement

Financial assets are recognised when the Company becomes a party to the contractual provisions of the instrument at initial recognition, the Company measures a financial asset at its fair value plus, in the case of a financial asset not at fair value through profit or loss, and transaction costs that are directly attributable to the acquisition of the financial asset. Transaction costs of financial assets that are carried at fair value through profit or loss are expensed in profit or loss.

Subsequent measurement

Subsequent measurement of financial asset depends on the Company's business model for managing the asset and the contractual cash flow characteristics of the asset. There are three measurement categories into which the Company classifies its financial assets as below: -
• amortised cost
• fair value through profit and loss (FVTPL)
• fair value through other comprehensive income (FVOCI).

Financial assets measured at amortised cost

A 'financial asset' is measured at the amortised cost if both the following conditions are met.

a) Asset is held within a business model whose objective is to hold assets for collecting contractual cash flows, and

b) Contractual terms of the asset give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding. After initial measurement, such financial assets are subsequently measured at amortised cost using the effective interest rate (EIR) method less impairment. Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. EIR amortisation is included in finance income in the Statement of Profit and Loss. Losses arising from impairment are recognised in the Statement of Profit and Loss.

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

A 'financial asset' is classified as at the FVTOCI if both of the following criteria are met:

a) The objective of the business model is achieved both by collecting contractual cash flows and selling the financial assets, and

b) The contractual cash flows of the assets represent SPPI: Financial assets included within the FVTOCI category are measured initially as well as at each reporting date at fair value. Fair value movements are recognised in the other comprehensive income (OCI). However, the Company recognises interest income, impairment losses & reversals and foreign exchange gain or loss in the Statement of Profit and Loss. On derecognition of the asset, cumulative gain or loss previously recognised in Other Comprehensive Income is reclassified from the equity to Statement of Profit and Loss. Interest earned whilst holding FVTOCI financial asset is reported as interest income using the EIR method.

Financial assets measured at fair value through profit and loss (FVTPL)
A financial asset not classified as either amortised cost or FVOCI, is classified as FVTPL. Such financial assets are measured at fair value with all changes in fair value, including interest income and dividend income if any, recognised as 'other income' in the Statement of Profit and Loss.

Equity investments

All equity investments in scope of Ind AS 109, "Financial Instruments" are measured at fair value. Where the company's management has elected to present fair value gains and losses on equity investments in other comprehensive income, there is no subsequent reclassification of fair value gains and losses to profit or loss. The Company makes such election on an instrument-by-instrument basis. The classification is made on initial recognition which is irrevocable. If the company decides to classify an equity instrument as at FVOCI, then all fair value changes on the instrument, excluding dividends, are recognised in the Other Comprehensive Income.

Equity instruments included within the FVTPL category are measured at fair value with all changes recognised in the Statement of Profit and Loss. The Company has elected to measure its investment in firm as at its previous GAAP carrying value which shall be the deemed cost as at the date of transition.

Derecognition of financial assets

A financial asset is primarily derecognised when: a) Rights to receive cash flows from the asset have expired, or b) The Company has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a 'pass-through' arrangement and either(a) the Company has transferred substantially all the risks and rewards of the asset, or (b) the Company has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset, where the entity retains control of the financial asset, the asset is continued to be recognised to the extent of continuing involvement in the financial asset.

Impairment of financial assets :

The Company assesses on a forward looking basis the expected credit losses associated with its assets carried at amortised cost and FVOCI debt instruments. The impairment methodology applied depends on whether there has been a significant increase in credit risk. Note 33 details how the Company determines whether there has been a significant increase in credit risk.

For trade receivables, only, the Company applies the simplified approach permitted by Ind AS 109 Financial Instruments, which requires expected lifetime losses to be recognised from initial recognition of the receivables.

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Trade receivables

The company evaluates the concentration of risk with respect to trade receivables as low, as its customers operate in largely independent markets and their credit worthiness is monitored at periodical intervals. The company has used a practical expedient by computing the expected credit loss allowance for trade receivables based on a provision matrix. The provision matrix takes into account historical credit loss experience and adjusted for forward looking information. The expected credit loss allowance is based on the number of the days for which the receivables are due and is rated as given in the provision matrix. The provision matrix at the end of the reporting period is as follows:

Ageing	Expected Credit loss(%)
0 - 1 years	0%
1 - 2 years	25%
2 - 3 years	40%
More than 3 years	100%

2.13.2 Financial liabilities

(i) Initial recognition and measurement

All financial liabilities are recognised initially at fair value, in the case of loans, borrowings and payables, net of directly attributable transaction costs. Financial liabilities include trade and other payables, loans and borrowings including bank overdrafts and derivative financial instruments.

(ii) Subsequent measurement

The measurement of financial liabilities depends on their classification, as described herein:

Financial liabilities at fair value through Profit or Loss:

Financial liabilities at fair value through Profit or Loss include financial liabilities held for trading and financial liabilities designated upon initial recognition as at fair value through profit or loss. Financial liabilities are classified as held for trading if they are incurred for the purpose of repurchasing in the near term. This category also includes derivative financial instruments entered into by the Company that are not designated as hedging instruments in hedge relationships as defined by Ind AS 109. Gains or losses on liabilities held for trading are recognised in the Statement of Profit and Loss.

Financial liabilities measured at amortised cost:

After initial recognition, interest-bearing loans and borrowings are subsequently measured at amortised cost using the EIR method. Gains and losses are recognised in Statement of Profit and Loss when the liabilities are derecognised as well as through the EIR amortisation process. Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included as finance costs in the statement of Profit and Loss.

Derecognition of financial liabilities

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the derecognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognised in the Statement of Profit and Loss.

Offsetting :

Financial assets and financial liabilities are offset and the net amount presented in the balance sheet when, and only when, the Company currently has a legally enforceable right to set off the amounts and it intends either to settle them on a net basis or to realise the asset and settle the liability simultaneously.

2.14 Measurement of fair values

The Company measures financial instruments at fair value at each balance sheet date. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:
- In the principal market for the asset or liability, or
- In the absence of a principal market, in the most advantageous market for the asset or liability

Management uses its judgement in selecting an appropriate valuation technique for financial instruments not quoted in an active market. Valuation techniques commonly used by market participants are applied. Other financial instruments are valued using a discounted cash flow method based on assumptions supported, where possible, by observable market prices or rates.

The management regularly reviews unobservable inputs and valuation adjustments. If third party information, such as broker quotes or pricing services, is used to measure fair values, then the management assesses the evidence obtained from the third parties to support the conclusion that such valuations meet the requirements of Ind AS, including the level in the fair value hierarchy in which such valuations should be classified.

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When measuring the fair value of an asset or a liability, the Company uses observable market data as far as possible. Fair values are categorised into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows.

Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2: inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs).

If the inputs used to measure the fair value of an asset or a liability fall into different levels of the fair value hierarchy, then the fair value measurement is categorised in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement.

The Company recognises transfers between levels of the fair value hierarchy at the end of the reporting period during which the change has occurred.

Further information about the assumptions made in measuring fair values is included in the following notes on financial instruments.

2.15 Provisions

Provisions are recognised when the Company has a present obligation as a result of a past event, it is probable that an outflow of funds will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

Provisions are not recognised for future operating losses.

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

2.16 Contingent liabilities

Contingent liabilities are disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle or a reliable estimate of the amount cannot be made.

2.17 Earnings per share ('EPS')

The basic earnings per equity share is computed by dividing the net profit or loss attributable to the equity shareholders for the year by the weighted average number of equity shares outstanding during the reporting year. The number of shares used in computing diluted earnings per share comprises the weighted average number of shares considered for deriving basic earnings per share, and also the weighted average number of equity shares which may be issued on the conversion of all dilutive potential shares, unless the results would be anti-dilutive.

3 Critical estimates and judgements

The preparation of financial statements requires the use of accounting estimates which, may not equal the actual results. Management also needs to exercise judgement in applying the group's accounting policies.

This note provides an overview of the areas that involve a higher degree of judgement or complexity, and of items which are more likely to be materially adjusted due to estimates and assumptions turning out to be different than those originally assessed. Detailed information about each of these estimates and judgements is included in relevant notes together with information about the basis of calculation for each affected line item in the financial statements.

Recognition and measurement of defined benefit obligations

The obligation arising from defined benefit plans is determined on the basis of actuarial assumptions. Key actuarial assumptions include discount rate, trends in salary escalation and vested future benefits and life expectancy. The discount rate is determined by reference to market yields on government bonds at the end of the reporting period. The period to maturity of the underlying bonds correspond to the probable maturity of the post-employment benefit obligations.

Estimation of useful life

Useful lives of PPE and intangible assets are based on the estimation by the Management. The useful lives as estimated are the same as prescribed in Schedule II of the Companies Act, 2013. In such cases, where the useful lives are different from that prescribed in Schedule II, they are based on management estimates, taking into account the nature of the asset, the estimated usage of the asset, the operating conditions of the asset and past history of replacement. Assumptions also need to be made, when the Company assesses, whether an asset may be capitalised and which components of the cost of the asset may be capitalised.

The useful lives and residual values of Company's assets are determined by the management at the time the asset is acquired and reviewed annually for appropriateness. The lives are based on historical experience with similar assets.

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4 New pronouncements

Ministry of Corporate Affairs ("MCA") notifies new standards or amendments to the existing standards under Companies (Indian Accounting Standards) Rules as issued from time to time. For the year ended March 31, 2024, MCA has not notified any new standards or amendments to the existing standards applicable to the Company.

(Rs. In '000)

5 (a) Property, plant and equipment

	Leasehold Premises	Plant & Machinery	Fixtures & Fittings	Computers	Motor car	Electrical fittings	Total
Gross Block							
As at 1 April 2024	**2,45,770**	**1,30,997**	**90,619**	**20,275**	**6,632**	**15,290**	**5,09,583**
Additions	2,699	5,117	8,523	1,045	0	0	**17,384**
Disposals		5,837	24		0	0	**5,861**
Other adjustment	1,084	937	2,138	157	0	0	**4,316**
As at 31 March 2025	**2,47,385**	**1,29,341**	**96,980**	**21,163**	**6,632**	**15,290**	**5,16,790**
As at 1 April 2025	**2,47,385**	**1,29,341**	**96,980**	**21,163**	**6,632**	**15,290**	**5,16,790**
Additions	9,830	16,083	30,170	3,346	-	1,370	**60,799**
Disposals	57,231	10,995	9,280	1,498		344	**79,347**
Other adjustment	7,108	9,668	4,841	2,223			**23,839**
As at 31 March 2026	**1,92,876**	**1,24,761**	**1,13,029**	**20,788**	**6,632**	**16,316**	**4,74,403**
Accumulated Depreciation							
As at 1 April 2024	**1,00,178**	**63,108**	**52,851**	**15,596**	**6,295**	**6,555**	**2,44,584**
Charge for the year 2024	13,413	13,963	11,529	2,851	230	2,804	**44,791**
Deduction	191	5,075	607	110		72	**6,055**
Other adjustment							**0**
As at 31 March 2025	**1,13,401**	**71,996**	**63,773**	**18,338**	**6,525**	**9,288**	**2,83,320**
As at 1 April 2025	**1,13,401**	**71,996**	**63,773**	**18,338**	**6,525**	**9,288**	**2,83,320**
Charge for the year 2025	11,107	17,767	18,234	3,298	91	2,510	**53,007**
Deduction	31,716	5,783	5,602	1,197		161	**44,459**
Other adjustment	2,498	6,809	4,241	1,534			**15,083**
As at 31 March 2026	**90,293**	**77,171**	**72,165**	**18,904**	**6,616**	**11,637**	**2,76,785**
Carrying amounts (Net)							
As at 31 March 2025	**1,33,984**	**57,345**	**33,206**	**2,825**	**107**	**6,002**	**2,33,470**
As at 31 March 2026	**1,02,582**	**47,590**	**40,865**	**1,885**	**17**	**4,679**	**1,97,618**

5 (b) Capital Work in Progress

	Amount	Amount
Cost or deemed cost		
As at 1 April 2024		**24,208**
Additions		25,243
Disposals		-
Other adjustment		14,315
At 31 March 2025		**35,136**
As at 1 April 2025		**35,136**
Additions		25,537
Disposals		
Other adjustment		31,768
As at 31 March 2026		**28,905**

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a) Capital Work in Progress Ageing

Particulars	Amounts in capital work-in-progress At 31 March 2025				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(A) Projects in progress					
Bharatmata	3,855	8,092	1,555	-	**13,502**
Dibrugarh	60	-	876	326	**1,262**
Qed Mall Kharagpur		336	890	2,169	**3,395**
Bangalore K R Puram	0	1,052	-	-	**1,052**
Proddatur	300	5,254	-	-	**5,554**
Rajkot	0	72	-	-	**72**
Vizag	5,064	1,742	-	-	**6,806**
Udaipur, Jaipur	0	40	-	-	**40**
Zoe Mall, Lucknow	0	68	-	-	**68**
Emperor Baroda	1,918	668	-	-	**2,586**
Behror Rajasthan		1	-	-	**1**
Surat	125	1	-	-	**126**
Kalyan	-	-	-	-	**-**
Delhi	-	-	-	-	**-**
Bihar Bettian	5	159	-	-	**165**
ACE MEDLEY	120	-	-	-	**120**
MEHSANA	7	-	-	-	**7**
SUNRISE VASAI	260	-	-	-	**260**
HO	22	-	-	-	**22**
Total (A)	**11,736**	**17,484**	**3,321**	**2,495**	**35,036**
(B) Projects Temporarily Suspended					
Pune	**-**	**-**	**-**	100	**100**
Total (B)	**-**	**-**	**-**	100	**100**
Grand Total (A+B)	**11,736**	**17,484**	**3,321**	**2,595**	**35,136**

Particulars	Amounts in capital work-in-progress At 31 March 2026				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(A) Projects in progress					
Bharatmata	3,308	**3,856**	8,092	1,555	16,811
Dibrugarh					**0**
Qed Mall Kharagpur	68	2,55,522.00	890	2,181	**3,395**
Siddeshwar Baroda	6				**6**
Proddatur	300	5,254			**5,554**
Rajkot					**0**
Udaipur, Jaipur					**0**
Zoe Mall, Lucknow		68			**68**
Surat	1,029	125			**1,154**
Ace Medley	176				**176**
Mehsana	1,603				**1,603**
Hanumangarh	37				**37**
HO					**0**
Total (A)	**6,527**	**9,558**	**8,982**	**3,736**	**28,804**
(B) Projects Temporarily Suspended					
Pune	1	0	-	100	**101**
Total (B)	**1**	**-**	**-**	**100**	**101**
Grand Total (A+B)	**6,529**	**9,558**	**8,982**	**3,836**	**28,905**

b) Completion schedule for capital work-in-progress whose completion is overdue or has exceeded its cost compared to its

	To be completed in				
	Less than one year	1-2 years	2-3 years	More than 3 years	Total
i) Projects in progress	6,527	9,558	8,982	3,736	**28,804**
ii) Projects temporarily suspended	1	0	0	100	**101**
Total	**6,529**	**9,558**	**8,982**	**3,836**	**28,905**

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6 **Non-current financial assets**

6 (a)

Investments	**As at 31 March 2026**	**As at 31 March 2025**
Investments in partnership firms		
Asian Mukta A2 Cinemas LLP	45	45
Total	45	45

6 (b)

Other financial asset	**As at 31 March 2026**	**As at 31 March 2025**
Security deposits	32,715	40,001
Others (LIC Gratuity)	336	27
Total	33,050	40,028

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Inventories	**As at 31 March 2026**	**As at 31 March 2025**
Food & Beverages	8,479	10,689
Total	8,479	10,689

8 **Current financial assets**

8 (a)

Trade receivables	**As at 31 March 2026**	**As at 31 March 2025**
(a) Secured, considered good	-	-
(b) Unsecured, considered good	14,893	17,380
(c) Doubtful	31,904	31,904
Total	46,796	49,283
Less : Loss allowance		
Unsecured, considered good		
Doubtful receivables	-31,904	-31,904
Total	14,893	17,380

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Ageing of trade receivables:	Outstanding for following periods from the due date					
	Less than 6 months	6 months - 1 yr	1-2 yrs	2-3 yrs	More than 3 yrs	Total
As on 31st March 2025	9,619	2,811	4,949	0	31,904	49,283
Undisputed trade receivables	9,619	2,811	4,949	-	31,904	49,283
Considered good	-	-	-	-	-	-
With significant increase in credit risk	-	-	-	-	-	-
Credit impaired	-	-	-	-	-	-
Disputed trade receivables	-	-	-	-	-	-
Considered good	-	-	-	-	-	-
With significant increase in credit risk	-	-	-	-	-	-
Credit impaired						
As on 31st March 2026	14,270	623	0	-	31,904	46,796
Undisputed trade receivables	14,270	623	0	-	31,904	46,796
Considered good						-
With significant increase in credit risk						-
Credit impaired	-	-	-	-	-	-
Disputed trade receivables	-	-	-	-	-	-
Considered good	-	-	-	-	-	-
With significant increase in credit risk	-	-	-	-	-	-
Credit impaired						

8(b)	Cash and cash equivalents	As at 31 March 2026	As at 31 March 2025
	Cash on hand	446	643
	Balances with banks		
	In Current a/c	2,494	760
	Total	2,940	1,403

0

8 (c)	Loans and advances	As at 31 March 2026	As at 31 March 2025
	Sundry Advances		
	Related parties	73,441	73,441
	(% to Total loans & advances)	96%	91%
	Others	2,500	2,500
	(% to Total loans & advances)	3%	3%
	Staff advances	958	4,713
	(% to Total loans & advances)	1%	6%
	Total	76,899	80,655

Sundry Advances to Related Party includes Loan Given to Asian Mukta A2 LLP

8d)	Other financial asset	As at 31 March 2026	As at 31 March 2025
	Accured interest	13,157	0
	Related party	-	-
	Others	6,263	2,956
	Accrued revenue	-	
	Provision for Doubtful Debts	-	-
	Inter corporate deposit	1,874	0
	Security deposit		
	Total	21,294	2,956

9	Other current asset	As at 31 March 2026	As at 31 March 2025
	Prepaid Exp	1,834	1,992
	Share issue cost	-	-
	Advances	17,450	28,814
	Capital Advances	10,552	19,795
	Advances other than Capital Advances	6,898	9,019
	Maverick Media Pvt Ltd	24,200	-
	August Entertainment - Control A/c	-4,763	
	Balance with Statutory/Government authorities		
	GST credit receivable	30,189	26,220
	GST liability	-17,724	-9,769
	Advance tax & TDS	4,972	2,958
	IT Demand-(AY 18-19 & 19-20)	500	
	Total	56,658	50,215

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10 Equity share capital	As at 31 March 2026		As at 31 March 2025	
	Number	Amount	Number	Amount
Authorised share capital				
Equity shares of ₹ 10 each	3,950	39,500	3,950	39,500
Class B Equity share of ₹ 10 each	1,050	10,500	1,050	10,500
Total (A)	5,000	50,000	5,000	50,000
Redeemable Preference Share of ₹ 1,00,000/- each	2	2,00,000	2	2,00,000
Total (B)	2	2,00,000	2	2,00,000
Total Authorised Share Capital (A+B) (in Rs.)	5,002	2,50,000	5,002	2,50,000
Issued Share Capital				
Equity shares of ₹ 10 each fully paid up	1,500	15,000	1,500	15,000
Class B equity Shares	1,050	10,500	1,050	10,500
Total (A)	2,550	25,500	2,550	25,500
Redeemable Preference Share of ₹ 1,00,000/- each	2	2,00,000	2	2,00,000
Total (B)	2	2,00,000	2	2,00,000
Total Issued Share Capital (A+B) (in Rs.)	2,552	2,25,500	2,552	2,25,500
Subscribed and Fully Paid-up Share Capital				
Equity shares of ₹ 10 each fully paid up	1,500	15,000	1,500	15,000
Total	1,500	15,000	1,500	15,000

Reconciliation of paid- up share capital (Equity shares)	As at 31 March 2026		As at 31 March 2025	
	Number	Amount	Number	Amount
Balance at the beginning of the year	1,500	15,000	1,500	15,000
Add: Issued during the year	-	-	-	-
Add: Acquisition of a subsidiary	-	-	-	-
Balance at the end of the year	1,500	15,000	1,500	15,000

Details of shareholders holding more than 5% in the Comoany at the end of the year	As at 31 March 2026		As at 31 March 2025	
	Number	% of total shares	Number	% of total shares
1. Mukta Arts Limited	1,050	69.99%	1,050	69.99%
2. Rajiv Malhotra	450	30.01%	450	30.01%
Total	1,500	100%	1,500	100%

Name of the promoter	Number of shares	Percentage of total number of shares	Percentage of change during the year
1. Mukta Arts Limited	1,050	69.99%	-

Terms and rights attached to equity shares: -

The Class B Equity Shares so issued shall rank *pari passu* with other Equity Shares in the Company in all respects including the right to vote and receive dividend, irrespective of whether such Class B Equity Share(s) is/are partly paid up or fully paid up.
The voting rights of Class B Equity Shares are pari passu to that of ordinary equity shares. Each Class B Equity Share shall entitle the holder to 1 vote, irrespective of the Class B Equity Share being partly or fully paid up. The voting rights of an ordinary equity share would be proportionate to its paid-up amount however, Class B Equity Share shall entitle the holder to 1 vote, irrespective of the Class B Equity Share being partly or fully paid up.

*Class B Equity Shares were issued on a partly paid-up basis, with ₹2.50 per share but not subscribed & paid up.

11 Other Equity	As at 31 March 2026	As at 31 March 2025
Retained earnings		
Balance at the beginning of the year	-9,83,718	-8,24,202
Add: Net profit/(Loss) after tax for the year	-94,145	-1,60,893
Add : Retained earnings(IND AS)	4,753	997
Total	-10,73,109	-9,84,098
Other comprehensive income	-1,145	380
	-10,74,254	-9,83,718

12 Non Current Financial Liabilities

12(a) Non Current Borrowing	As at 31 March 2026	As at 31 March 2025
Secured Loans		
HDFC Car loan	-	-
Term loan from Yes Bank	-	-
less: Current maturity of long term debt	-	-
Total	-	-

*** Mukta A2 Cinemas Private Limited has obtained on November 9 2020, term loans from Bank along with an overdraft facility and an additional term loan facility under the Guaranteed Emergency Credit Line. These facilities are secured against all current assets, Plant and machinery & exclusive charge by way of Mortgage on property located at Flat no 1207 and 1208,12th floor, F wing ,Bldg no 1, Oberoi Splendor , JVLR road, Jogeshwari (East), Mumbai-400 060 owned by Mukta Arts & Mukta Tele Arts Pvt Ltd respectively.**

Term loans carried a rate of interest of 7.69% over base rate, at an effective rate of 12.89%. Cash Credit facility carries a rate of interest of 7.24% over base rate, at an effective rate of 12.44%. The facility under the Guaranteed Emergency Credit Line carry a rate of interest not more than 9.64%.

*** During the financial year, the Company repaid in full its Term loans from Yes Bank, which matured in December**

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12(b)

Lease Liability	As at 31 March 2026	As at 31 March 2025
Current	36,934	28,396
Non-current	3,11,502	3,40,272
Total	3,48,436	3,68,668

The Company has taken various lease for running its movie exhibition business. The leases are typically with a non-cancellable lease term of 5-7 years, with an option to Company to extend the lease term till 10-15 years.
The Company exercise right of extension/termination basis economic viability of the prperty. After non-cancellable paeriod, the Comaony exercise right of extension/termination basis economic viability of the property. After non-cancellable period, the Company can exit from the property without any material financial obligations towards the developers/lessors. Further, there are no significant restrictions/covenants imposed by such lease.

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Long Term provisions	As at 31 March 2026	As at 31 March 2025
Provision for gratuity	7,507	5,400
Provision for leave encashment	4,727	3,668
Total	12,234	9,068

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Deferred tax asset (net)	As at 31 March 2026	As at 31 March 2025
Deferred tax Liability on		
Arising on account of timing differences in:		
Depreciation/ amortisation	-	-
Provision for doubtful debts and advances	-	
Ind As Impact- DTA (DTL)	-5,444	-4,863
Adjustment in balance standing at the beginning of the year		-
Total	-5,444	-4,863
Deferred tax asset on		
Depreciation/ amortisation	-	-
Reworked balance of Deferred tax asset at the beginning of the year	-	-
Provision for gratuity	-	-
Provision for bonus	-	-
Provision for leave encashment	-	-
Provision for rent straightlining	-	-
IND AS adjustment	-	-
Provision for dobtful debts	-	-
PF payable	-	-
Total	-	0
Shown to the extent of (liability)/asset	-	-
Further required to be shown to the extent of (liability)/asset	-	-
Deferred tax (liabilities)/Asset (net)	5,444	4,863

During the previous financial year, the Company has incurred significant losses, leading to a reassessment of the recoverability of the previously recognised DTA. Based on the criteria outlined in Ind AS 12, the Company has determined that it is no longer probable that sufficient taxable profits will be available in the foreseeable future to utilise the DTA. Consequently, the carrying amount of the DTA has been reversed, resulting in an expense of ₹ 89,24,834.82 in the Statement of Profit and Loss.

Movement in deferred tax assets	Employee benefits obligations	Allowance for doubtful debts - trade receivables	Property, plant and equipment and intangible assets		Others
At March 31, 2024	-	-	-		-
(Charged)/credited:					
to profit or loss	-	-	-		-
to other comprehensive income	-	-	-		-
At March 31, 2025	-	-	-		-
(Charged)/credited:					
to profit or loss					
to other comprehensive income					
At March 31, 2026	-	-	-	-	-

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Other Non -Current Liabilities	As at 31 March 2026	As at 31 March 2025
Deferred expenses account	-	-
Total	-	-

16 **Current Financial Liabilities**

16 (a)

Current Borrowing	As at 31 March 2026	As at 31 March 2025
Secured		
Cash credit from Yes Bank Limited	-	-
Crest Ventures Limited	-	-
HDFC car loan	-	-
Unsecured Borrowing		
Loan from Directors	-	30,146
Total	0	30,146

16(b)

Trade Payables	As at 31 March 2026	As at 31 March 2025
Dues to micro and small suppliers	895	1,448
Others	2,66,073	2,21,944
Total	2,66,968	2,23,392

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Aging of trade payables:

	Outstanding for following periods from the due date				
	Less than 1 yr	1-2 yrs	2-3 yrs	More than 3 yrs	Total
As on 31st March 2025					
Undisputed trade payables	2,11,185	6,825	1,938	3,444	2,23,392
Micro enterprises and small enterprises	1,432	17	-	-	1,448
Others	2,09,753	6,808	1,938	3,444	2,21,944
Disputed trade payables	-	-	-	-	-
Micro enterprises and small enterprises	-	-	-	-	-
Others	-	-	-	-	-
Total					
As on 31st March 2026					
Undisputed trade payables	2,36,685	22,641	5,183	2,459	2,66,968
Micro enterprises and small enterprises	895	-	-	-	895
Others	2,35,790	22,641	5,183	2,459	2,66,073
Disputed trade payables	-	-	-	-	-
Micro enterprises and small enterprises	-	-	-	-	-
Others	-	-	-	-	-
Total					

16(c)

Other financial liability	As at 31 March 2026	As at 31 March 2025
Security deposit taken	33,612	72,833
Current maturities of term loans	-	-
Earnest Money Deposit-Mukta Tele Arts Pvt Ltd	35,000	-
Commitment Deposit (Refundable)-August Entertainment - Cd	10,000	-
Advances received	2,545	25,537
Payable to related parties	**2,99,876**	**2,37,970**
Connect.1 Ltd	-	-
Mukta Arts Ltd	2,91,611	2,29,702
Mukta Telemedia Ltd	2,871	2,871
Mukta Tele Arts Pvt Ltd	1,800	1,803
Payable to Mukta Arts (propreitor)	1,244	1,244
Payable to Subhash Ghai	2,349	2,349
Inter corporate deposits from holding company	6,89,200	6,89,700
Total	**10,70,234**	**10,26,040**

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Other current liability	As at 31 March 2026	As at 31 March 2025
Advance received for box office sales	507	186
Other advances	-	-
Other	15,452	4,896
Deferred expenses account	-	-
Statutory dues		
P.F/P.T/ESIC/LWF	3,521	5,234
ET/INR/Show tax	1,482	1,917
GST	-	-
Labour Welfare Fund Payable	25	31
TDS payable	4,955	6,133
Total	**25,942**	**18,397**

18

Short Term Provisions	As at 31 March 2026	As at 31 March 2025
Provision for expense	58,306	69,882
Provision for employee benefit :		
Provision for gratuity	5,751	5,920
Provision for leave encashment	5,448	4,328
Total	**69,504**	**80,130**

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	Revenue from operation	Year ended 31 March 2026	Year ended 31 March 2025
a)	Sale of tickets	5,77,993	5,12,385
b)	Food & beverage revenue	2,39,732	1,81,370
c)	**Other operating income**		
	Advertisement revenue	17,981	17,853
	Other income from theatrical operations	22,422	14,127
	Total	**8,58,127**	**7,25,735**

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Other Income	Year ended 31 March 2026	Year ended 31 March 2025
Interest income	9,366	7,702
Other income	10,505	13,286
Rent income	1,441	1,918
Balances written back	4,763	10,269
Profit from disposed asset	-	1,876
Total	**26,075**	**35,051**

21

Changes in Inventory	Year ended 31 March 2026	Year ended 31 March 2025
Opening inventory	10,689	8,888
Closing inventory	8,479	10,689
Total	**2,209**	**-1,801**

22

Purchase of food & beverages	Year ended 31 March 2026	Year ended 31 March 2025
Food & beverages	60,381	59,210
Total	**60,381**	**59,210**

23

Distributor and producer's share	Year ended 31 March 2026	Year ended 31 March 2025
Film distributors' share	2,56,343	2,23,693
Total	**2,56,343**	**2,23,693**

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Other direct operation expenses	Year ended 31 March 2026	Year ended 31 March 2025
Complementary cost	2,585	2,317
Ticketing costs	123	170
Other expenses	796	2,465
Total	**3,504**	**4,953**

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Employee benefit expense	Year ended 31 March 2026	Year ended 31 March 2025
Salaries and other benefits	1,48,153	1,42,846
Staff welfare	2,625	1,952
Gratuity and leave encashment	6,031	3,995
ESIC contribution	418	764
Uniform allowance	423	122
Contribution to Provident and other fund	5,178	5,676
Total	1,62,827	1,55,356

The Company has classified the various benefits provided to employees as under:

(i) Defined contribution plan:
The Company's contributions to defined contribution plans namely Employees' Provident Fund and Employee's State Insurance Fund (under the provisions of the Employees' Provident Funds and Miscellaneous Provisions Act, 1952), are charged to the Statement of Profit and Loss on accrual basis. The obligation of the Company is limited to the amount contributed and it has no further contractual nor any constructive obligation.

(ii) Post employment obligations: Gratuity
The Company provides for gratuity for employees as per the Payment of Gratuity Act, 1972. Employees who have been in continuous service for a period of 5 years are eligible for gratuity. The amount of gratuity payable on retirement / termination is the employee's last drawn basic salary per month computed proportionately for 15 days' salary multiplied for the number of years of service. The gratuity plan is a funded plan and it is recognised by the Income-tax authorities and administered through Life Insurance Corporation of India. Liability for gratuity is provided on the basis of valuations, as at the Balance Sheet date, carried out by an independent actuary.

The assumptions used for the actuarial valuation are as under:

	Year ended 31 March 2026	Year ended 31 March 2025
Discount rate (per annum)	6.35%	6.55%
Salary growth rate	10.00%	8.00%

(a) **Present value of obligation as at Balance Sheet date**

	Year ended 31 March 2026	Year ended 31 March 2025
Present value of obligation as at the beginning	11,632	10,970
Current service cost	1,613	1,772
Past service cost	-	-
Interest cost	558	611
Total amount recognised in Statement of Profit and Loss	2,171	2,383
Re-measurement or actuarial gain / (loss) arising from:		
Change in financial assumption	675	133
Change in demographic assumption	129	-
Experience changes	344	-577
Total amount recognised in other comprehensive income	1,148	-444
Benefits paid	-1,693	-1,276
Liabilities assumed on inter-group transfer	-	-
Present value of obligation as at the end	13,258	11,632

(b) **Changes in the fair value of plan assets**

	Year ended 31 March 2026	Year ended 31 March 2025
Fair value of plan assets as at the beginning	312	381
Interest on plan assets	20	27
Total amount recognised in Statement of profit and loss	20	27
Re-measurement or actuarial gain / (loss) arising from:		
Actual return on plan assets less interest on plan assets	3	-64
Total amount recognised in other comprehensive income	3	-64
Employer's contribution	1,693	1,244
Benefits paid	-1,693	-1,276
Assets acquited on inter-group transfer		
Fair value of plan assets at the end	336	312

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(c) Amount recognised in the Balance Sheet

	Year ended 31 March 2026	Year ended 31 March 2025
Present value of obligations as at Balance Sheet date	13,258	11,632
Fair value of plan assets as at the end of the period	336	312
Net (asset)/ liability recognised as at the year end	12,923	11,321

(d) Sensitivity analysis

The sensitivity of the defined benefit obligation to changes in the weighted principal assumptions is:

	Year ended 31 March 2026		Year ended 31 March 2025	
	Discount rate	Salary escalation rate	Discount rate	Salary escalation rate
Defined benefit obligation on increase in 50 bps	13,095	13,419	11,511	11,754
Impact of increase in 50 bps on DBO	-1.23%	1.22%	-1.04%	1.05%
Defined benefit obligation on decrease in 50 bps	13,426	13,100	11,757	11,512
Impact of decrease in 50 bps on DBO	1.27%	-1.19%	1.07%	-1.03%

The above sensitivity analysis is based on a change in an assumption while holding all other assumptions constant. In practice, this is unlikely to occur, and changes in some of the assumptions may be correlated. When calculating the sensitivity of the defined benefit obligation to significant actuarial assumptions the same method (present value of the defined benefit obligation calculated with the projected unit credit method at the end of the reporting period) has been applied as when calculating the defined benefit liability recognised in the balance sheet.

The expected contribution payable to the plan next year is INR 5,750,887/-

(e) Defined benefit liability and employer contribution

The weighted average duration of the benefit obligation is 2.50 years.

Weighted average duration (based on discounted cashflows)	31 Mar 2026	31 Mar 2025
Year 1	5,751	6,232
Year 2	2,644	2,263
Year 3	2,032	1,656
Year 4	1,474	1,139
Year 5	1,090	755
Year 6	793	501
Year 7	595	335
Year 8	511	228
Year 9	266	171
Thereafter	685	264

(iii) Other long term benefit plans:

Compensated absences: The leave obligations cover the Company's liability for earned leave. The amount of provision of Rs. 1,01,74,793/- (March 2025 :7,995,854/-)

Liability for Leave Obligation is provided on the basis of Valuations, as at Balance Sheet date, carried out by an independent actuary.

Risk exposure

Through its defined benefit plans, the Company is exposed to a number of risks, the most significant of which are detailed below:

Asset volatility

The plan liabilities are calculated on the basis of the market yields at the valuation date on government bonds for the expected term. If plan assets underperform this yield, this will create a deficit.

Changes in bond yields

A decrease in bond yields will increase plan liabilities, although this will be partially offset by an increase in the value of the plan's assets.

26	Finance cost	Year ended 31 March 2026	Year ended 31 March 2025
	a) Interest cost on		
	Term loan	-	392
	Cash credit / demand loan facilities/Director loan interest	1,961	3,002
	Car loan	-	2
	Inter corporate depoosits	71,428	68,720
	Lease Liability	43,610	45,966
	Others	5,982	4,389
	b) Commission on financial guarantee	-	589
	Total	1,22,981	1,23,060

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27	Depreciation & amortisation	Year ended 31 March 2026	Year ended 31 March 2025
	Depreciation of Property, plant & equipment & Right of use assets	88,214	94,017
	Amortisation of intangibles	900	366
	Total	89,113	94,383

28	Other expenses	Year ended 31 March 2026	Year ended 31 March 2025
	Advertisement & publicity expenses	1,887	1,703
	Audit fees	1,000	1,000
	Bad debts	-6,547	5,029
	Telephone & communication	1,739	1,764
	Electricity & water charges	74,741	73,790
	Digital equipment hire charges	-827	-690
	Hotel, lodging & boarding	777	267
	Housekeeping charges	24,299	17,166
	Insurance	2,281	2,370
	Miscellaneous expenses	1,664	1,631
	Other expenses	2,273	3,105
	Packing forwarding, postage, transportation	528	491
	Printing & stationary	1,035	912
	Legal & professional fees	8,645	12,132
	Rates & taxes	6,204	7,209
	Rent expenses	33,435	29,055
	Repairs & maintenance	10,854	15,515
	Security charges	15,595	12,006
	Share of Revenue	37,443	41,673
	Travelling expense	2,795	2,101
	Share in profit	29,817	25,577
	Credit card charges	0	0
	Loss from disposed asset	17,839	-
	Balances written off	12,143	96
	Total	2,79,617	2,53,902

28(a)	Payment to auditors (Excluding taxes)	Year ended 31 March 2026	Year ended 31 March 2025
	Audit fees	1,000	1,000
	Re-imbursememnt of expenses		-
	Total	1,000	1,000

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29 Lease disclosure under AS 116 – 'Leases'

Operating lease : Company as lessee

The Company is obligated under non-cancellable leases primarily for office premises and for Cinema exhibition which are renewable thereafter as per the terms of the respective agreements.

Lease rent expenses of Rs.6,16,75,817/- (2025: Rs 6,02,46,435/-) have been included under 'Rent expenses' in the Statement of profit and loss.

Future minimum rental payable under non-cancellable operating leases are as follows:

	31 Mar 2026	31 Mar 2025
Amounts due within one year	75,506	72,775
Amounts due after one year but not later than five years	2,53,818	2,35,351
Amounts due later than five years	4,19,066	5,15,289
Total	**7,48,390**	**8,23,415**

Operating lease : Company as lessor

The Company has not given office premises on lease.

30 Capitalisation of expenditure

During the year, the Company has capitalised the salaries, wages and bonus amounting to Rs.35,83,567/-(2025- 2,32,210/-)to the cost of fixed assets / capital work-in-progress (CWIP). Consequently, expenses disclosed under Note 32 are net of amount capitalised by the Company.

31

Earnings per equity share:	**Year ended 31 March 2026**	**Year ended 31 March 2025**
Net (loss)/ profit after tax attributable to shareholders	-95,289	-1,60,513
Weighted average number of equity shares outstanding during the year for basic EPS	1,500	1,500
Weighted average number of equity shares outstanding during the year for dilutive EPS	1,500	1,500
Basic EPS	-63.53	-107.01
Dilutive EPS	-63.53	-107.01
Nominal value per share	10	10

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32 Fair value measurement

The carrying value/ fair value of the financial instruments by category:

	31 Mar 2026			31 Mar 2025		
	FVPL	FVOCI	Amortised cost	FVPL	FVOCI	Amortised cost
Financial assets						
Investments	45	-	-	45	-	-
Loans	-	-	76,899	-	-	80,655
Other financial assets	-	-	54,345	-	-	42,984
Trade receivables	-	-	14,893	-	-	17,380
Cash and cash equivalents	-	-	2,940	-	-	1,403
Total financial assets	**45**	**-**	**1,49,077**	**45**	**-**	**1,42,421**
Financial liabilities						
Borrowings	-	-	0	-	-	30,146
Trade payables	-	-	2,66,968	-	-	2,23,392
Other financial liabilities	-	-	14,18,670	-	-	13,94,708
Total financial liabilities	**-**	**-**	**16,85,637**	**-**	**-**	**16,48,247**

Fair value of financial assets measured at amortised cost

	Level	31 Mar 2026		31 Mar 2025	
		Carrying Value	Fair Value	Carrying Value	Fair Value
Financial assets	Level 3				
Investments		45	45	45	45
Loans		76,899	76,899	80,655	80,655
Other financial assets		54,345	54,345	42,984	42,984
Trade receivables		14,893	14,893	17,380	17,380
Cash and cash equivalents		2,940	2,940	1,403	1,403
Financial liabilities	Level 3				
Borrowings		0	0	30,146	30,146
Trade payables		2,66,968	2,66,968	2,23,392	2,23,392
Other financial liabilities		14,18,670	14,18,670	13,94,708	13,94,708

The carrying amounts of trade receivables, cash and cash equivalents, deposits given, interest accrued on deposits, receivables from related parties, deferred revenue, other receivables, bank overdraft, interest accrued on borrowings, payable to related parties, trade payables and other financial liabilities are considered to be the same as fair values, due to their short term nature.

33 Financial risk management

The Company's activities expose it to market risk, liquidity risk and credit risk. This note explains the sources of risk which the Company is exposed to and how it manages those risks.

Risk	Exposure arising from	Measurement	Management
Credit risk	Cash and cash equivalents, trade receivables and financial assets measured at amortised cost	Ageing analysis	Diversification of bank deposits. Major proportion of revenues are on zero credit.
Liquidity risk	Borrowings and other liabilities	Rolling Working Capital forecasts (including Cash)	Regular review of working capital resulting in efficient working capital management. Availability of borrowing facilities. Support from Holding company, Transaction structuring with major vendor.
Market risk - Interest	Long term borrowing at variable rate	Sensitivity analysis	Renegotiation of rates of interest.

The Company's Board of directors has overall responsibility for the establishment and monitoring of the Company's risk management framework.

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(a) Credit risk

Credit risk is the risk that a counterparty will not meet its obligations under a financial instrument, leading to a financial loss. The Company is exposed to credit risk from its operating activities (primarily trade receivables) and from its financing activities, including cash and cash equivalents and deposits.

Credit risk management

Trade receivable related credit risk.
The Company's debtors are mainly on account of share of operating costs recovery and advertisement sales.The Company is exposed to credit risk in respect of unpaid debts. It could affect the Company's financial results. The Company provides for expected credit loss on trade receivables based on expected credit loss method.

Bank risk

There is no major amount kept in bank as deposits.

Reconciliation of loss allowance provision

	Amount
Loss allowance on 31 March 2022	**-71,723**
Written-off	
Provision for allowances	10,078
Loss allowance on 31 March 2024	**-61,645**
Written-off	
Provision for allowances	-5,029
Loss allowance on 31 March 2025	**-66,674**
Written-off	
Provision for allowances	6,547
Loss allowance on 31 March 2026	**-60,127**

(b) Liquidity risk

The Company maintains flexibility in funding by maintaining cash availability and committed credit lines. Management monitors rolling forecasts of the company's liquidity position and cash and cash equivalents on the basis of expected cash flows. This is maintained in accordance with general practice and limits set by the company. In addition, the company's liquidity management policy involves projecting cash flows and considering the level of liquid assets necessary to meet these requirements.

Financing arrangements

The Company had access to the following undrawn borrowing facilities at the end of the reporting period:

	31 Mar 2026	31 Mar 2025
Cash credit facility	-	0

The Cash credit facility may be drawn at any time and may be terminated by the bank without notice. Subject to the continuance of satisfactory credit ratings, the bank loan facilities may be drawn at any time.

Maturities of financial liabilities

The table below analyses the Company's financial liabilities into relevant maturity groupings based on their contractual maturities for all non-derivative financial liabilities.

The amounts disclosed in the table are the contractual cash flows. Balances due within 12 months equal their carrying balances as the impact of discounting is not significant.

Contractual maturities of financial liabilities as at March 31, 2026	Less than 1 year	1 to 5 years	Total
Borrowings	0	-	**0**
Trade payables	2,66,968	-	**2,66,968**
Other financial liabilities	11,07,168	3,11,502	**14,18,670**
Total liabilities	**13,74,135**	**3,11,502**	**16,85,637**

Contractual maturities of financial liabilities as at March 31, 2025	Less than 1 year	1 to 5 years	Total
Borrowings	30,146	0	**30,146**
Trade payables	2,23,392	-	**2,23,392**
Other financial liabilities	10,54,436	3,40,272	**13,94,708**
Total liabilities	**13,07,975**	**3,40,272**	**16,48,247**

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(c) Market risk

(i) Foreign currency risk

The Indian Rupee is the Company's functional and reporting currency. The Company has no foreign currency exposure during the period.

(ii) Interest rate risk exposure

The exposure of the Company's borrowing to interest rate changes at the end of the reporting period are as follows

Below are borrowings excluding debt component of compound financial instruments and including current maturity of non current borrowings:

	31 Mar 2026	31 Mar 2025
Variable rate borrowings	0	30,146
Fixed rate term loan borrowings	-	0
Total Term Loan Borrowing	**0**	**30,146**
Fixed rate Car Loan Borrowing	-	-
Total Borrowing	**0**	**30,146**

As at the end of the reporting period, the group had the following variable rate borrowings outstanding:

	31 Mar 2026			31 Mar 2025		
Particulars	Weighted Average Interest Rate	Balance	% of Total Loans	Weighted Average Interest Rate	Balance	% of Total Loans
Unsecured Loan	100%	0	#DIV/0!	100%	30,146	100.00%

The percentage of total loans shows the proportion of loans that are currently at variable rates in relation to the total amount of borrowings.

34 Capital management

Risk management

The Company's objective when managing capital are to:

(i) Safeguard their ability to continue as a going concern, so that they can continue to provide returns for shareholders and benefits for other stakeholders, and

(ii) Maintain an optimal capital structure to reduce the cost of capital.

The Company currently has loans from holding company and banks.

Loan covenants:

Under the terms of its major borrowing facilities, the Company is required to comply with the following financial covenants:

- all collections should be routed through the bank of the provider of the facility.

The Company has complied with the covenants throughout the reporting period. As at 31 March 2026.

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35 Segment information

Operating segments are reported in a manner consistent with the internal reporting provided to the Chief operating decision maker.The Company is engaged in operating Cinema theatres, which is the primary business segment. Thus, the Company has only one reportable business segment and only one reportable geographical segment, which is India. Accordingly, the segment information as required by the Ind AS 108 on Operating Segments has not been separately disclosed.

36 Related party disclosures

Details of related parties including summary of transactions entered into by the Company during the year ended 31 March 2026 are summarised below:

A Parties where control exists

(i) Holding company - Mukta Arts Limited

(ii) Entity in which the Company exercises significant control
Asian Mukta A2 Cinemas LLP

(iii) Key management personnel

- Subhash Ghai - Director (and shareholder)
- Parvez Farooqui - Executive Director (and shareholder)
- Rahul Puri - Director (and shareholder)

(iv) Enterprise over which key management personnel have control/ substantial interest /significant influence
Mukta Arts (Proprietory Concern of Subhash Ghai)

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B Transactions with related parties for the year ended 31 March 2026 are as follows:-

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Transactions	Entity in which Company exercises significant control		Key Managerial Person & Relatives of Key Managerial Person		Holding company		Enterprise over which key management personnel have control/ substantial interest /significant influence	
	2026	2025	2026	2025	2026	2025	2026	2025
Interest income								
Asian Mukta A2 Cinemas LLP	7,344	7,628	-	-	-	-	-	-
Managerial Remuneration								
Parvez Farooqui	-	-	7,083	6,163	-	-	-	-
Salaries & other benefits								
Ishaan Farooqui	-	-	519	482	-	-	-	-
Interest expense								
Mukta Arts Limited	-	-	-	-	68,787	64,325	-	-
Subhash Ghai	-	-	1,961	-	-	-	-	-
Rent & Maintenance charges								
Mukta Arts Limited	-	-	-	-	3,077	3,077	-	-
Reimbursement of expense received by the Company								
Mukta Arts Limited	-	-	-	-	-	-	-	-
Reimbursement of expense paid by the Company								
Mukta Arts Limited	-	-	-	-	-	-	-	-
Loan taken during the year								
Mukta Arts Limited	-	-	-	-	3,000	80,450	-	-
Loan given during the year								
Asian Mukta A2 Cinemas LLP	-	-	-	-	-	-	-	-
Loan Repaid during the year								
Mukta Arts Limited	-	-	-	-	3,500	750	-	-
Subhash Ghai	-	-	30,000	-	-	-	-	-
Reimbursement of expense received by the Company								
Whistling Woods International Limited	-	-	-	-	-	-	-	-
Corporate Guarantee Commission Expenses								-
Mukta Arts (Proprietorship)	-	-	-	-	-	-	-	-
Subhash Ghai	-	-	-	-60	-	-	-	171
Mukta Tele Arts Pvt Ltd	-	-	-	-	-	-	-	
Loan receivable								
Asian Mukta A2 Cinemas LLP	73,441	73,441	-	-	-	-	-	-
Loan repayable								
Mukta Arts Limited	-	-	-	-	6,89,200	6,89,700	-	-
Subhash Ghai	-	-	-	-	-	-	-	-
Interest receivable								
Asian Mukta A2 Cinemas LLP	24,591	17,982	-	-	-	-	-	-
Interest payable								
Mukta Arts Limited	-	-	-	-	2,91,611	2,29,702	-	-
Subhash Ghai	-	-	-	-	-	-	-	-
Commission on Distributor share cost								
Mukta Vn Films	-	-	-	-	-	-	5,993	5,885
Amount payable								
Mukta Arts Limited	-	-	-	-	27,122	22,233	-	-
Corporate Gurantee Commission Payable			-	-			1,244	1,244
Mukta Arts	-	-			-	-	-	-
Subhash Ghai	-	-	2,349	1,945	-	-	2,871	2,871
Mukta Telemedia	-	-	-	-	-	-	1,800	1,682
Mukta Tele Arts Pvt Ltd	-	-	-	-	-	-		
Earnest Money Deposit								
Mukta Tele Arts LLP	-	-	-	-	-	-	35,000	-
Corporate Guarantee Commission								
Asian Mukta A2 Cinemas LLP	-	-	-	-	-	-	-	-

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37 **Commitments**

The Company has a capital commitment of Rs.38,76,069/- as at 31 March 2026.

38 **Contingent liabilities**

The Company has provided a Corporate Guarantee of Rs. 1,00,00,000/- against Overdraft facility taken by its joint venture Asian Mukta A2 Cinemas LLP.

Demand from tax Authorities :

Sr No	Particulars	Year	Amount
1	Recovery Demand (Traces Portal)	AY 2018-2019	11,38,052
2	Recovery Demand (Traces Portal)	AY 2019-2020	12,66,891
3	Response to Outstanding Demand (IT Portal)	AY 2016-2017	15,98,850
4	PF Demand towards Damage Cost	FY 2019 till January 2025	15,61,874
	Total		55,65,667

39 **Going Concern**

The main operations of the Company have repeatedly been halted owing to the COVID-19 pandemic. Its Net Worth has been eroded, because of the small capital base and because it is funded mainly by shareholder's debt. In terms of operations, the Company is optimistic regarding the near term future of the film exhibition business in India. The projected operating plans also reflect the same. Financial support from its holding company, Mukta Arts Limited, is also expected. The financials have therefore been prepared on the Going Concern Concept.

40 **Disclosure pursuant to Section 186 of the Companies Act, 2013**

a) **Details of loan given:**

Name of the entity and relation with the Company	Terms and conditions of the loan and purpose for which it will be utilised
Asian Mukta A2 Cinema LLP	Unsecured loan given @ 10% for the purpose of financial support which is repayable on mutual consent
Maverick Media Pvt Ltd	Unsecured amount receivable @ 10% Interest p.a

b) **Movement of loan during the financial years ended 31 March 2026 and 31 March 2025 is given below:**

Name of Party	Financial year ended	Opening balance (excluding accrued interest)	Loan given	Loan repaid	Closing Balance (excluding accrued interest)
Asian Mukta A2 Cinema LLP	31 Mar 2026	7,34,41,390	-	-	7,34,41,390
	31 Mar 2025	7,34,41,390	-	-	7,34,41,390
Maverick Media Pvt Ltd	31 Mar 2026	2,20,00,000	-	-	2,20,00,000
	31 Mar 2025	-	-	-	-

c) **Termination of Investment Agreements and Mediation Proceedings – Maverick Media Pvt Ltd**

The Company had entered into a Shareholders' Agreement (SHA) and a Share Subscription Agreement (SSA) with Maverick Media Pvt Ltd as a Prospective Investor. Maverick Media Pvt Ltd defaulted on the payment tranches under the said agreements, consequent to which the Company terminated both the SHA and the SSA.

Subsequent to the termination, Maverick Media Pvt Ltd initiated mediation proceedings under section 12C of the Commercial Courts Act read with the Commercial Courts (Pre-Institution Mediation and Settlement) Rules 2018. Hon'ble Mr. Justice Ramesh D. Dhanuka (Retd.) was appointed as the Ld. mediator. After due deliberation across multiple hearings, a draft settlement agreement was shared between the parties but no compromise could be arrived at and the mediation proceedings concluded without settlement. The Ld. Mediator Hon'ble Mr. Justice Dhanuka shared the Mediation Failure Report which was countersigned by both the parties and thereafter sent to the Ld. Mediator for submission before the Main Mediation Centre, Bombay High Court.

d) **Share Purchase Agreement – Maverick Media Pvt Ltd / UFO Movies India Ltd**

As per the Share Purchase Agreement ("SPA") dated 28th November 2024, Maverick Media Pvt Ltd acquired the shares and share warrants of Mukta VN Films Ltd from UFO Movies India Ltd, with the purchase consideration payable in six monthly instalments. Mukta A2 Cinemas Pvt Ltd acted as guarantor for the due payment of the said consideration by Maverick Media Pvt Ltd. ("Maverick"). On Maverick's default after two instalments, UFO invoked the guarantee and adjusted the dues against advertising revenue payable to Mukta A2 Cinemas Pvt Ltd.

Mukta A2 Cinemas Pvt Ltd has filed Commercial Suit No. 96 of 2026 before the Hon'ble City Civil Court, Dindoshi. By order dated 07.04.2026 (extended on 05.05.2026), Maverick has been restrained from creating third-party rights or transferring the subject shares till the next hearing on 09.06.2026. Pursuant to intimation, NSDL has "Suspended for Debit" Maverick's demat account and imposed a "Quantity Level Freeze" on 30,60,000 securities.

The matter is currently pending adjudication before the Court.

e) **Details of investments made:**

The Company has invested Rs. 45,000 in capital of Asian Mukta A2 Cinema LLP.

41 The Company has a process whereby periodically all long term contracts are assessed for material foreseeable losses. At the year end, the Company has reviewed that there are no long-term contracts including derivative contracts for which there were any material foreseeable losses.

42 **Dues to Micro and Small Enterprises**

The Company has certain dues to suppliers registered under Micro, Small and Medium Enterprises Development Act, 2006 ('MSMED Act'). The disclosures pursuant to the said MSMED Act are as follows:

	31-Mar-26	31-Mar-25
Principal amount due to suppliers registered under the MSMED Act and remaining unpaid as at year end	8,94,993	14,48,230
Interest due to suppliers registered under the MSMED Act and remaining unpaid as at year end	-	-
Principal amounts paid to suppliers registered under the MSMED Act, beyond the appointed day during the year	-	-
Interest paid, under Section 16 of MSMED Act, to suppliers registered under the MSMED Act, beyond the appointed day during the year	-	-
Interest paid, other than under Section 16 of MSMED Act, to suppliers registered under the MSMED Act, beyond the appointed day during the year	-	-
Amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under the MSMED Act	-	-
Interest accrued and remaining unpaid at the end of each accounting year	-	

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Amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues above are actually paid to the small enterprise, for the purpose of disallowance of a deductible expenditure under Section 23 of the MSMED Act	-	-

Note:- This information has been given in respect of such vendors to the extent they could be identified as Micro and Small enterprises on the basis

43 Other information

Information with regard to other matters specified in Schedule III to the Act is either nil or not applicable to the Company for the year / period.

44 Prior period comparatives

The figures for the previous year have been regrouped/ rearranged as necessary to confirm to the current year's presentation.

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45 Other Statutory Information

(i) The Company do not have any transactions with companies struck off under section 248 of Companies Act, 2013 or section 560 of Companies Act, 1956.

(ii) The Company has not traded or invested in Crypto currency or Virtual Currency during the financial year.

(iii) The Company have not any such transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961

(iv) The Company do not have any Benami property, where any proceeding has been initiated or pending against the Company for holding any Benami property under the Benami Transactions (Prohobition) Act, 1988 and rules thereunder.

(v) The Company has not been declared wilful defaulter by any bank or financial institution or government or any government authority.

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