



**INDEPENDENT AUDITOR'S REPORT  
TO THE BOARD OF DIRECTORS OF  
GALAXY ENTERTAINMENT CORPORATION LIMITED**

We have audited the accompanying statement of Financial Results of **GALAXY ENTERTAINMENT CORPORATION LIMITED** ("the Company") for the year ended 31 March, 2016 ("the Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. This Statement, which is the responsibility of the company's management and approved by the Board of Directors, has been prepared on the basis of the related financial statements which is in accordance with the Accounting Standards, prescribed under Section 133 of the Companies Act, 2013, as applicable and other accounting principles generally accepted in India. Our responsibility is to express an opinion on the statement.

We conducted our audit in accordance with the standards on Auditing issued by the Institute of Chartered Accountants of India. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the statement is free of material misstatements.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatements of the Statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the company's preparation and fair presentation of the Statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Management, as well as evaluating the overall presentation of the statement.

We believe that the audit evidence obtained is sufficient and appropriate to provide a basis for our audit opinion.

In our opinion and to the best of information and according to the explanations given to us, the statement:

- i. is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015; and
- ii. gives true and fair view in conformity with the aforesaid Accounting Standards and other accounting principles generally accepted in India, of the net loss and other financial information of the Company for the year ended 31 March, 2016.





# **SARA & ASSOCIATES**

## **Chartered Accountants**

Santosh Jain | Ramawatar Sharma | Rajesh Agarwal | Alok Bairagra | Manoj Agarwal  
M.Com., F.C.A., DISA | B.Com., F.C.A. | B.Com., F.C.A. | B.Com., F.C.A. | B.Com., F.C.A.

Govind Sharma | Sandeep Saini | Rachana Kanoi | Kamal Sharma | Dominic D'costa  
M.Com., F.C.A., DISA | B.Com., F.C.A., DISA | B.Com., F.C.A., C.S. | B.Com., F.C.A. | B.Com., A.C.A.

202, May Building, 297/299/301, Princess Street, Near Marine Lines Flyover, Mumbai - 400 002. | Tel: 4922 7200 | Fax: 2209 1106  
E-mail: [info@sara-india.com](mailto:info@sara-india.com) Website: [www.sara-india.com](http://www.sara-india.com)

Attention is invited to:

Note No. 3 the statement regarding winding up petition filed against the company under section 433(e) / 434 of Companies Act, 1956 before the Hon'ble High Court of Bombay. The matter is subjudice.

Note No. 4 the statement on Capital Goods imported under the Export Promotion Capital Goods Scheme of the Government of India, at concessional rates of duty, on an undertaking to fulfill export obligation by October 2015 for which Company had sought an extension with Directorate General of Foreign Trade.

Note No. 5(ii) the statement regarding disposal of entire investments held by the Company in its non operative subsidiary companies based on a valuation report from an Independent Chartered Accountant. The sale price was less than the cost of acquisition of said shares.

Our Opinion is not modified in respect of these matters

The statement includes the results for the Quarter ended 31<sup>st</sup> March, 2016 being the balancing figure between audited figures in respect of the full financial year and the published year to the figures up to the third quarter of the current financial year which were subject to limited review by us.

**For S A R A and Associates**

Chartered Accountants

(Firm Registration No. 120927W)

**Dominic D'costa**

Partner

Membership No. 143617



Place: Mumbai

Date: 19/05/2016



## GALAXY ENTERTAINMENT CORPORATION LIMITED

CIN: L51900MH1981PLC024988

Regd Off. : 3rd Floor, Block A, Orchid City Center Mall, 225, Bellasis Road, Mumbai-400008

Email : investors@thegalaxycorp.com, Tel: 022-66201743, Fax: 022 66201463

AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31ST MARCH, 2016

(Rs. In Lakhs)

| Sr. No. | Particulars  | Quarter Ended   |                 |                 | Year Ended      |                 |
|---------|--|-----------------|-----------------|-----------------|-----------------|-----------------|
|         |  | 31-Mar-16       | 31-Dec-15       | 31-Mar-15       | 31-Mar-16       | 31-Mar-15       |
|         |  | (Audited)       | (Unaudited)     | (Audited)       | (Audited)       | (Audited)       |
|         | <b>INCOME FROM OPERATIONS</b>  |                 |                 |                 |                 |                 |
| 1       | a. Net Sales/Income From Operation   | 94.44           | 1,202.46        | 1,533.08        | 4,284.58        | 4,055.67        |
|         | b. Other Operating Income/(loss)   | 63.32           | 24.54           | 62.34           | 300.92          | 410.06          |
|         | <b>Total Income from operations (Net)</b>  | <b>157.76</b>   | <b>1,227.00</b> | <b>1,595.42</b> | <b>4,585.50</b> | <b>4,465.73</b> |
| 2       | <b>EXPENSES</b>  |                 |                 |                 |                 |                 |
|         | a. Purchase of trade goods   | -               | 1,004.94        | 1,010.17        | 3,470.00        | 1809.65         |
|         | b. Operational Cost  | 26.78           | 59.92           | 117.60          | 261.83          | 803.73          |
|         | c. Employee Benefit Expenses   | 27.83           | 43.89           | 77.04           | 203.01          | 344.22          |
|         | d. Depreciation and Amortisation expenses  | 44.75           | 74.50           | 72.70           | 268.28          | 264.57          |
|         | e. Electricity & Fuel Charges  | 38.26           | 16.06           | 45.53           | 100.78          | 214.60          |
|         | f. License / Conducting Fees & Taxes   | 56.90           | 80.67           | 121.16          | 289.21          | 672.60          |
|         | g. (Gain)/Loss on foreign exchange fluctuation   | 25.65           | 2.51            | (4.85)          | 46.88           | (34.26)         |
|         | h. Other Expenses  | 268.64          | 26.16           | 152.11          | 359.47          | 310.57          |
|         | <b>Total Expenses</b>  | <b>488.81</b>   | <b>1,308.65</b> | <b>1,591.45</b> | <b>4,999.46</b> | <b>4,385.68</b> |
| 3       | <b>Profit/(Loss) from Operations before other Income, Finance cost &amp; Exceptional Items (1-2)</b> | <b>(331.05)</b> | <b>(81.65)</b>  | <b>3.97</b>     | <b>(413.96)</b> | <b>80.05</b>    |
| 4       | Other Income   | 360.09          | 3.90            | 23.23           | 376.50          | 48.43           |
| 5       | <b>Profit/(Loss) from ordinary activities before Finance Cost &amp; Exceptional Items (3+4)</b>      | <b>29.04</b>    | <b>(77.75)</b>  | <b>27.19</b>    | <b>(37.46)</b>  | <b>128.48</b>   |
| 6       | Finance Cost   | 42.72           | 38.51           | 42.57           | 164.79          | 114.09          |
| 7       | <b>Profit/(Loss) from ordinary activities after Finance Cost but before Exceptional Items (5-6)</b>  | <b>(13.68)</b>  | <b>(116.26)</b> | <b>(15.38)</b>  | <b>(202.25)</b> | <b>14.39</b>    |
| 8       | Exceptional Items  | -               | -               | -               | -               | -               |
| 9       | <b>Profit/(Loss) from Ordinary Activities before tax (7-8)</b>                                       | <b>(13.68)</b>  | <b>(116.26)</b> | <b>(15.38)</b>  | <b>(202.25)</b> | <b>14.39</b>    |
| 10      | Tax Expense  |                 |                 |                 |                 |                 |
|         | Current tax  | -               | -               | -               | -               | -               |
|         | Earlier Year   | -               | -               | -               | -               | -               |
|         | Deferred Tax   | -               | -               | -               | -               | -               |
|         | Fringe Benefit Tax   | -               | -               | -               | -               | -               |
| 11      | <b>Net Profit/(Loss) from Ordinary Activities after Tax (9-10)</b>                                   | <b>(13.68)</b>  | <b>(116.26)</b> | <b>(15.38)</b>  | <b>(202.25)</b> | <b>14.39</b>    |
| 12      | Extraordinary Items  | -               | -               | -               | -               | -               |
| 13      | <b>Net Profit/(Loss) for the period (11-12)</b>  | <b>(13.68)</b>  | <b>(116.26)</b> | <b>(15.38)</b>  | <b>(202.25)</b> | <b>14.39</b>    |
| 14      | Paid up Equity Share Capital<br>(Face Value Rs.10/- each)  | 1,564.99        | 1,564.99        | 1,564.99        | 1,564.99        | 1,564.99        |
| 15      | Reserves excluding revaluation reserves  | -               | -               | -               | (1,684.17)      | (1,481.91)      |
| 16      | Basic and Diluted EPS (of Rs.10 each) (Not annualised)   |                 |                 |                 |                 |                 |
|         | - Before Extraordinary Items   | (0.09)          | (0.74)          | (0.10)          | (1.29)          | 0.09            |
|         | - After Extraordinary item   | (0.09)          | (0.74)          | (0.10)          | (1.29)          | 0.09            |
| A       | <b>PARTICULARS OF SHAREHOLDING</b>   |                 |                 |                 |                 |                 |
| 17      | <b>Public Shareholding</b>   |                 |                 |                 |                 |                 |
|         | Number of Shares (in nos.)   | 6480772         | 6480772         | 6480772         | 6480772         | 6480772         |
|         | Percentage of Shareholding   | 41.41           | 41.41           | 41.41           | 41.41           | 41.41           |
| 18      | <b>Promoters and Promoters group Shareholding</b>  |                 |                 |                 |                 |                 |
|         | a) Pledged/Encumbered  |                 |                 |                 |                 |                 |
|         | - Number of Shares (in nos.)   | NIL             | NIL             | NIL             | NIL             | NIL             |
|         | - Percentage of shares (as a % of total shareholding of promoter & promoter group)                   | NIL             | NIL             | NIL             | NIL             | NIL             |
|         | - Percentage of shares (as a % of total shareholding of the the Company)                             | NIL             | NIL             | NIL             | NIL             | NIL             |
|         | b) Non-encumbered  |                 |                 |                 |                 |                 |
|         | - Number of Shares (in nos.)   | 9169163         | 9169163         | 9169163         | 9169163         | 9169163         |
|         | - Percentage of shares (as a % of total shareholding of promoter & promoter group)                   | 100             | 100             | 100             | 100             | 100             |
|         | - Percentage of shares (as a % of total shareholding of the the Company)                             | 58.59           | 58.59           | 58.59           | 58.59           | 58.59           |

Notes:

## B Particulars

## INVESTORS COMPLAINT

Pending at the beginning of quarter  
 Received during the quarter  
 Disposed of during the quarter  
 Remaining unresolved at the end of the quarter

Quarter ended  
 31st March, 2016

NIL  
 NIL  
 NIL  
 NIL



**2. Statement of Assets & Liabilities**
**(Rs. In Lakhs)**

| Particulars                                | As at<br>31.03.2016 | As at<br>31.03.2015 |
|--|---------------------|---------------------|
|  | Audited             | Audited             |
| <b>EQUITY AND LIABILITIES</b>              |                     |                     |
| <b>Shareholders' Funds</b>                 |                     |                     |
| a) Share Capital                           | 1564.99             | 1564.99             |
| b) Reserves & Surplus                      | -1684.17            | -1481.91            |
| <b>Sub-total - Shareholders' Funds</b>     | <b>(119.18)</b>     | <b>83.08</b>        |
| <b>Non-Current Liabilities</b>             |                     |                     |
| (a) Long Term Borrowings                   | 1118.18             | 1230.31             |
| (b) Other Long Term Liabilities            | 791.60              | 744.72              |
| (c) Long-Term Provisions                   | 2.41                | 16.36               |
| <b>Sub-total - Non-Current Liabilities</b> | <b>1,912.19</b>     | <b>1,991.39</b>     |
| <b>Current Liabilities</b>                 |                     |                     |
| (a) Short Term Borrowings                  | 236.84              | 157.71              |
| (b) Trade Payable                          | 388.83              | 595.64              |
| (c) Other Current Liabilities              | 490.42              | 540.14              |
| (d) Short-Term Provisions                  | 0.40                | 2.73                |
| <b>Sub-total - Current Liabilities</b>     | <b>1,116.49</b>     | <b>1,296.22</b>     |
| <b>Total - Equity &amp; Liabilities</b>    | <b>2,909.50</b>     | <b>3,370.69</b>     |
| <b>ASSETS</b>                              |                     |                     |
| <b>Non-Current Assets</b>                  |                     |                     |
| (a) Fixed Assets                           | 2454.16             | 2728.92             |
| (b) Non-Current Investments                | 0.00                | 0.00                |
| (c) Deferred Tax Assets                    | 0.00                | 0.00                |
| (d) Long-Term Loans and Advances           | 81.02               | 165.58              |
| (e) Other Non-Current Assets               | 202.33              | 203.51              |
| <b>Sub-total - Non-Current Assets</b>      | <b>2737.51</b>      | <b>3098.01</b>      |
| <b>Current Assets</b>                      |                     |                     |
| (a) Inventories                            | 1.19                | 25.45               |
| (b) Trade Receivables                      | 95.54               | 86.37               |
| (c) Cash and Bank Balances                 | 5.34                | 10.35               |
| (d) Short Term Loan and Advances           | 40.51               | 136.45              |
| (e) Other Current Assets                   | 29.41               | 14.06               |
| <b>Sub-total - Current Assets</b>          | <b>171.99</b>       | <b>272.68</b>       |
| <b>Total - Assets</b>                      | <b>2,909.50</b>     | <b>3,370.69</b>     |

**(Rs. Lakhs)**

| Sr. No. | Particulars  | Quarter Ended   |                 |                 | Year Ended      |                 |
|---------|--|-----------------|-----------------|-----------------|-----------------|-----------------|
|         |  | 31-Mar-16       | 31-Dec-15       | 31-Mar-15       | 31-Mar-16       | 31-Mar-15       |
|         |  | (Audited)       | (Unaudited)     | (Audited)       | (Audited)       | (Audited)       |
| 1.      | <b>Segment Revenue</b>                                     |                 |                 |                 |                 |                 |
| a)      | Leisure and Entertainment Services                         | 94.44           | 196.53          | 361.71          | 805.59          | 2,241.98        |
| b)      | Trading Merchandise  | -               | 1,005.94        | 1,010.67        | 3,478.99        | 1,813.69        |
|         | <b>Total</b>   | <b>94.44</b>    | <b>1,202.47</b> | <b>1,372.38</b> | <b>4,284.58</b> | <b>4,055.67</b> |
|         | Less: Inter Segment Revenue                                | -               | -               | -               | -               | -               |
|         | <b>Net sales/income from Operations</b>                    | <b>94.44</b>    | <b>1,202.47</b> | <b>1,372.38</b> | <b>4,284.58</b> | <b>4,055.67</b> |
| 2       | <b>Segment Result</b>                                      |                 |                 |                 |                 |                 |
| a)      | Leisure and Entertainment Services                         | (122.51)        | (80.21)         | (30.60)         | (193.25)        | 41.75           |
| b)      | Trading Merchandise  | -               | 1.00            | 0.49            | 8.99            | 4.04            |
|         | <b>Total</b>   | <b>(122.51)</b> | <b>(79.21)</b>  | <b>(30.11)</b>  | <b>(184.26)</b> | <b>45.79</b>    |
|         | Less: Interest   | 42.79           | 38.44           | 42.57           | 164.79          | 114.09          |
|         | Other un-allocable expenditure net off un-allocable income | (151.62)        | (1.39)          | (57.30)         | (146.80)        | (82.69)         |
|         | <b>Total Profit Before Tax</b>                             | <b>(13.68)</b>  | <b>(116.26)</b> | <b>(15.38)</b>  | <b>(202.25)</b> | <b>14.39</b>    |
| 3       | <b>Capital Employed</b>                                    |                 |                 |                 |                 |                 |
| a)      | Leisure and Entertainment Services                         | (62.13)         | (162.53)        | 84.76           | (62.13)         | 84.76           |
| b)      | Trading Merchandise  | (57.04)         | 57.04           | (1.68)          | (57.04)         | (1.68)          |
|         | <b>Total</b>   | <b>(119.17)</b> | <b>(105.49)</b> | <b>83.08</b>    | <b>(119.17)</b> | <b>83.08</b>    |

**Notes:**

- The above results have been reviewed by the Audit Committee and approved by the Board of Directors of the Company at their respective meetings held on May 19, 2016.
- Accounting Standard (AS-17) relating to the "Segment Reporting" has been complied with. The gross operating income and profit from the other segment is below the norms prescribed in AS-1, hence separate disclosures have not been made.

- 3 A winding up petition has been filed by Manjiro Works against the company under Section 433 (e)/434 of the Companies Act, 1956 before the Hon'ble High Court of Bombay. The matter is subjudice.
- 4 The Company has imported Capital Goods under the Export Promotion Capital Goods Scheme of the Government of India, at concessional rates of duty, on an undertaking to fulfill export obligation by October 2015 or such other dates as may be permitted by DGFT. Outstanding as at balance sheet date is ₹ 65,396,367 (Previous Year ₹ 66,316,951).
- 5(i) During the year, the company has sold its entire investments held in its non-operative subsidiaries viz Galaxy Rain Restaurants Private Limited and Rain Fruits & More Private Limited hence the consolidation of accounts are not made.
- 5(ii) The Sale consideration received towards the sale of investments held by the Company in Rain Fruits & More Private Limited was based on fair value derived by an independent Chartered Accountant in practice; vide valuation report dated January 2 2016, which was less than the cost of acquisition of the said investment.
- 6 There were no investor complaints pending at the beginning of the current quarter and no complaints were received during the quarter.
7. To Improve operational efficieney, some of the loss making units of the the Company being closed down.
- 8 Previous year figures have been regrouped, where necessary, to conform to current year's classification.

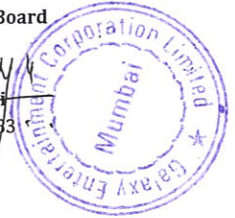
Place : Mumbai  
Dated : May 19, 2016

By order of the Board

Sunil Biyani

DIN: 00006583




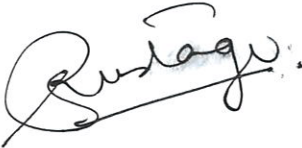
Director





**Form A**  
(For Audit with Unmodified Opinion)

**[Pursuant to Regulation 33 of SEBI (Listing obligations and disclosure requirements)  
Regulations 2015]**

|   |   |  |
|---|---|--|
| 1 | Name of the company                           | Galaxy Entertainment Corporation Limited   |
| 2 | Annual Financial Statement for the year ended | March 31, 2016   |
| 3 | Type of Audit Observation                     | Emphasis of Matter and Other Matter  |
| 4 | Frequency of Observation                      | 1 <sup>st</sup> Time   |
| 5 | To be signed by                               |  |
|   | • CFO   | Vikas Kedia    |
|   | • Auditor of the Company                      | For S A R A and Associates<br>Chartered Accountants<br>(Firm Registration No. 120927W)<br><br>Dominic D'costa<br>Partner<br>Membership No. 143617<br> |
|   | • Audit Committee Chairman                    |   |

**Registered Office :**

3rd Floor, Block A, Orchid City Center Mall, 225, Bellasis Road, Mumbai – 400 008.

**Corporate Office :**

Future Group Office, 4th Floor, SOBO Central Mall, Near Haji Ali, No. 28, Pt.Madan Mohan Malviya Road, Tardeo, Mumbai Central - (W) Mumbai - 400 034  
Tel:022 66201473, Fax No. 022 66201473 Email : reachus@thegalaxycorp.com, www.thegalaxycorp.com