

EMDI (Overseas) FZ LLC

Financial Statements

31 March 2017

EMDI (Overseas) FZ LLC

Financial Statements
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CONTENTS

	<i>PAGES</i>
Directors' Report	1
Independent Auditors' Report	2 – 3
Statement of Financial Position	4
Statement of Profit or Loss and Other Comprehensive Income	5
Statement of Changes in Equity	6
Statement of Cash Flows	7
Notes to the Financial Statements	8 – 16

EMDI (Overseas) FZ LLC
Directors' Report

The directors submit their report and accounts for the year ended 31 March 2017.

Results and appropriations

The results of the company and the appropriations made for the year ended 31 March 2017 are set out on pages 5 and 6 of the financial statements.

Review of the business

The company is registered as a professional training centre offering vocational certificates and diploma courses in advertisements, media and entertainment industry sector.

Events since the end of the year

There were no important events which have occurred since the year-end that materially affect the company.

Shareholder and its interest

The shareholder at 31 March 2017 and its interest as at that date in the share capital of the company was as under:

	<i>No. of shares</i>	<i>AED</i>
Greycells Education Limited, India	<u>50</u>	<u>50,000</u>

Directors

The directors who served during the year were as follows:

- Nowshir Rusi Engineer
- Shiv Surinder Kumar
- Dharmesh Parekh

Auditors

A resolution to re-appoint the auditors and fix their remuneration will be put to the board at the annual general meeting.

On behalf of the board,



Nowshir Rusi Engineer
DIRECTOR

INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDER OF EMDI (Overseas) FZ LLC

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of **EMDI (Overseas) FZ LLC**, which comprise the statement of financial position as at 31 March 2017, statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of **EMDI (Overseas) FZ LLC** as at 31 March 2017, its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRS).

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the *Auditors' Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the company in accordance with the ethical requirements that are relevant to our audit of the financial statements in United Arab Emirates, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Emphasis of Matter

Without qualifying our opinion, we draw attention to note 2 to the financial statements regarding going concern assertions and the shareholder company's resolution to continue the operations of the company.

Responsibilities of Management and Those Charged With Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with IFRSs, and implementing rules and regulations issued by the Dubai Creative Clusters Authority and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Those charged with governance are responsible for overseeing the company's financial reporting process.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists.

**INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDER OF
EMDI (Overseas) FZ LLC***Auditors' Responsibilities for the Audit of the Financial Statements (cont'd)*

Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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



Signed by:
C. D. Shah
Partner
Registration No. 677
Shah & Alshamali Associates Chartered Accountants
11 May 2017
Dubai



EMDI (Overseas) FZ LLC

Statement of Financial Position
31 March 2017

	<i>Notes</i>	<i>2017</i> <i>AED</i>	<i>2016</i> <i>AED</i>
ASSETS			
Non-current assets			
Property, plant and equipment	5	6,050	7,016
Intangible asset	6	<u>19,800</u>	<u>8,750</u>
		<u>25,850</u>	<u>15,766</u>
Current assets			
Fees and other receivables	7	227,145	209,833
Prepayments		190,339	120,947
Cash and cash equivalents	8	<u>250,448</u>	<u>399,764</u>
		<u>667,932</u>	<u>730,544</u>
Total assets		<u>693,782</u>	<u>746,310</u>
EQUITY AND LIABILITIES			
Capital and reserves			
Shareholder's funds			
Share capital	9	50,000	50,000
(Accumulated losses)/retained earnings		<u>(59,449)</u>	<u>87,217</u>
Equity funds/(deficit)		<u>(9,449)</u>	<u>137,217</u>
Loan account	10	<u>24,780</u>	<u>77,105</u>
Total shareholder's funds		<u>15,331</u>	<u>214,322</u>
Non-current liability			
Staff end of service gratuity		<u>129,444</u>	<u>115,118</u>
Current liabilities			
Fees received in advance		458,322	396,800
Accruals		<u>90,685</u>	<u>20,070</u>
		<u>549,007</u>	<u>416,870</u>
Total liabilities		<u>678,451</u>	<u>531,988</u>
Total equity and liabilities		<u>693,782</u>	<u>746,310</u>

The notes on pages 8 to 16 form an integral part of these financial statements.



Nowshir Ruzi Engineer
DIRECTOR

EMDI (Overseas) FZ LLC

Statement of Profit or Loss and Other Comprehensive Income
for the year ended 31 March 2017

	<i>Notes</i>	<i>2017</i> <i>AED</i>	<i>2016</i> <i>AED</i>
Revenue	11	<u>2,389,111</u>	<u>2,697,685</u>
Expenditure			
Faculty fees and other direct expenses		(279,771)	(230,255)
Directors' remuneration and expenses		(441,000)	(399,000)
Staff salaries and benefits		(515,273)	(486,870)
Rent		(362,828)	(361,907)
Other administrative expenses		(162,877)	(172,200)
Provision for doubtful debts		(77,725)	(10,150)
Bad debts		(39,040)	(109,015)
Advertisement and business promotion expenses		(613,581)	(514,342)
Amortization		(9,450)	(3,750)
Depreciation		(3,645)	(4,664)
Finance costs	12	(30,587)	(42,296)
Total expenditure		<u>(2,535,777)</u>	<u>(2,334,449)</u>
Profit/(loss) for the year		(146,666)	363,236
Other comprehensive income/(loss)		<u>—</u>	<u>—</u>
Total comprehensive income/(loss) for the year		<u>(146,666)</u>	<u>363,236</u>

The notes on pages 8 to 16 form an integral part of these financial statements.

EMDI (Overseas) FZ LLC

Statement of Changes in Equity
for the year ended 31 March 2017

	<i>Share capital AED</i>	<i>Retained earnings/ (accumulated losses) AED</i>	<i>Total AED</i>
As at 31 March 2015	50,000	(276,019)	(226,019)
Profit for the year	—	<u>363,236</u>	<u>363,236</u>
As at 31 March 2016	50,000	87,217	137,217
Loss for the year	—	<u>(146,666)</u>	<u>(146,666)</u>
As at 31 March 2017	<u>50,000</u>	<u>(59,449)</u>	<u>(9,449)</u>

The notes on pages 8 to 16 form an integral part of these financial statements.

EMDI (Overseas) FZ LLC

Statement of Cash Flows
for the year ended 31 March 2017

	<i>Note</i>	<i>2017</i> <i>AED</i>	<i>2016</i> <i>AED</i>
<u>Cash flows from operating activities</u>			
Profit/(loss) for the year		(146,666)	363,236
Adjustments for:			
Amortization		9,450	3,750
Depreciation		3,645	4,664
Interest income		(165)	-
Provision for staff end of service gratuity		14,326	10,266
Finance costs		30,587	42,296
Directors' remuneration and expenses		<u>441,000</u>	<u>399,000</u>
Operating profit before working capital changes		352,177	823,212
(Increase)/decrease in fees and other receivables		(17,147)	(15,157)
(Increase)/decrease in prepayments		(69,392)	(16,959)
Increase/(decrease) in fees received in advance and accruals		<u>132,137</u>	<u>(159,363)</u>
Cash generated from/(used in) operations		397,775	631,733
Directors' remuneration and expenses paid		(441,000)	(399,000)
Finance costs paid		<u>(30,587)</u>	<u>(42,296)</u>
Net cash from/(used in) operating activities		<u>(73,812)</u>	<u>190,437</u>
<u>Cash flows from investing activities</u>			
Payments for purchase of property, plant and equipment		(2,679)	(4,109)
Placement of fixed deposits		(50,000)	-
Payments for purchase of intangible asset		<u>(20,500)</u>	<u>(12,500)</u>
Net cash from/(used in) investing activities		<u>(73,179)</u>	<u>(16,609)</u>
<u>Cash flows from financing activity</u>			
(Payment of)/proceeds from shareholder's loan (net)		<u>(52,325)</u>	<u>(105,266)</u>
Net cash used in financing activity		<u>(52,325)</u>	<u>(105,266)</u>
Net increase/(decrease) in cash and cash equivalents		(199,316)	68,562
Cash and cash equivalents at the beginning of the year		399,764	331,202
Cash and cash equivalents at the end of the year	8	<u>200,448</u>	<u>399,764</u>

The notes on pages 8 to 16 form an integral part of these financial statements.

EMDI (Overseas) FZ LLC**Notes to the Financial Statements
for the year ended 31 March 2017****1. Legal status and activities**

EMDI (Overseas) FZ LLC is a limited liability free zone company incorporated pursuant to Dubai Technology and Media Free Zone Private Companies Regulations 2003 issued under law no. 1 of 2000 of the Emirate of Dubai (as amended). The registered address of the company is Office no-110-111 & 115, Floor-01, Building-B13, P O Box-500499, Dubai, United Arab Emirates.

The company is a wholly owned subsidiary of Greycells Education Limited, Mumbai, India.

The company is engaged in human resource training and development activities.

2. Basis of preparation*Going concern*

As at 31 March 2017, the company has deficiency of equity funds of AED 9,449 and shareholder's funds have significantly decreased to AED 15,331. The accompanying financial statements have been prepared on the basis that the company will continue as a going concern as the parent shareholder company has agreed to provide the company with adequate financial support to enable it to meet its obligations as they fall due. Furthermore, the shareholder company has resolved not to dissolve the company and continue the operations.

Statement of compliance

The financial statements of the company have been prepared under accrual basis of accounting in accordance with International Financial Reporting Standards (IFRS) as issued by the International Accounting Standards Board (IASB), interpretations issued by the International Financial Reporting Interpretations Committee (IFRIC) and applicable requirements of UAE laws.

Basis of measurement

The financial statements have been prepared under historical cost basis.

Functional and presentation currency

The financial statements are presented in U.A.E Dirhams (AED), being the functional and presentation currency of the company.

Use of estimates and judgements

The preparation of the financial statements requires management to make estimates and assumptions that may affect the reported amount of financial assets and liabilities, revenue, expenses, disclosure of contingent liabilities and the resultant provisions and fair values. Such estimates are necessarily based on assumptions about the several factors and actual results may differ from reported amounts.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised and in any future periods affected. The areas involving a higher degree of judgment or complexity, or areas where assumptions and estimates are significant to the financial statements are disclosed in note 4.

EMDI (Overseas) FZ LLC

**Notes to the Financial Statements
for the year ended 31 March 2017**

Basis of preparation (cont'd)

Application of new and revised International Financial Reporting Standards (IFRS)

The company adopted all applicable accounting standards and amendments which are effective for annual periods beginning on or after 1 April 2016.

The company has not early adopted any other standard, interpretation or amendment that has been issued but are not yet effective.

3. Summary of significant accounting policies

The accounting policies, which are consistent with those used in the previous year, in dealing with items that are considered material in relation to the financial statements are as follows:

Property, plant and equipment

Property, plant and equipment are stated at cost together with any related expenses of acquisition less accumulated depreciation and impairment if any. The cost is depreciated using the straight-line method over the estimated useful lives of the assets as under:

Vehicle	5 years
Hardware and software	2 to 4 years
Furniture, fixtures and office equipment	4 to 7 years

An assessment of depreciation method, useful lives and residential values is undertaken at each reporting date and, where material, if there is a change in estimate, an appropriate adjustment is made to the depreciation charge.

Intangible asset

Intangible asset, representing amount paid for acquiring trademarks, is stated at cost less provision for amortization. The cost is amortized using straight-line method over its estimated useful life of 10 years.

Financial instruments

Financial assets and financial liabilities are recognized when, and only when, the company becomes a party to the contractual provisions of the instrument.

Financial assets are de-recognized when, and only when, the contractual rights to receive cash flows expire or when substantially all the risks and rewards of ownership have been transferred.

Financial liabilities are de-recognized when, and only when, they are extinguished, cancelled or expired.

Financial assets

The financial assets comprise fees, other receivables and cash and bank balances.

EMDI (Overseas) FZ LLC**Notes to the Financial Statements
for the year ended 31 March 2017****Summary of significant accounting policies (cont'd)***Fees receivable*

Fees receivable are stated at original invoice amount less a provision for any uncollectible amount. An estimate for doubtful debts is made when collection of the full amount is no longer probable and provided for in the accounts. Bad debts are written off when there is no possibility of recovery.

Other current financial assets

Other current financial assets represents refundable deposits and advances.

Cash and cash equivalents

Cash and cash equivalents comprise cash, bank balance in current accounts that are readily convertible to known amount of cash and which is subject to an insignificant risk of changes in value.

Financial liabilities

The financial liabilities comprise fees received in advance and accruals.

Other payables

Liabilities are recognized for amounts to be paid in the future for goods or services received, whether invoiced by the supplier or not.

Staff end-of-service gratuity

The company provides end of service gratuity to its employees. The entitlement to these benefits is based upon the employees' basic salary and length of service. The expected costs of these benefits are accrued over the period of employment.

Revenue

Course fees represent the fees charged by the company during the year net of discounts and rebates allowed and are apportioned over the period of instruction.

Other operating income is recognized as per the contractual agreement.

Foreign currency transactions

Transactions in foreign currencies are converted into UAE dirham at the rate of exchange ruling approximate on the date of the transaction.

Assets and liabilities expressed in foreign currencies are translated into UAE Dirham at the rate of exchange ruling at the date of statement of financial position. Resulting gain or loss is taken to the statement of profit or loss and other comprehensive income.

EMDI (Overseas) FZ LLC**Notes to the Financial Statements
for the year ended 31 March 2017****4. Significant judgment employed in applying accounting policies and key sources of estimation uncertainty****4.1 Significant judgment employed**

The significant judgment made in applying accounting policies that has most significant effect on the amounts recognized in the financial statements pertains to impairment. At each reporting date, management conducts an assessment of property, plant and equipment, intangible asset and all financial assets to determine whether there are any indications that they may be impaired. In the absence of such indications, no further action is taken. If such indications do exist, an analysis of each asset is undertaken to determine its net recoverable amount and, if this is below its carrying amount, a provision is made.

In the case of accounts and other receivables, if an amount is deemed irrecoverable, it is written off to the statement of profit or loss and other comprehensive income or, if previously a provision was made, it is written off against the provision. Reversals of provisions against accounts and other receivables are made to the extent of the related amounts being recovered.

4.2 Key sources of estimation uncertainty

Key assumptions made concerning the future and other key sources of estimation uncertainty at the reporting date that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are as follows:

Carrying values of property, plant and equipment

Residual values are assumed to be zero unless a reliable estimate of the current value can be obtained for similar assets of ages and conditions that are reasonably expected to exist at the end of the assets' estimated useful lives.

Impairment of other receivables

Management regularly undertakes a review of the amounts of other receivables and assess the likelihood of non-recovery. Such assessment is based upon the age of the debt, historic recovery rates and assessed credit worthiness of the receivable. Based on the assessment assumptions are made as to the level of provisioning required.

Impairment

Assessment of net recoverable amount of property, plant and equipment and all financial assets other than accounts and other receivables, per above, are based on assumptions regarding future cash flows expected to be received from related assets.

Impairment of accounts receivable

An estimation of the collectible amount of accounts receivables is made when collection of the full amount is no longer probable. For individually significant amounts, this estimation is performed on an individual basis. Amounts which are not individually significant, but which are past due, are assessed collectively and a provision is applied according to the length of past time due, based on anticipated recovery rates.

EMDI (Overseas) FZ LLC

Notes to the Financial Statements
for the year ended 31 March 2017

Key sources of estimation uncertainty (cont'd)

Staff end of service gratuity

The company computes provision for the liability to staff end-of-service gratuity assuming that all employees were to leave as of the reporting date. The management is of the opinion that no significant difference would have arisen had the liability been calculated on an actuarial basis as salary inflation and discount rates are likely to have approximately equal and opposite effects.

5. Property, plant and equipment
(2017)

	<i>Vehicle#</i> <i>AED</i>	<i>Hardware and software</i> <i>AED</i>	<i>Furniture, fixtures and office equipment</i> <i>AED</i>	<i>Total</i> <i>AED</i>
Cost				
As at 01.04.2016	34,500	13,270	208,983	256,753
Additions during the year	-	-	2,679	2,679
As at 31.03.2017	<u>34,500</u>	<u>13,270</u>	<u>211,662</u>	<u>259,432</u>
Depreciation				
As at 01.04.2016	34,500	10,414	204,823	249,737
Charge for the year	-	1,905	1,740	3,645
As at 31.03.2017	<u>34,500</u>	<u>12,319</u>	<u>206,563</u>	<u>253,382</u>
Net book value				
As at 31.03.2017	<u>-</u>	<u>951</u>	<u>5,099</u>	<u>6,050</u>
As at 31.03.2016	<u>-</u>	<u>2,856</u>	<u>4,160</u>	<u>7,016</u>

In the personal name of the director.

Property, plant and equipment
(2016)

	<i>Vehicle</i> <i>AED</i>	<i>Hardware and software</i> <i>AED</i>	<i>Furniture, fixtures and office equipment</i> <i>AED</i>	<i>Total</i> <i>AED</i>
Cost				
As at 01.04.2015	34,500	13,270	204,874	252,644
Additions during the year	-	-	4,109	4,109
As at 31.03.2016	<u>34,500</u>	<u>13,270</u>	<u>208,983</u>	<u>256,753</u>
Depreciation				
As at 01.04.2015	34,500	8,252	202,321	245,073
Charge for the year	-	2,162	2,502	4,664
As at 31.03.2016	<u>34,500</u>	<u>10,414</u>	<u>204,823</u>	<u>249,737</u>
Net book value				
As at 31.03.2016	<u>-</u>	<u>2,856</u>	<u>4,160</u>	<u>7,016</u>
As at 31.03.2015	<u>-</u>	<u>5,018</u>	<u>2,553</u>	<u>7,571</u>

EMDI (Overseas) FZ LLC

Notes to the Financial Statements
for the year ended 31 March 2017

	2017	
	AED	
6. Intangible asset#		
Cost		
As at 01.04.2016		12,500
Additions during the year		<u>20,500</u>
As at 31.03.2017		<u>33,000</u>
Amortization		
As at 01.04.2016		3,750
Charge for the year		<u>9,450</u>
As at 31.03.2017		<u>13,200</u>
Net book value		
As at 31.03.2017		<u>19,800</u>
As at 31.03.2016		<u>8,750</u>
<i># Represents amount paid for acquisition of trade marks.</i>		
	2017	2016
	AED	AED
7. Fees and other receivables		
Fees receivable	272,705	183,843
Less: provision for doubtful debts	<u>77,725</u>	<u>10,150</u>
	194,980	173,693
Interest accrued but not due	165	-
Other receivable	-	390
Deposits	27,000	27,000
Advances to others	<u>5,000</u>	<u>8,750</u>
	<u>227,145</u>	<u>209,833</u>
<i>Movements on provision for doubtful debts account is as under:</i>		
	2017	2016
	AED	AED
<i>Opening balance</i>	10,150	52,500
<i>Provision made during the year</i>	77,725	10,150
<i>Provision utilized during the year</i>	<u>(10,150)</u>	<u>(52,500)</u>
<i>Closing balance</i>	<u>77,725</u>	<u>10,150</u>
	2017	2016
	AED	AED
8. Cash and cash equivalents		
Cash on hand	-	1,537
Bank balance in:		
Current accounts	<u>200,448</u>	<u>398,227</u>
	200,448	399,764
Fixed deposit	<u>50,000</u>	-
	<u>250,448</u>	<u>399,764</u>

EMDI (Overseas) FZ LLC

Notes to the Financial Statements
for the year ended 31 March 2017

	2017 AED	2016 AED
9. Share capital		
Authorized, issued and paid up:		
50 shares of AED 1,000 each	<u>50,000</u>	<u>50,000</u>
10. Loan account		
This represents unsecured and 12% interest bearing loan from the parent shareholder company without any fixed repayment schedule.		
	2017 AED	2016 AED
11. Revenue		
Course fees	2,331,153	2,642,898
Student visa income (net)	42,460	38,410
Income from events	5,126	11,869
Rental income	5,600	-
Miscellaneous income	4,607	4,508
Interest income	165	-
	<u>2,389,111</u>	<u>2,697,685</u>
12. Finance costs		
Bank charges	21,360	20,677
Interest on loan (refer note 13)	9,227	21,619
	<u>30,587</u>	<u>42,296</u>
13. Related parties transactions and balances		
Related parties comprise the parent company and directors. At the date of statement of financial position, significant balance with a related party which is disclosed in note 10 is as under:		
	2017 AED Dr/(Cr)	2016 AED Dr/(Cr)
Loan from parent company	(24,780)	(77,105)
Significant transactions with related parties during the year were as under:		
	2017 AED	2016 AED
Directors' remuneration and expenses	441,000	399,000
Interest on loan (Refer note 12)	9,227	21,619

The company also receives interest bearing loan and funds from the related parties to maintain the liquidity of the company.

EMDI (Overseas) FZ LLC**Notes to the Financial Statements
for the year ended 31 March 2017****14. Financial instruments: Credit, liquidity and market risk exposures****Credit risk**

Credit risk is the risk that one party to a financial instrument will fail to discharge an obligation and cause the other party to incur a financial loss. Financial assets, which potentially expose the company to concentrations of credit risk, comprise principally of bank balance in current accounts and fees and other receivables. The company's bank balance in current accounts and fixed deposit are placed with high credit quality financial institution. There are no significant concentrations of credit risk from account receivables within the industry in which the company operates.

Liquidity risk

Liquidity risk is the risk that the company will not be able to meet financial obligations as they fall due. Ultimate responsibility for liquidity risk management rests with the parent shareholder company which has built an appropriate liquidity risk management framework for the management of short, medium and long-term funding and liquidity management requirements. The parent shareholder company manages liquidity risk by continuously monitoring forecast and actual cash flows and matching the maturity profiles of financial assets and liabilities.

Market risk

Market risk is a risk that changes in market prices, such as interest rate risk and currency rate risk, will affect the company's income or the value of its holdings of financial instruments.

Interest rate risk

Interest rate risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market interest rates. Loan from a parent shareholder company carries fixed interest rate at 12% p.a.

Currency risk

Currency risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. There is no significant currency risk as substantially all financial assets and financial liabilities are denominated in UAE Dirhams or US Dollars to which the UAE Dirham rate is fixed.

15. Capital risk management

The company manages its capital to ensure that the company will be able to continue as a going concern while maximizing the return to the shareholder through optimization of the debt and equity balance. The capital structure of the company comprises issued and paid up capital, accumulated losses and shareholder's loan account. In order to maintain capital adequacy, the parent shareholder company has decided to inject adequate funds in the company.

EMDI (Overseas) FZ LLC

Notes to the Financial Statements
for the year ended 31 March 2017

16. Financial instruments: Fair values

The fair values of the company's financial assets, comprising fees and other receivables, cash and bank balance and financial liabilities, comprise fees received in advance and accruals approximate to their carrying values.

17. Contingent liabilities and capital commitments

There were no contingent liabilities and capital commitments outstanding at the date of statement of financial position.

18. Comparative figures

Previous year's figures have been regrouped / reclassified wherever necessary to conform to the presentation adopted in the current year.

19. Approval of the financial statements

The financial statements were approved by the board of directors and authorized for issue on 11 May 2017.

COMMERCIAL LICENSE

رخصة تجارية

License Details

License No.	18140
Licensee	EMDI (Overseas) FZ-LLC
Operating Name	EMDI (Overseas) FZ-LLC
Legal Status	Free Zone Limited Liability Company
Business Unit	Dubai Knowledge Park
First Issue Date	04 March 2004
Current Issue Date	16 September 2016
Expiry Date	15 September 2017

تفاصيل الرخصة

رقم الرخصة	18140
صاحب الرخصة	إي ام دي أني (أوفرشيس) منطقة حرة-ذ.م.م
الاسم التجاري	إي ام دي أني (أوفرشيس) منطقة حرة-ذ.م.م
الشكل القانوني	شركة منطقة حرة ذات مسؤولية محدودة
قطاع العمل	بارك دبي للمعرفة
تاريخ الإصدار الأول	04 مارس 2004
تاريخ الإصدار الحالي	16 سبتمبر 2016
تاريخ الانتهاء	15 سبتمبر 2017

Manager

Nowshir Rusi Engineer

المدير

نوشير روسي إنجنيير

Address

Premises: 110-111 & 115
Floor: 01
Building: B13
Dubai, United Arab Emirates

العنوان

المقر: 110-111 و 115
الطابق: 01
المبنى: بي 13
دبي، الإمارات العربية المتحدة

Segments - Activities

Technical & Occupational Skills
•Health Care Awareness Training
•Hospitality and Tourism Training
•Media Production Training

القطاعات - النشاطات