

# City Pulse Multiplex Limited



CITY PULSE MULTIPLEX LIMITED  
& LUVV KUSH GROUP

Date : 12<sup>th</sup> February, 2025

To,  
S. D. Mehta & Co.  
Chartered Accountants

Subject: Management Representation Letter for Limited Review Report for the Quarter Ended 31<sup>st</sup> December, 2024

Dear Shaishav D. Mehta,

In connection with your limited review of the financial statements of City Pulse Multiplex Limited (the "Company") for the quarter ended 31<sup>st</sup> December, 2024, we confirm, to the best of our knowledge and belief, the following representations:

1. Write-off of Amounts Payable to Trade Payables:

We represent that the Company has written off an aggregate amount of Rs. 65,43,270/- (Rupees Sixty-Five Lakhs Forty-Three Thousand Two Hundred and Seventy only) during the quarter ended 31<sup>st</sup> December, 2024, relating to outstanding amounts payable to 30 trade payables, as detailed in the Annexure I to this letter. Which also includes trade payables to whom advances have been made. These amounts have been outstanding in the Company's books of account for a considerable period.

We have made reasonable efforts to ascertain the settlement of these amounts. Based on our assessment, including the age of the outstanding balances and the lack of any recent activity or communication from these trade payables, we believe that these amounts are no longer payable. We consider these liabilities to be effectively extinguished.

While we have exercised due diligence in evaluating the settlement of these debts, we acknowledge that we do not possess confirmatory balances from each of the 30 trade payables. This is due to the dispersed nature of the trade payable base, the small individual balances involved, the significant time and cost associated with obtaining confirmations.

This write-off has been accounted for in accordance with applicable Generally Accepted Accounting Principles (GAAP) and specifically, is in line with the principles of prudence and substance over form. While no specific Accounting Standard explicitly addresses write-off of payables in this scenario, our treatment is consistent with the general



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principles underlying the recognition and derecognition of liabilities. The write-off is reflected as a reduction in the respective liability accounts and a charge to the statement of profit and loss.

## 2. Write-off of Amounts Receivable from Loan/Advance Recipients:

We further represent that the Company has written off an aggregate amount of Rs. 67,03,623.64/- (Rupees Sixty-Seven Lakhs Three Thousand Six Hundred and Twenty-Three and Sixty-Four Paise only) during the quarter ended 31<sup>st</sup> December, 2024, relating to outstanding amounts receivable from 11 entities to whom loans or advances were made & a ledger being MAT Credit which is no longer exist as credit against the Income tax payable, as detailed in Annexure II to this letter.

We confirm that we have made sincere and reasonable efforts to recover these outstanding amounts, including attempting to contact the parties via phone and email and investigating their current financial status. Despite these efforts, we have been unable to recover these amounts. Based on the information gathered during our recovery efforts, including the borrowers being untraceable, legal proceedings being cost-prohibitive, etc., we believe that these amounts are no longer recoverable.

We acknowledge that we do not have confirmatory balances from each of the 11 entities. This is due to the difficulty in locating some of the borrowers, and the generally low probability of receiving responses to confirmation requests.

This write-off has been accounted for in accordance with applicable GAAP. The write-off is reflected as a reduction in the respective asset accounts (loans and advances) and a charge to the statement of profit and loss as a bad debt expense. This treatment aligns with the principles of prudence and revenue recognition criteria, as it is no longer probable that future economic benefits will flow to the Company in respect of these receivables.

## General Representations:

1. The financial statements for the quarter ended 31<sup>st</sup> December, 2024 are prepared in accordance with applicable GAAP.
2. All material transactions and events that have occurred during the quarter ended 31<sup>st</sup> December, 2024 have been properly recorded in the financial statements.
3. There are no material misstatements in the financial statements.
4. We have provided you with all the information and access to records necessary for the performance of your limited review.

We acknowledge our responsibility for the fair presentation of the financial statements in accordance with applicable GAAP.

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This representation letter is provided to you for the purpose of your limited review of the financial statements of the Company for the quarter ended 31<sup>st</sup> December, 2024 and should not be relied upon for any other purpose.

Sincerely,

**CITY PULSE MULTIPLEX LTD.**

A handwritten signature in blue ink, appearing to read 'Arpit Mehta', written over a circular stamp.

Arpit Mehta **DIRECTOR**

Managing Director

City Pulse Multiplex Limited

Annexure I: Details of Trade Payables Written Off

Annexure II: Details of Loans/Advances Written Off



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## Annexure - I

Particulars of Trade Payables	Amount	Remarks
ASHOK B PUROHIT	7,39,770	Trade Payable
BHADRAKUMAR H SHAH	-45,000	Advance to supplier
Bhrugesh Dineshbhai Shah Huf	-45,000	Advance to supplier
Bhrugesh D Shah	-45,000	Advance to supplier
Dineshbhai Shah M Huf	-22,500	Advance to supplier
DINESH M SHAH	-22,500	Advance to supplier
Dipikaben Sandipbhai Shah	-22,500	Advance to supplier
Hinaben B Shah	-45,000	Advance to supplier
H S ENTERPRISE	8,51,000	Trade Payable
JATIN DESAI	1,50,000	Trade Payable
JESAL VIR JOSHI	2,50,000	Trade Payable
Mandaben D Shah	-22,500	Advance to supplier
Mansi Brijesh Shah	-22,500	Advance to supplier
MEHUL HASMUKHBHAI SHAH	5,77,500	Trade Payable
Mehul Hasmukhbhai Shah Huf	1,27,500	Trade Payable
MIDAS MARITIME AGENCY	1,00,000	Trade Payable
Monika Mehul Shah	-45,000	Advance to supplier
Sachin S Shah	5,55,000	Trade Payable
SANDEEP KUMAR PRAJAPATI	11,25,000	Trade Payable
Sejal S Shah	-22,500	Advance to supplier
Sharifa Bibi	6,00,000	Trade Payable
SHETAL DESAI	1,50,000	Trade Payable
SHIV B RAJGURU	5,00,000	Trade Payable
SHREENATH TELEC	1,00,000	Trade Payable
S R VYAS	5,00,000	Trade Payable
TRUPTI BHATT	4,00,000	Trade Payable
TUSHAR SADHU	25,000	Trade Payable
Vandna P Shah	-22,500	Advance to supplier
VIPUL BABULAL	50,000	Trade Payable
VISHWA DARJI	1,25,000	Trade Payable
Net Total	65,43,270	



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## Annexure - II

Particulars of Loans & Advances	Amount
A P Builders	40,00,000
Deposit For Palej Milan Cinema	51,000
Gala Projection- Mahesana	11,349
Girish Mehta	4,00,000
Grishma Enterprise	1,650
Lilchand F Maloo	3,50,000
MAT CREDIT ENTITLEMENT OTHER	12,92,948
PRACHAR PUBLICATION	400
Shri M	4,50,000
Warner Bros	21,277
Warner Broths -Mauhdha	50,000
YUVA ART FOUNDATION	75,000
Total	67,03,624