PANORAMA TELEVISION PRIVATE LIMITED

Independent Auditor's Report

TO THE MEMBERS OF PANORAMA TELEVISION PRIVATE LIMITED

Report on the Ind AS Financial Statements

We have audited the accompanying Ind AS financial statements of **PANORAMA TELEVISION PRIVATE LIMITED** ("the Company"), which comprise the Balance Sheet as at 31st March, 2017, the Statement of Profit and Loss (including Other Comprehensive Income), the Cash Flow Statement and the Statement of Changes in Equity for the year then ended, and a summary of the significant accounting policies and other explanatory information.

Management's Responsibility for the Ind AS Financial Statements

The Company's Board of Directors is responsible for the matters stated inSection 134(5)of the Companies Act, 2013 ("the Act") with respect to the preparation of theseInd AS financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Act.

This responsibility alsoincludes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Ind AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on theseInd AS financial statements based on our audit.

In conducting our audit, we have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

We conducted our audit of theInd AS financial statements in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Ind AS financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Ind AS financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Ind AS financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparationof the Ind AS financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the Ind AS financial statements.

We believe that the audit evidenceobtained by us is sufficient and appropriate to provide a basis for our audit opinion on the Ind AS financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Ind AS financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India including the Ind AS, of the state of affairsof the Company as at 31stMarch, 2017, and its loss, total comprehensiveincome, its cash flows and the changes in equity for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by Section 143(3) of the Act, based on our audit, we report, to the extent applicable, that:

    a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.

b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.

c) TheBalance Sheet, the Statement of Profit and Loss including Other Comprehensive Income, the Cash Flow Statement and the Statement of Changes in Equity dealt with by this Report are in agreement with the relevant books of account.

d) In our opinion, the aforesaid Ind AS financial statements comply with theIndian Accounting Standards prescribed under Section 133 of the Act.

e) On the basis of the written representations received from the directors of the Company as on 31stMarch, 2017 taken on record by the Board of Directors, none of the directors is disqualified as on 31stMarch, 2017 from being appointed as a director in terms of Section 164 (2) of the Act.

f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in “Annexure A”. Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company’s internal financial controls over financial reporting.

g) With respect to the other matters to be included in the Auditor’s Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended, in our opinion and to the best of our information and according to the explanations given to us:

   i. The Company has disclosed the impact of pending litigations on its financial position in its Ind AS financial statements, as referred to in the Note 29 to the Ind AS financial statements.

   ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.

   iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

   iv. The Company has provided requisite disclosures in the financial statements as regards its holding and dealings in Specified Bank Notes as defined in the Notification S.O.3407(E) dated the 8th November, 2016 of the Ministry of Finance, during the period from 8th November 2016 to 30th December 2016. Based on the audit procedures performed and the representations provided to us by the Management, we report that the disclosures are in accordance with the books of accounts maintained by the Company and as produced to us by the Management as referred to in the Note 33 to the Ind AS financial statements.

2. As required by the Companies (Auditor’s Report) Order, 2016 (“the Order”) issued by the Central Government in terms of Section 143(11) of the Act, we give in “Annexure B” a statement on the matters specified in paragraphs 3 and 4 of the Order.

For A.K. Sabat& Co.
Chartered Accountants
(Firm’s Registration No.321012E)

D. Vijaya Kumar
Partner
(Membership No. 051961)

Hyderabad, April 15, 2017

ANNEXURE "A" TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 1(f) under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

Report on the Internal Financial Controls over Financial Reporting under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls over financial reporting of **PANORAMA TELEVISION PRIVATE LIMITED** ("the Company") as of 31st March, 2017 in conjunction with our audit of the Ind AS financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to the company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditor's Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting ("the Guidance Note") issued by the Institute of Chartered Accountants of India and the Standards on Auditing prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls Over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March2017, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For A.K. Sabat& Co.
Chartered Accountants
(Firm's Registration No.321012E)

D. Vijaya Kumar
Partner
(Membership No. 051961)

Hyderabad, April 15, 2017

Annexure B to the Independent Auditors' Report

(Referred to in paragraph2, under 'Report on Other Legal and Regulatory Requirements' section of our Report of even date)

As per the information and explanations given by the Company and the books and records examined in the course of audit and to the best of our knowledge and belief, we state that:

i. In respect of its fixed assets:

a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets on the basis of available information.

b) Some of the fixed assets were physically verified during the year by the Management in accordance with a programme of verification, which in our opinion provides for physical verification of all the fixed assets at reasonable intervals. The Company is in the process of reconciling the assets verified with its book records and does not expect any material discrepancies.

c) The Company does not have any immovable properties of freehold or leasehold land and building and hence reporting under clause (i)(c) of the CARO 2016 is not applicable.

ii. In respect of its Inventories:

Physical verification of Inventory has been conducted at reasonable intervals by the management. As explained to us, there was no material discrepancies noticed on such physical verification of inventories.

iii. The Company has not granted any loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under Section 189 of the Companies Act, 2013.

iv. The Company has not granted loans, made investments or provided guarantees and hence reporting under clause (iv) of the CARO 2016 is not applicable.

v. The Company has not accepted any deposit from the public and hence reporting under clause (v) of the CARO 2016 is not applicable.

vi. The maintenance of cost records has been specified by the Central Government under section 148(1) of the Companies Act, 2013**.** We have broadly reviewed the cost records maintained by the Company pursuant to the Companies (Cost Records and Audit) Rules, 2014 prescribed by the Central Government under Section 148(1) (d) of the Companies Act, 2013 and are of the opinion that, *prima facie*, the prescribed accounts and cost records have been maintained. We have, however, not made a detailed examination of the cost records with a view to determine whether they are accurate or complete.

vii. In respect of statutory dues:

a) Undisputed statutory dues including Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, Customs Duty, Excise Duty, Value Added Tax, Cess and other material statutory dues, where applicable, have been generally regularly deposited with the appropriate authorities. No undisputed amounts payable in respect of the aforesaid dues were outstanding as at 31stMarch, 2017 for a period of more than six months from the date of becoming payable.

b) Details of dues of Income Tax, Sales Tax, Service Tax, Customs Duty, Excise Duty, and Value Added Tax, where applicable, which have not been deposited as on 31stMarch, 2017 on account of disputes are given below:

Name of the Statute	**Nature of Dues**	**Amount (₹) in lakhs**	**Period to which the amount**	**Forum where dispute is pending relates**
Income Tax Act, 1961	Income Tax	4,87,00,770	Assessment year 2012-13	ITAT
Income Tax Act, 1961	Income Tax	4,16,31,737	Assessment year 2013-14	CIT (A)
Income Tax Act, 1961	Income Tax	8,22,34,960	Assessment year 2014-15	CIT (A)
Finance Act, 1994	Service Tax	2,53,74,887	April 2003 to March 2012	CESTAT

viii. In our opinion, the Company has not defaulted in the repayment of loans or borrowings to banks. The Company does not have dues to financial institutions and government and has not issued debentures.

ix. In our opinion, monies raised by way of the term loans have been applied by the Company during the year for the purposes for which they were raised. The Company has not raised monies by way of initial public offer or further public offer, including debt instruments.

x. In our opinion, no fraud by the Company and no fraud on the Company by its officers or employees has been noticed or reported during the year.

xi. The Companyhas not paid any managerial remuneration and hence the provisions of Section 197 of the Companies act, 2013 do not apply to the Company.

xii. The Company is not a Nidhi Company and hence reporting under clause (xii) of the CARO 2016 Order is not applicable.

xiii. In our opinion, the Company is in compliance with Section 177 and 188 of the Companies Act, 2013, where applicable, for all transactions with the related parties and the details of related party transactions have been disclosed in the financial statements etc. as required by the applicable accounting standards.

xiv. The Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review.

xv. In our opinion, during the year, the Company has not entered into any non-cash transactions with its directors or persons connected with them and hence provisions of Section 192 of the Companies Act, 2013 are not applicable.

xvi. In our opinion, the Company is not required to be registered under Section 45-I of the Reserve Bank of India Act, 1934.

For A.K. Sabat& Co.
Chartered Accountants
(Firm's Registration No.321012E)

D. Vijaya Kumar
Partner
(Membership No. 051961)

Hyderabad, April 15, 2017

Balance Sheet as at March 31, 2017

(Amount in ₹)

Particulars	Note No.	As at 31st March, 2017	As at 31st March, 2016	As at 1st April, 2015
A. ASSETS				
Non-current assets				
Property, Plant and Equipment	1	1,14,69,65,852	78,46,31,404	41,03,67,495
Capital work-in-progress	1	-	18,76,692	49,65,155
Intangible assets	1	7,05,18,279	5,99,80,742	2,34,50,410
Financial Assets				
Other financial assets	2	5,22,14,945	5,96,78,589	5,18,03,008
Deferred tax assets (net)	3	2,73,38,542	4,29,79,267	5,87,57,254
Other non-current assets	4	14,51,77,554	10,35,96,010	16,11,94,393
Total Non-current assets		**1,44,22,15,172**	**1,05,27,42,704**	**71,05,37,715**
Current assets				
Inventories	5	-	2,42,43,020	43,39,296
Financial assets				
Trade receivables	6	65,28,70,285	1,11,41,32,631	81,45,73,301
Cash and cash equivalents	7	1,72,77,022	5,71,55,917	17,57,89,035
Loans	8	-	43,65,00,000	46,62,37,355
Other financial assets	9	2,25,09,700	32,39,842	44,48,239
Other current assets	10	15,12,50,151	14,04,30,300	6,88,55,259
Total Current assets		**84,39,07,158**	**1,77,57,01,710**	**1,53,42,42,485**
Total Assets		**2,28,61,22,330**	**2,82,84,44,414**	**2,24,47,80,200**
B. EQUITY AND LIABILITIES				
Equity				
Equity Share Capital	11	24,95,96,080	24,95,96,080	24,95,96,080
Other Equity	12	(36,16,21,833)	76,68,12,360	1,01,42,69,396
Total Equity		**(11,20,25,753)**	**1,01,64,08,440**	**1,26,38,65,476**
Liabilities				
Non-current liabilities				
Provisions	13	13,08,50,056	11,38,32,414	6,74,13,065
Total Non-current liabilities		**13,08,50,056**	**11,38,32,414**	**6,74,13,065**
Current liabilities				
Financial liabilities				
Borrowings	14	1,23,41,68,435	88,55,02,336	25,00,00,000
Trade payables	15	81,13,15,342	55,17,85,974	51,38,61,099
Other financial liabilities	16	6,17,51,006	16,74,85,211	3,84,24,385
Provisions	17	1,95,41,701	1,64,58,094	2,90,88,628
Other current liabilities	18	14,05,21,543	7,69,71,945	8,21,27,547
Total Current liabilities		**2,26,72,98,027**	**1,69,82,03,560**	**91,35,01,659**
Total Equity and Liabilities		**2,28,61,22,330**	**2,82,84,44,414**	**2,24,47,80,200**
Significant Accounting Policies	26			
See accompanying Notes to the Financial Statements	1-42			

As per our Report of even date

For A.K.Sabat & Co.
Chartered Accountants
(Firm Registration No.321012E)

D.Vijaya Kumar
Partner
Membership No. : 051961

Hyderabad, Dated 15th April 2017

For and on behalf of the Board of Directors

Rohit Bansal
Director
DIN: 02067348

Gagan Kumar
Director
DIN:02989428

Bindu Trivedi
Company Secretary

N. Jagannath
Chief Financial Officer

Noida, Dated 15th April 2017

Statement of Profit and Loss for the year ended March 31, 2017

(Amount in ₹)

Particulars	Note No.	2016-17	2015-16
Income			
Revenue from operations	19	2,49,38,40,475	2,37,23,42,505
Other income	20	1,60,56,262	72,62,909
Total Income		**2,50,98,96,737**	**2,37,96,05,414**
Expenses			
Employee benefits expense	21	1,22,58,05,204	91,67,63,050
Marketing, Distribution and promotional expenses	22	73,26,92,178	46,59,37,675
Finance costs	23	10,35,40,839	6,76,65,498
Depreciation and amortisation expense	1	21,69,35,942	11,94,99,478
Other expenses	24	1,32,43,60,969	1,03,38,26,227
Total Expenses		**3,60,33,35,132**	**2,60,36,91,928**
Loss before tax		**(1,09,34,38,395)**	**(22,40,86,514)**
Tax expense:			
Short provision for tax relating to prior years		2,67,20,545	1,46,77,108
Deferred tax		1,06,39,854	1,57,77,986
		3,73,60,399	**3,04,55,094**
Loss for the year		**(1,13,07,98,794)**	**(25,45,41,608)**
Other Comprehensive Income			
Items that will not be reclassified to profit or loss			
a. Remeasurement of defined benefit plans Acturial Gain/(Loss) - Gratuity		73,65,472	70,84,572
b. Deferred tax through other comprehensive income		(50,00,871)	-
Total Other Comprehensive Income for the year		**23,64,601**	**70,84,572**
Total Comprehensive Income for the year		**(1,12,84,34,193)**	**(24,74,57,036)**
Earning per equity share of face value of ₹ 10 each	34		
Basic		**(45.21)**	**(9.91)**
Diluted		**(45.21)**	**(9.91)**
Significant Accounting Policies	26		
See accompanying Notes to the Financial Statements	1 - 42		

As per our Report of even date

For A.K.Sabat & Co.
Chartered Accountants
(Firm Registration No.321012E)

D.Vijaya Kumar
Partner
Membership No. : 051961

Hyderabad, Dated 15th April 2017

For and on behalf of the Board of Directors

Rohit Bansal
Director
DIN: 02067348

Gagan Kumar
Director
DIN:02989428

Bindu Trivedi
Company Secretary

N. Jagannath
Chief Financial Officer

Noida, Dated 15th April 2017

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

A. Equity Share Capital (Amount in ₹)

Balance as at 1st April 2015	Changes in equity share capital during the year 2015-16	Balance as at 31st March, 2016	Change in equity share capital during the year 2016-17	Balance as at 31st March, 2017
24,95,96,080	-	24,95,96,080	-	24,95,96,080

B. Other Equity (Amount in ₹)

	Reserves and Surplus		Remeasurements of the defined benefit plans	Total
	Securities premium account	Retained Earnings		
Balance as at 01 April 2015				
Balance at the beginning of the reporting year	34,17,41,485	72,22,28,913	-	1,06,39,70,398
Other adjustments	-	(3,89,80,568)	-	(3,89,80,568)
Total Comprehensive Income for the year	-	(1,07,20,434)	-	(1,07,20,434)
	34,17,41,485	**67,25,27,911**	**-**	**1,01,42,69,396**
Restated balance at the begining of the reporting period	34,17,41,485	67,25,27,911	-	1,01,42,69,396
Balance as at 31 March 2016				
Balance at the beginning of the r eporting year	34,17,41,485	67,25,27,911	-	1,01,42,69,396
Total Comprehensive Income for the year	-	(25,45,41,608)	70,84,572	(24,74,57,036)
	34,17,41,485	**41,79,86,303**	**70,84,572**	**76,68,12,360**
Balance as at 31 March 2017				
Balance at the beginning of the reporting year	34,17,41,485	41,79,86,303	70,84,572	76,68,12,360
Total Comprehensive Income for the year	-	(1,13,07,98,794)	23,64,601	(1,12,84,34,193)
	34,17,41,485	**(71,28,12,491)**	**94,49,173**	**(36,16,21,833)**

As per our Report of even date

For A.K.Sabat & Co.
Chartered Accountants
(Firm Registration No.321012E)

D.Vijaya Kumar
Partner
Membership No. : 051961

Hyderabad, Dated 15th April 2017

For and on behalf of the Board of Directors

Rohit Bansal
Director
DIN: 02067348

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Bindu Trivedi
Company Secretary

N. Jagannath
Chief Financial Officer

Noida, Dated 15th April 2017

Cash Flow Statement for the year ended March 31, 2017

(Amount in ₹)

Particulars	Note No.	2016-17	2015-16
A. CASH FLOW FROM OPERATING ACTIVITIES			
Loss before tax as per statement of profit and loss		(1,09,10,73,794)	(21,70,01,942)
Adjusted for :			
Depreciation and amortisation expenses		21,69,35,942	11,94,99,478
Profit on sale/discard of PPE (net)		(75,000)	(17,500)
Finance costs		10,35,40,839	6,76,65,498
Bad debts and advances written off/ provided for		3,34,15,554	1,17,20,062
Effect of Exchange rate change		22,41,976	7,76,540
Liabilities / provisions no longer required written back		(1,39,79,828)	-
Interest received		-	(38,38,382)
Operating loss before working capital changes		**(74,89,94,311)**	**(2,11,96,246)**
Adjusted for :			
Trade and Other Receivables		83,59,82,968	(36,86,89,719)
Inventories		2,42,43,019	(1,99,03,724)
Trade and Other Payables		26,56,10,491	13,09,73,983
Cash Generated from operations		**37,68,42,168**	**(27,88,15,706)**
Taxes paid (Net)		(5,42,63,993)	(4,91,59,249)
Net cash used in operating activities		**32,25,78,174**	**(32,79,74,955)**
B. CASH FLOW FROM INVESTING ACTIVITIES			
Payment for Property, Plant and Equipment		(59,12,30,698)	(43,33,88,522)
Proceed from disposal of Property, Plant and Equipment		75,000	17,500
Interest Income		-	72,32,843
Net cash flow used in investing activities		**(59,11,55,698)**	**(42,61,38,179)**
C. CASH FLOW FROM FINANCING ACTIVITIES			
Proceeds from short term borrowings		34,86,66,099	63,55,02,336
Interest paid		(11,99,67,470)	(22,320)
Net cash generated from financing activities		**22,86,98,629**	**63,54,80,016**
Net (decrease) in cash and cash equivalents (A+B+C)		(3,98,78,895)	(11,86,33,118)
Cash and cash equivalents at the beginning of the year		5,71,55,917	17,57,89,035
Cash and cash equivalents at the end of the year	7	**1,72,77,022**	**5,71,55,917**
Cash and cash equivalents comprises of (Refer Note No.7):			
(a) Cash on hand		18,844	1,55,793
(b) Balance with banks in current accounts		1,72,58,178	5,70,00,124
		1,72,77,022	**5,71,55,917**
Significant Accounting Policies	26		
See accompanying Notes to the Financial Statements	1-42		

As per our Report of even date

For A.K.Sabat & Co.
Chartered Accountants
(Firm Registration No.321012E)

D.Vijaya Kumar
Partner
Membership No. : 051961

Hyderabad, Dated 15th April 2017

For and on behalf of the Board of Directors

Rohit Bansal
Director
DIN: 02067348

Gagan Kumar
Director
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Bindu Trivedi
Company Secretary

N. Jagannath
Chief Financial Officer

Noida, Dated 15th April 2017

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

1. Property, Plant and Equipment*(Amount in ₹)*

Particulars	GROSS BLOCK							ACCUMULATED DEPRECIATION / AMORTISATION							NET BLOCK		
	As at 01.04.2015	Additions	Deletions / Adjustments	As at 31.03.2016	Additions	Deletions / Adjustments	As at 31.03.2017	As at 01.04.2015	For the year	Deletions / Adjustments	As at 31.03.2016	For the year	Deletions / Adjustments	As at 31.03.2017	As at 31.03.2017	As at 31.03.2016	As at 1.04.2015
Property, Plant and Equipment																	
Leasehold improvements	5,09,01,441	7,40,18,950	-	12,49,20,391	9,43,97,002	1,33,50,213	20,59,67,180	1,53,80,499	1,53,16,805	-	3,06,97,305	2,42,75,788	1,33,50,213	4,16,22,879	16,43,44,301	9,42,23,086	3,55,20,942
Plant and Equipment																	
Electrical installtion and equipment	6,04,63,655	5,45,42,935	-	11,50,06,590	10,06,08,075	69,03,110	20,87,11,555	3,24,63,417	71,00,331	-	3,95,63,749	1,55,28,340	2,69,01,273	2,81,90,816	18,05,20,739	7,54,42,841	2,80,00,238
Plant and machinery	93,79,93,141	27,85,56,623	-	1,21,65,49,764	21,65,26,487	80,78,68,737	62,52,07,514	63,85,58,714	6,10,50,746	-	69,96,09,460	7,14,51,819	63,37,89,937	13,72,71,341	48,79,36,173	51,69,40,304	29,94,34,427
Data processing equipment	9,88,36,864	5,15,30,964	-	15,03,67,828	12,74,20,102	(12,23,28,607)	40,01,16,537	7,14,41,307	2,21,65,051	-	9,36,06,358	7,88,34,327	3,40,97,176	13,83,43,510	26,17,73,028	5,67,61,470	2,73,95,557
Furniture and fixtures	2,65,68,315	1,65,69,836	-	4,31,38,151	1,27,91,965	1,74,48,639	3,84,81,477	1,54,48,191	23,67,817	-	1,78,16,007	33,80,927	1,42,72,824	69,24,110	3,15,57,367	2,53,22,144	1,11,20,124
Vehicles	56,52,732	9,60,000	-	66,12,732	-	19,17,502	46,95,230	45,69,215	2,05,466	-	47,74,681	2,51,137	19,17,502	31,08,316	15,86,914	18,38,051	10,83,517
Office equipment	1,79,65,066	94,68,787	2,02,513	2,72,31,340	84,60,321	94,61,018	2,62,30,643	1,01,52,345	31,78,001	2,02,513	1,31,27,833	41,51,508	1,02,96,029	69,83,312	1,92,47,331	1,41,03,507	78,12,691
Total	**1,19,83,81,214**	**48,56,48,095**	**2,02,513**	**1,68,38,26,796**	**56,02,03,953**	**73,46,20,613**	**1,50,94,10,136**	**78,80,13,689**	**11,13,84,216**	**2,02,513**	**89,91,95,392**	**19,78,73,847**	**73,46,24,954**	**36,24,44,284**	**1,14,69,65,852**	**78,46,31,404**	**41,03,67,495**
Previous Year	89,08,19,319	30,83,37,677	7,75,780	1,19,83,81,214	48,56,48,094	2,02,513	1,68,38,26,795	69,17,44,693	5,16,99,447	7,56,048	78,80,13,683	11,13,84,216	2,02,513	89,91,95,386	78,46,31,404	41,03,67,495	19,90,74,625
Capital work-in-progress	49,65,155	-	30,88,463	18,76,692	-	18,76,692	-	-	-	-	-	-	-	-	-	18,76,692	49,65,155
Previous Year	-	-	-	49,65,155	-	30,88,463	18,76,692	-	-	-	-	-	-	-	18,76,692	49,65,155	
Intangible assets																	
Computer software 2,34,50,410		4,11,31,272	4,46,45,593	-	8,57,76,865	2,95,99,633	1,52,26,450	10,01,50,049	1,76,80,862	81,15,262	-	2,57,96,124	1,90,62,096	1,52,26,450	2,96,31,770	7,05,18,279	5,99,80,742
Film telecast rights		12,03,37,394	-	-	12,03,37,394	-	-	12,03,37,394	12,03,37,394	-	-	12,03,37,394	-	-	12,03,37,394	-	- -
Total	**16,14,68,666**	**4,46,45,593**	**-**	**20,61,14,259**	**2,95,99,633**	**1,52,26,450**	**22,04,87,443**	**13,80,18,256**	**81,15,262**	**-**	**14,61,33,518**	**1,90,62,096**	**1,52,26,450**	**14,99,69,164**	**7,05,18,279**	**5,99,80,742**	**2,34,50,410**
Previous Year	14,02,48,217	2,12,20,447	-	16,14,68,664	4,46,45,595	-	20,61,14,259	10,21,42,112	51,62,089	-	13,80,18,256	81,15,262	-	14,61,33,518	5,99,80,742	2,34,50,408	3,81,06,105
Grand Total	**1,36,48,15,035**	**53,02,93,688**	**32,90,976**	**1,89,18,17,747**	**58,98,03,586**	**75,17,23,755**	**1,72,98,97,579**	**92,60,31,945**	**11,94,99,478**	**2,02,513**	**1,04,53,28,910**	**21,69,35,942**	**74,98,51,404**	**51,24,13,448**	**1,21,74,84,131**	**84,64,88,838**	**43,87,83,060**

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

(Amount in ₹)

Particulars	As at 31st March, 2017	As at 31st March, 2016	As at 1st April, 2015
2 Financial Assets-Others (Non-Current)			
(Unsecured, considered good)			
Security deposits	**5,22,14,945**	**5,96,78,589**	**5,18,03,008**
3 Deferred tax assets (net)			
a) Deferred tax liability			
- on difference between book balance and tax balances of tangible and intangible assets	2,61,12,308	74,52,242	(1,25,94,200)
- on Other comprehensive income	50,00,871	-	-
Total - (a)	3,11,13,179	74,52,242	(1,25,94,200)
b) Deferred tax assets			
- Provision for compensated absences and gratuity	5,20,47,579	4,14,27,879	2,93,94,254
- Provision for bad and doubtful debts	64,04,142	90,03,630	1,67,68,800
Total - (b)	5,84,51,721	5,04,31,509	4,61,63,054
Deferred tax assets (net) (b) - (a)	**2,73,38,542**	**4,29,79,267**	**5,87,57,254**
Charged to Statement of Profit and Loss with deferred tax (net) ₹ 15,640,725 (Previous year ₹ 15,777,986).			
4 Other Non-Current Assets			
Capital Advances (Unsecured, considered good)	98,66,933	65,67,470	10,03,84,204
Advance Income tax [net of provisions for tax ₹ 360,521,988 (Previous year ₹ 343,490,875)]	12,49,37,212	9,23,92,893	5,79,10,752
Prepaid expenses	1,03,73,409	46,35,647	28,99,437
TOTAL	**14,51,77,554**	**10,35,96,010**	**16,11,94,393**
5 Inventories (At lower of cost or net realisable value)			
Programmes	-	42,52,718	6,46,118
Stores and spares	-	1,99,90,302	36,93,178
TOTAL	**-**	**2,42,43,020**	**43,39,296**
6 Trade receivables			
Trade receivables outstanding for a period exceeding six months			
Unsecured			
Considered good*	65,28,70,285	1,11,41,32,631	81,45,73,301
Considered doubtful	1,85,04,801	2,60,16,037	-
Provisions for doubtful debts	(1,85,04,801)	(2,60,16,037)	-
TOTAL	**65,28,70,285**	**1,11,41,32,631**	**81,45,73,301**

* Includes amount due from related parties ₹ 3,40,68,438 (Previous year ₹ 37,62,900) - (Refer Note No.32)

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

(Amount in ₹)

	Particulars	As at 31st March, 2017	As at 31st March, 2016	As at 1st April, 2015
7	**Cash and cash equivalents**			
	Cash on hand	18,844	1,55,793	3,06,882
	Balance with banks			
	(i) in current accounts	1,72,58,178	5,70,00,124	5,94,82,153
	(ii) in deposit accounts	-	-	11,60,00,000
	TOTAL	**1,72,77,022**	**5,71,55,917**	**17,57,89,035**
8	**Financial Assets-Loans (Current)**			
	(Unsecured, considered good)			
	To Related Parties (Refer Note No.32)*	-	43,65,00,000	46,62,37,355
	TOTAL	**-**	**43,65,00,000**	**46,62,37,355**
	*Includes to holding company ₹ Nil (Previous year ₹ 43,65,00,000).			
9	**Financial Assets-Others (Current)**			
	Security deposits	2,25,09,700	32,39,842	10,53,778
	Interest accrued	-	-	33,94,461
	TOTAL	**2,25,09,700**	**32,39,842**	**44,48,239**
10	**Other Current Assets**			
	Advance to vendors (considered good)	1,89,36,273	5,43,57,383	3,28,56,065
	Advance to employees	62,86,059	25,43,650	-
	Service Tax credit receivable with government authorities	4,02,44,367	6,45,38,568	2,61,46,628
	Prepaid expenses	8,57,83,452	1,89,90,699	98,52,566
	TOTAL	**15,12,50,151**	**14,04,30,300**	**6,88,55,259**
11	**Equity Share Capital**			
	Authorised :			
	Equity shares of ₹10 each	**25,00,00,000**	**25,00,00,000**	**25,00,00,000**
	Issued, subscribed and fully paid up:			
	Equity shares of ₹ 10 each fully paid up	24,95,96,080	24,95,96,080	24,95,96,080
		24,95,96,080	**24,95,96,080**	**24,95,96,080**

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

Notes:

A. Reconciliation of number of shares and amount outstanding at the beginning and at the end of the reporting year:

Particulars	As at 31st March, 2017		As at 31st March, 2016		As at 1st April, 2015	
	Number of Shares	**Amount (₹)**	**Number of Shares**	**Amount (₹)**	**Number of Shares**	**Amount (₹)**
Equity shares opening balance	24,959,608	24,95,96,080	24,959,608	24,95,96,080	24,959,608	24,95,96,080
Add: Shares issued during the year	-	-	-	-	-	-
Equity shares closing balance	**24,959,608**	**24,95,96,080**	**24,959,608**	**24,95,96,080**	**24,959,608**	**24,95,96,080**

B. Rights and restrictions attached to the equity shares:

The Company has only one class of equity share having par value ₹ 10 per share. Each holder of equity share is entitled to one vote per share held. All the equity shares rank pari passu in all respects including but not limited to entitlement for dividend, bonus issue and rights issue. In the event of liquidation, the equity share holders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholding.

C. Details of shares held by the Holding company:

Particulars	As at 31st March, 2017		As at 31st March, 2016		As at 1st April, 2015	
	Number of Shares	**Amount (₹)**	**Number of Shares**	**Amount (₹)**	**Number of Shares**	**Amount (₹)**
Equator Trading Enterprises Private Limited*	24,959,608	24,95,96,080	24,959,608	24,95,96,080	24,959,608	24,95,96,080
	24,959,608	**24,95,96,080**	**24,959,608**	**24,95,96,080**	**24,959,608**	**24,95,96,080**

* including shares jointly held by its nominees.

D. Details of Shareholders holding more than 5% of equity shares:

Particulars	As at 31st March, 2017		As at 31st March, 2016		As at 1st April, 2015	
	Number of Shares	**% holding**	**Number of Shares**	**% holding**	**Number of Shares**	**% holding**
Equator Trading Enterprises Private Limited (Holding Company)	24,959,608	100%	24,959,608	100%	24,959,608	100%

E Equity shares allotted as fully paid-up without payment being received in cash for the period of five years immediately preceding March 31,

	As at 31st March, 2017	As at 31st March, 2016	As at 1st April, 2015
	Nos.	Nos.	Nos.
Shares issued in the year 2010-11 as part of Scheme of Arrangement of Television division of Ushodaya Enterprises Private Limited (UEPL) with the Company.	12,728	12,728	12,728

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

(Amount in ₹)

	Particulars	As at 31st March, 2017	As at 31st March, 2016	As at 1st April, 2015
12	**Other Equity**			
	Reserves and surplus			
	Securities premium account			
	At the beginning and at the end of the year	**34,17,41,485**	**34,17,41,485**	**34,17,41,485**
	Retained earnings			
	At the beginning of the year	41,79,86,304	67,25,27,911	67,25,27,911
	Add : Loss for the year	(1,13,07,98,795)	(25,45,41,608)	-
	At the end of the year	**(71,28,12,491)**	**41,79,86,303**	**67,25,27,911**
	Other Comprehensive Income through Acturial Gain/(Loss) - Gratuity			
	Balance at the beginning of the year	70,84,572	-	-
	Add: Amount recognised during the year	23,64,601	70,84,572	-
	Balance at the end of the year	**94,49,173**	**70,84,572**	**-**
	TOTAL	**(36,16,21,833)**	**76,68,12,360**	**1,01,42,69,396**
13	**Non-current liabilities-Provisions**			
	Provision for employee benefits			
	Gratuity (Refer Note No.30)	5,50,80,413	4,53,49,425	2,05,52,323
	Compensated absences	7,57,69,643	6,84,82,989	4,68,60,742
	TOTAL	**13,08,50,056**	**11,38,32,414**	**6,74,13,065**
14	**Financial liabilities-Borrowings**			
	Unsecured-Loan from related parties (Refer Note No.32)			
	(Loan carries simple interest at the rate of 10.25% per annum and is for a period of Twelve months with an option to repay prior to the maturity)	87,25,00,000	80,60,00,000	25,00,00,000
	Unsecured - Cash credit from Bank	36,16,68,435	7,95,02,336	-
	(Repayable on demand with 12 months Tenor with 25% margin on inventory and book debts. Interest-YBL base rate p.a.)			
	TOTAL	**1,23,41,68,435**	**88,55,02,336**	**25,00,00,000**
15	**Financial liabilities-Trade Payables**			
	Due to Related Parties	54,26,99,061	43,35,27,257	42,12,10,242
	Due to Others	26,86,16,281	11,82,58,716	9,26,50,857
	TOTAL	**81,13,15,342**	**55,17,85,973**	**51,38,61,099**

*The amount outstanding to Micro, Small and Medium Enterprises based on the available information with the Company is Rs. Nil (Previous year Rs. Nil) and no interest during the year has been paid or payable under MSMED Act, 2006.

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

(Amount in ₹)

	Particulars	As at 31st March, 2017	As at 31st March, 2016	As at April 1st April, 2015
16	**Other financial liabilities**			
	Interest accrued and due on borrowings	-	1,52,87,672	-
	Interest accrued but not due on borrowings	5,98,53,797	6,76,43,178	1,52,87,672
	Creditors for capital expenditure	18,97,209	8,45,54,361	2,31,36,713
	TOTAL	**6,17,51,006**	**16,74,85,211**	**3,84,24,385**
17	**Current liabilities-Provisions**			
	Provision for Employee benefits			
	Gratuity -	-	-	1,73,70,885
	Compensated absences	1,95,41,701	1,64,58,094	1,17,17,743
	TOTAL	**1,95,41,701**	**1,64,58,094**	**2,90,88,628**
18	**Other current liabilities**			
	Advance from customers	4,47,62,181	1,85,59,106	3,48,63,404
	Statutory liabilities	4,61,42,689	3,28,82,346	4,56,53,635
	Others	4,96,16,673	2,55,30,493	16,10,508
	TOTAL	**14,05,21,543**	**7,69,71,945**	**8,21,27,547**

(Amount in ₹)

		2016-17	2015-16
19	**Revenue from operations**		
	Advertisement revenue	2,18,62,69,374	2,12,15,03,322
	Subscription revenue	30,59,82,379	24,96,21,481
	Other operating revenue	15,88,722	12,17,702
	TOTAL	**2,49,38,40,475**	**2,37,23,42,505**
20	**Other income**		
	Interest income on		
	- Deposit accounts with banks	1,77,702	38,38,382
	Profit on sale of asset	75,000	17,500
	Provisions written back	1,39,79,828	-
	Other income	18,23,732	34,07,027
	TOTAL	**1,60,56,262**	**72,62,909**
21	**Employee benefits expense**		
	Salaries, bonus and other allowances	1,11,07,52,108	81,87,04,810
	Contribution to Provident Fund and others	6,23,33,732	5,03,77,834
	Gratuity expense	1,70,96,461	1,46,87,703
	Staff welfare expenses	3,56,22,903	3,29,92,703
	TOTAL	**1,22,58,05,204**	**91,67,63,050**

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

(Amount in ₹)

		2016-17	2015-16
22	**Marketing, Distribution and promotional expenses**		
	Carriage fee	59,50,75,514	37,26,07,342
	Advertisement & publicity expenses	10,72,71,874	7,08,48,453
	Commission & Brokerage	3,03,44,790	2,24,81,880
	TOTAL	**73,26,92,178**	**46,59,37,675**
23	**Finance Cost**		
	Interest on Inter-corporate deposit	6,65,04,219	6,76,43,178
	Interest on Cash Credit	3,70,36,620	22,320
	TOTAL	**10,35,40,839**	**6,76,65,498**
24	**Other expenses**		
	Production expenses		
	Studio and equipment hire charges	12,05,30,559	7,87,59,857
	Telecast and uplinking fees	15,97,40,353	10,84,94,190
	Royalty expenses	2,16,66,341	2,48,71,098
	Content expenses	6,58,04,614	5,92,43,472
	Media professional fees	15,37,39,195	12,12,84,154
	Other production expenses	13,04,57,330	14,01,06,614
	Net loss on foreign currency transactions and translations	22,41,976	7,76,540
	Repairs and maintenance		
	- Buildings	4,55,10,316	3,91,48,493
	- Plant & Machinery	2,64,97,215	1,68,64,457
	Electricity expenses	6,44,70,438	5,04,98,224
	Establishment expenses		
	Insurance	20,29,285	30,85,432
	Travelling and conveyance	18,81,21,249	17,03,39,801
	Vehicle running and maintenance	1,46,006	1,66,510
	Communication expenses	9,19,91,325	6,48,21,035
	Auditors remuneration	22,00,000	18,00,000
	Legal and professional expenses	79,65,633	69,42,343
	Rates and taxes	1,68,31,801	41,02,136
	Others Repairs	1,46,70,823	1,81,34,731
	Rent including lease rentals (See notes)	11,49,62,179	8,48,08,600
	Office upkeep and maintenance	2,38,19,873	1,29,41,561
	Directors sitting fees	2,15,000	70,000
	Bad debts and provision for doubtful trade and other receivable, loans and advances (net)	3,34,15,554	1,17,20,062
	Bank Charges	6,63,366	3,80,521
	CSR expenditure	1,46,26,130	-
	Other Establishment expenses	2,20,44,408	1,44,66,396
	TOTAL	**1,32,43,60,969**	**1,03,38,26,227**

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

25. CORPORATE INFORMATION

25.1 Panorama Television Private Limited, a Company registered in India on 09.07.1996 under the Companies Act, 1956, having its Registered Office at first floor, 414, Empire Complex, Senapati Bapat Marg, Lower Parel, Mumbai-400013, Maharastra, India is in the business of program production and broadcast of satellite television channels in Hindi, Urdu and other regional languages predominantly to Indian viewers. ETV-News Rajasthan, ETV-News Bihar, ETV-News MP, ETV-News UP, ETV-Urdu, ETV-News Bangla, ETV-News Kannada, ETV-News Haryana/HP, ETV-News Gujarathi and ETv – News Odia are the channels owned and broadcast by the Company. News18-Assam /North East, News18-Tamil and News18-Kerala launched during this year. The channels are distributed through cable operators, direct to home (DTH) and other service providers.

25.2 Scheme of Arrangement

Under Honourable High Court of Andhra Pradesh approved and regulatory complied Scheme of Arrangement under Section 391 to 394 of the Companies Act, 1956 business undertaking demerged from Ushodaya Enterprises Private Limited, comprising of ETV-Rajasthan, ETV-U.P., ETV-M.P., ETV-Bihar and ETV-Urdu vested with the Company. Accordingly, on February 29, 2012 with effect from April 1, 2010 as the appointed date, assets and liabilities of the demerged undertaking have been over at their respective book values on a going concern basis.

26. ACCOUNTING POLICIES

26.1 Basis of preparation and presentation

The financials of the Company have been prepared to comply with the Indian Accounting Standards (“Ind AS”) including the Accounting Standards notified under the relevant provisions of the Companies Act, 2013.

Upto to the year ended March 31, 2016, the Company has prepared its financial statements in accordance with the requirement of Indian GAAP, which includes standards notified under the Companies (Accounting Standards) Rules, 2006.

These financial statements are the Company’s first Ind AS standalone financial statements and as covered by Ind AS 101 - First time adoption of Indian Accounting Standards.

Company’s financial statements are presented in Indian ₹, which is its functional currency.

26.2 Other significant accounting policies

26.2.1 Property, Plant and equipment

Plant and equipment are stated at cost, net of recoverable taxes, trade discount and rebates less accumulated depreciation and impairment losses, if any. Such cost includes purchase price, borrowing cost and any cost directly attributable to bringing the assets to its working condition for its intended use, net charges on foreign exchange contracts and arrangements arising from exchange rate variations attributable to the assets.

Subsequent expenditures related to an item of tangible asset are added to its book value only if they increase the future benefits from the existing asset beyond its previously assessed standard of performance.

Depreciation on property, plant and equipment is provided using straight line method. Depreciation is provided based on useful life of the assets as prescribed in Schedule II to the Companies Act, 2013.

The residual values, useful lives and methods of depreciation of property, plant and equipment are reviewed at each financial year end and adjusted prospectively, if appropriate.

Gains or losses arising from derecognition of a property, plant and equipment are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognised in the Statement of Profit and Loss when the asset is derecognised.

Tangible assets carrying value under previous GAAP is recognised as deemed cost.

26.2.2 Intangible assets:

Intangible Assets are stated at cost of acquisition net of recoverable taxes less accumulated amortisation and impairment loss, if any. The cost comprises purchase price, borrowing costs, and any cost directly attributable to bringing the asset to its working condition for the intended use and net charges on foreign exchange contracts and adjustments arising from exchange rate variations attributable to the intangible assets.

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

Gains or losses arising from derecognition of an intangible asset are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognised in the Statement of Profit and Loss when the asset is derecognised.

Computer Software is amortised over its estimated useful life.

Intangible assets carrying value under previous GAAP is recognised as deemed cost.

26.2.3 Leases

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee. All other leases are clasified as operating leases.

Company as a lessee

Assets held under financi leases are initially recognised as assets of the Company as their fair value at the inception of the lease or, if lower, at the present value of present value of the minimum lease payments. The corresponding liability to the lessor is included in the balance sheet as a finance lease obligation.

Lease payments are apportioned between finance expenses and reduction in the lease oblligation so as to achieve a constant rate of interest of the remaining balance of the liability. Finance expenses are recognised immediately in profit and loss, unless they are directly attributable to qualifying assets, in which case they are capitalised in accordance with the Company's general policy on the borrowing costs. Contingent rentals are recognised as expenses in the periods in which they are recognised.

Operating lease payments are recognised as an expense in the statement of profit and loss on a straight-line basis over the lease term except where another systematic basis is more representative of time pattern in which economic benefits from the leased assets are consumed.

26.2.4 Borrowing Cost

Borrowing costs are charged to the Statement of Profit and Loss in the period in which they are incurred.

26.2.5 Inventories

Items of inventories are measurd at lower of cost and net realisable value after providing for obsolescence, if any. Cost of inventories comprises of cost of purchase, cost of conversion and other costs net of recoverable taxes incurred in bringing them to their respecive present location and condition.

Cost of materials, stores and spares and consumables are stated at the lower of cost and net realizable. Cost is determined on first in first out (FIFO) basis.

Programs purchased and cost of programs produced in-house is expensed off based on number of episodes telecast during the year. Cost of news/ current affairs/ one-time events are fully expensed off on first telecast.

26.2.6 Impairment of non-financial assets

At each balance sheet date, the Company assesses whether there is an indication that any property, plant and equipment and intangible assets may be impaired. If any such indication exists, the recoverable amount of the asset is estimated to determine the extent of impairment, if any. Where it is not possible to estimate the recoverable amount of an individual asset, the Company estimates the recoverable amount of the cash-generating unit to which the asset belongs.

Recoverable amount is the higher of fair value less costs to sell and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value, using a pre-tax discount rate that reflects current market assessment of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

If the recoverable amount of an asset (or cash-generating unit) is estimated to be less than its carrying amount, the carrying amount of the asset (or cash-generating unit) is reduced to its recoverable amount. An impairment loss is recognized immediately in the statement of profit or loss.

26.2.7 Provisions and Contingencies

Provisions are recognised when the Company as a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

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

Contingent liabilities are disclosed unless the possibility of outflow of resources is remote. Contingent assets are neither recognised nor disclosed in the financial statements.

26.2.8 Employee Benefits

(i) Short Term Employee Benefits

The undiscounted amount of short term employee benefits expected to be paid in exchange for the services rendered by employees is recognized as an expense during the period when the employee render the services.

(ii) 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 service are recongnised as a liability at the present value of the defined benefit obligation as at the Balance Sheet date on the basis of acturial valuation.

(iii) Post-Employment Benefits
Defined Contribution Plans

A defined contribution plan is a post-employment benefit plan under which the Company pays specified contributions to a separate entity. The Company makes specified monthly contributions towards Provident Fund, Superannuation Fund and Pension Scheme. The Company's contribution is recognised as an expense in the Profit and Loss Statement during the period in which the employee renders the related service.

Defined Benefit Plans

The liability in respect of defined benefit plans and other post-employment benefits is calculated using the Projected Unit Credit Method and spread over the period during which the benefit is expected to be derived from employees' services.

Re-measurement of defined benefit plans in respect of post-employment and other long term benefits are charged to the Other Comprehensive Income.

26.2.9 Taxation

The tax expense for the period comprises current and deferred tax. Tax is recognised in profit or loss, except to the extent that it relates to items recognised in the comprehensive income or in equity. In this case, the tax is also recognised in other comprehensive income and equity.

- **Current tax**

  Current tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities, based on tax rates and laws that are enacted or substantively enacted at the Balance sheet date.

- **Deferred tax**

  Deferred tax is recognised on temporary differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit.

  Deferred tax liabilities and assets are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realised, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period. The carrying amount of Deferred tax liabilities and assets are reviewed at the end of each reporting period.

26.2.10 Cash and cash equivalents

Cash and cash equivalents includes cash in hand and deposits with any qualifying financial institution, repayable on demand or maturing within three months of the date of acquisition and which are subject to an insignificant risk of change in value.

26.2.11 Foreign Currencies

Transactions and Translation

Transactions in foreign currencies are recorded at the exchange rate prevailing on the date of transaction. Monetary assets and liabilities denominated in foreign currencies are translated at the functional currency closing rates of exchange at the reporting date.

Exchange differences arising on settlement or translation of monetary items are recognised in profit or loss.

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

Non-monetary items that are measured in terms of historical cost in a foreign currency are recorded using the exchange rates at the date of the transaction.

26.2.12 Revenue recognition

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured, regardless of when the payment is being made. Revenue is measured at the fair value of the consideration received or receivable, taking into account contractually defined terms of payment and excluding taxes or duties collected on behalf of the government.

Revenue is recognised only if the following conditions are satisfied:

- The Company has transferred risks and rewards incidental to ownership to the customer;
- The Company retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold;
- It is probable that the economic benefit associated with the transaction will flow to the Company; and
- it can be reliably measured and it is reasonable to expect ultimate collection.
- Revenue from operations includes sale of goods and services measured at the fair value of the consideration received or receivable, net of returns and allowances, trade discounts and volume rebates and excluding taxes or duties collected on behalf of the government.
- Advertisement Income

  Advertisement Income is recognized when the related commercial or program is telecast on channels.
- Subscription Income

  Subscription Income from pay channels represents subscription fees billed to aggregators and are recognized in the period during which the service is provided. Subscription fee is determined based on management's best estimates of the number of subscribers to which the service is provided, at contractually agreed rates. Subscriptiuon Income from DTH customers is recognized in accordance with terms of agreements entered into with the service providers.
- Interest income from a financial asset is recognised when it is probable that the economic benefits will flow to the Company and the amount of income can be measured reliably. Interest income is accrued on a time basis, by reference to the principal outstanding and at the effective interest credit applicable, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to that assets net carrying amount on initial recognition.

26.2.13 Financial instruments

i) Financial assets

A. Initial recognition and measurement:

Financial assets are initially recognized at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets, which are not at fair value through profit or loss, are added to the fair value on initial recognition. Regular way purchase and sale of financial assets are recognised using trade date accounting.

B. Subsequent measurement

a) Financial assets carried at amortised cost (AC)

A financial asset is subsequently measured at amortised cost if it is held within a business model whose objective is to hold the asset in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

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

A financial asset is subsequently measured at fair value through other comprehensive income if it is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

c) Financial assets at fair value through profit or loss (FVTPL)

A financial asset which is not classified in any of the above categories are subsequently fair valued through profit or loss.

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

C. Impairment of financial assets

The Company assesses impairment based on expected credit loss (ECL) model to the following:

a. Financial assets at amortised cost

b. Financial assets measured at fair value through Other Comprehensive income

The company follows 'simplified approach' for recognition of impairment loss allowance. The application of simplified approach does not require the Company to track changes in credit risk. Rather, it recognises impairment loss allowance based on lifetime ECLs at each reporting date, right from its initial recognition.

The Company uses historical loss experience to determine the impairment loss allowance on the portfolio of trade receivables. At every reporting date, the historical observed default rates are updated and changes in the forward looking estimates are analysed.

For recognition of impairment loss on financial assets and risk exposure, the company determines that whether there has been a significant increase in the credit risk since initial recognition. If credit risk has not increased significantly, 12-month ECL is used to provide for impairment loss. However, if credit risk has increased significantly, lifetime ECL is used. If, in a subsequent period, credit quality of the instrument improves such that there is no longer a significant increase in credit risk since initial recognition, then the entity reverts to recognising impairment loss allowance based on 12-month ECL.

ii) Financial liabilities

A. Initial recognition and measurement:

All financial liabilities are recognized initially at fair value and in case of loans and borrowings and payables, net of directly attributable cost. Fees of recurring nature are directly recognised in profit or loss as finance cost.

B. Subsequent measurement:

Financial liabilities are subsequently carried at amortized cost using the effective interest method. For trade and other payables maturing within one year from the balance sheet date, the carrying amounts approximate fair value due to the short maturity of these instruments.

27. CRITICAL ACCOUNTING JUDGEMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY:

The preparation of the Company's financial statements requires management to make judgments, estimates and assumptions that affect the reported amount of revenue, expenses, assets and liabilities and the accompanying disclosures. Uncertainty about these assumptions and estimates could result in outcomes that may require a material adjustment to the carrying amount of assets or liabilities affected in future periods.

a) Estimated useful lives of tangible and intangible assets:

Property, plant and equipment are depreciated over the estimated useful lives of the assets, after taking into account their estimated residual value. Intangible assets are amortised over its estimated useful lives. Management reviews the estimated useful lives and residual values of the assets annually in order to determine the amount of depreciation/ amortisation to be recorded during any reporting period. The useful lives and residual values are based on the Company's historical experience with similar assets and take into account anticipated technological changes. The depreciation/ amortisation for future periods is adjusted if there are significant changes from previous estimates.

b) Provisions:

Provisions and liabilities are recognized in the period when it becomes probable that there will be a future outflow of funds resulting from past operations or events and the amount of cash outflow can be reliably estimated. The timing of recognition and quantification of the liability require the application of judgment to existing facts and circumstances, which can be subject to change. Since the cash outflows can take place many years in the future, the carrying amounts of provisions and liabilities are reviewed regularly and adjusted to take account of changing facts and circumstances.

c) Impairment of non-financial assets:

The Company assesses at each reporting date whether there is an indication that an asset may be impaired. If any indication exists, or when annual impairment testing for an asset is required, the Company estimates the asset's recoverable amount. An asset's recoverable amount is the higher of an asset's or CGU's fair value less costs of disposal and its value in use. It is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or a group of assets. Where the carrying amount of an asset or CGU exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount.

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

In assessing value in use, the estimated future cash flows are discounted to their present value using pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. In determining fair value less costs of disposal, recent market transaction are taken into account, if no such transactions can be identified, an appropriate valuation model is used.

d) Impairment of financial assets:

The impairment provisions for financial assets are based on assumptions about risk of default and expected cash loss rates. The Company uses judgement in making these assumptions and selecting the inputs to the impairment calculation, based on Company's past history, existing market conditions as well as forward looking estimates at the end of each reporting period.

28. FIRST TIME ADOPTION OF IND AS:

The company has adopted Ind AS with effect from 1st April 2016 with comparatives being restated. Accordingly, the impact of transition differences has been provided in the Opening Reserve as at 1st April 2015 and all the periods presented have been restated accordingly.

28.1 Exemptions from retrospective application:

28.1.1 Business combination exemption

The Company has applied the exemption as provided in Ind AS 101 on non-application of Ind AS 103, "Business Combinations" to business combinations consummated prior to April 1, 2015 (the "Transition Date"), pursuant to which goodwill arising from a business combination is stated at the carrying amount prior to the date of transition under Indian GAAP.

28.1.2 Fair value as deemed cost exemption :

The Company has elected to measure any item of property, plant and equipment at its carrying value at the transition date except for certain assets which are measured at fair value as deemed cost.

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

(Amount in ₹)

29. CAPITAL COMMITMENT AND CONTINGENT LIABILITIES

	2016-17	2015-16	2014-15
A. Contingent Liabilities			
Claims against the Company not acknowledged as debt and no provision has been made.			
- in respect of Legal matters	56,77,000	56,77,000	56,77,000
- in respect of Income Tax matters	17,25,67,467	4,87,00,770	4,26,60,366
- in respect of Service Tax matters	2,53,74,887	2,53,74,887	7,78,68,465
B. Commitments			
Estimated amount of contracts remaining to be executed on capital account and not provided for:	1,34,51,056	17,00,76,731	16,02,37,089

30. EMPLOYEE BENEFITS

Defined Contribution Plans

The Company makes Provident Fund and Employee State Insurance Scheme contributions to the relevant authorities, which are defined contribution plans for qualifying employees. Under the Schemes, the Company is required to contribute a specified percentage of the payroll costs to fund the benefits.

Contribution to Defined Contribution Plans, recognised as expense for the year as under:

Particulars	2016-17	2015-16
Employer's Contribution to Provident Fund	2,25,43,259	1,79,91,368
Employer's Contribution to Pension Fund	2,90,39,013	2,31,75,513
Employer's Contribution to Employees State Insurance	70,31,165	62,58,789

Defined Benefit Plans

The employees' gratuity fund scheme managed by a Trust is a defined benefit plan. The Company makes contributions to the trust which in turn makes contributions to the employees group gratuity cum life assurance scheme of the PNB Metlife. The present value of obligation is determined based on actuarial valuation using the Projected Unit Credit Method, which recognises each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation. The obligation for compensated absences is recognised in the same manner as gratuity.

i) Reconciliation of opening and closing balances of Defined Benefit Obligation:

Particulars	Gratuity (Funded)		Compensated Absences (Unfunded)	
	Year ended 31.03.2017	**Year ended 31.03.2016**	**Year ended 31.03.2017**	**Year ended 31.03.2016**
Defined Benefit obligation at beginning of the year	9,00,19,809	8,06,88,824	8,49,41,083	5,85,78,485
Current Service Cost	1,34,68,507	1,16,54,306	3,32,33,151	2,68,73,341
Interest Cost	72,01,585	64,55,106	59,48,532	46,86,279
Actuarial (gain)/ loss	(62,38,029)	(5,21,172)	74,63,516	1,07,65,445
Benefits paid	(80,04,998)	(82,57,255)	(2,56,90,506)	(1,59,62,467)
Adjustment of SL change in policy	-	-	(1,05,84,432)	-
Defined Benefit obligation at year end	**9,64,46,874**	**9,00,19,809**	**9,53,11,344**	**8,49,41,083**

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

ii) Reconciliation of opening and closing balances of fair value of Plan Assets:

Particulars	Gratuity (Funded)	
	Year ended 31.03.2017	**Year ended 31.03.2016**
Fair value of plan assets at beginning of the year	4,46,70,384	4,27,71,366
Expected return on plan assets	35,73,631	34,21,709
Actuarial Gain/ (Loss)	11,27,444	65,63,400
Employer contribution	-	1,71,164
Benefits paid	(80,04,998)	(82,57,255)
Fair value of plan assets at year end	4,13,66,461	4,46,70,384
Actual return on plan assets	47,01,075	99,85,109

iii) Reconciliation of fair value of Assets and Obligation:

Particulars	Gratuity (Funded)		Compensated Absences (Unfunded)	
	As at 31st March,		As at 31st March,	
	2017	**2016**	**2017**	**2016**
Fair value of Plan Assets	4,13,66,461	4,46,70,384	-	-
Present value of Obligation	9,64,46,874	9,00,19,809	9,53,11,344	8,49,41,083
Amount recognized in Balance Sheet (Surplus/(Deficit))	**(5,50,80,413)**	**(4,53,49,425)**	**(9,53,11,344)**	**(8,49,41,083)**

iv) Reconciliation of opening and closing balances of actuarial (gain) / loss:

Particulars	Gratuity (Funded)	
	2016-17	**2015-16**
Unrecognized actuarial (gain) / loss at beginning of the year	70,84,572	-
Actuarial (gain) / loss for the year on defined benefit obligation	62,38,029	5,21,172
Actuarial gain / (loss) for the year on plan assets	11,27,444	65,63,400
Unrecognized actuarial (gain) / loss at year end	1,44,50,045	70,84,572

v) Expenses recognised during the year:

Particulars	Gratuity (Funded)		Compensated Absences (Unfunded)	
			31st March	
	2016-17	**2015-16**	**2016-17**	**2015-16**
In Income Statement				
Current Service Cost	1,34,68,507	1,16,54,306	3,32,33,151	2,68,73,341
Interest Cost	72,01,585	64,55,106	59,48,532	46,86,279
Expected return on Plan assets	(35,73,631)	(34,21,709)	-	-
Actuarial (gain) / loss	73,65,473	70,84,572	74,63,516	1,07,65,445
Net Cost	**2,44,61,934**	**2,17,72,275**	**4,66,45,199**	**4,23,25,065**
In Other Comprehensive Income				
Actuarial gain / (loss) on defined benefit obligation	62,38,029	5,21,172	-	-
Actuarial gain / (loss) on plan assets	11,27,444	65,63,400	-	-
Net (Income) /Expense recognized in OCI	**73,65,473**	**70,84,572**	**-**	**-**

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

vi) Investment Details:

Particulars	As at 31st March, 2017	As at 31st March, 2016
	% invested	**% invested**
Funds managed by Insurer	100	100

vii) Actuarial assumptions:

Particulars	Gratuity (Funded)	
	2016-17	**2015-16**
Mortality Table (IALM)	2006-08 (Ultimate)	2006-08 (Ultimate)
Discount rate (per annum)	7.54%	8.00%
Rate of escalation in salary (per annum)	8.00%	8.00%

The estimates of rate of escalation in salary considered in actuarial valuation, take into account inflation, seniority, promotion and other relevant factors including supply and demand in the employment market. The above information is certified by the actuary.

The expected rate of return on plan assets is determined considering several applicable factors, mainly the composition of Plan assets held, assessed risks, historical results of return on plan assets and the Company's policy for plan assets management.

Company manages Gratuity obligation through Trust. Company arranges the fund based on the actuarial valuation and requirement of the trust.

viii) The expected contributions for Defined Benefit Plan for the next financial year will be in line with financial year 2016-17.

ix) Sensitivity Analysis

Significant Acturial Assumptions for the determination of the defined benefit obligation are discount trade, expected salary increase and employee turnover. The sensitivity analysis below, have been determined based on resonably possible changes of the assumptions occuring at end of the reporting period, while holding all other assumptions constant. The result of Sesitivity analysis is given below:

Particulars	Gratuity (Funded)		Compensated Absences (Unfunded)	
	As at 31st March, 2017	**As at 31st March, 2016**	**As at 31st March, 2017**	**As at 31st March, 2016**
a) Impact of the change in discount rate				
Present value of obligation at the end of the period	9,64,46,874	9,00,19,809	9,53,11,344	7,43,56,651
i) Impact due to increase of 0.50%	(20,37,146)	(22,38,814)	(23,19,706)	(17,84,657)
ii) Impact due to decrease of 0.50%	21,27,196	23,38,462	24,24,081	18,63,973
b) Impact of the change in salary increase				
Present value of obligation at the end of the period	9,64,46,874	9,00,19,809	9,53,11,344	7,43,56,651
i) Impact due to increase of 0.50%	21,07,960	23,27,491	24,02,104	18,55,225
ii) Impact due to decrease of 0.50%	(20,37,894)	(22,49,029)	(23,20,523)	(17,92,805)

These plans typically expose the Group to actuarial risks such as: investment risk, interest risk, longevity risk and salary risk.

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

Investment risk:

The present value of the defined benefit plan liability is calculated using a discount rate which is determined by reference to market yields at the end of the reporting period on government bonds. For other defined benefit plans, the discount rate is determined by reference to market yield at the end of reporting period on high quality corporate bonds when there is a deep market for such bonds; if the return on plan asset is below this rate, it will create a plan deficit.

Interest risk

A decrease in the bond interest rate will increase the plan liability; however, this will be partially offset by an increase in the return on the plan debt investments.

Longevity risk

The present value of the defined benefit plan liability is calculated by reference to the best estimate of the mortality of plan participants both during and after their employment. An increase in the life expectancy of the plan participants will increase the plan's liability.

Salary risk

The present value of the defined plan liability is calculated by reference to the future salaries of plan participants. As such, an increase in the salary of the plan participants will increase the plan's liability.

31.0 CURRENT TAX ASSETS AND LIABILITIES (Amount in ₹)

	2016-17	2015-16
Income Tax Recognised in Profit or Loss		
Current Tax	-	-
Prior Period Tax	2,67,20,545	1,46,77,108
Deferred Tax	1,06,39,854	1,57,77,986
Total Income Tax Expenses recognised in the Current Year relating to Continuning Operations	**3,73,60,399**	**3,04,55,094**

The income tax expenses for the year can be reconciled to the accounting profit as follows.

	As at 31st March, 2017	As at 31st March, 2016
Profit before Tax from Continuing Operations	(1,09,34,38,396)	(22,40,86,514)
Applicable Tax Rate	34.61%	34.61%
Computed Tax Expense	-	-
Tax Effect of :		
Income not Considered	-	-
Expenses not Allowed	-	-
Additional Allowances	-	-
MAT Credit Generated	-	-
Current Tax Provision (A)	**-**	**-**
Incremental Deferred Tax Liability on account of PPE		
Incremental Deferred Tax Asset on account of Financial Assets & Other items	1,06,39,854	1,57,77,986
Deferred Tax Provision (B)	**1,06,39,854**	**1,57,77,986**
Tax Expenses recognised in Statement of Profit and Loss (A+B) (Current tax + Deferred tax)	**1,06,39,854**	**1,57,77,986**

b) Current Tax Assets (Net)	**As at 31st March, 2017**	**As at 31st March, 2016**	**As at 1st April, 2015**
At start of year	9,23,92,893	5,79,10,752	5,79,10,752
Charge for the year	(2,67,20,545)	(1,46,77,108)	-
Others	96,78,402	2,62,26,808	-
Tax paid during the year	4,95,86,463	2,29,32,441	-
At end of year	**12,49,37,212**	**9,23,92,893**	**5,79,10,752**

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

32.0 RELATED PARTIES DISCLOSURE

As per Ind AS 24, the disclosures of transactions with the related parties are given below :

List of related Party where control exist and related parties with whome transactions have taken place and relationships :

S.N.	Name of related party	Relationship
1	Independent Media Trust	Enterprises exercising Control
2	Adventure Marketing Private Limited*	
3	Watermark Infratech Private Limited *	
4	Colorful Media Private Limited*	
5	RB Media Holdings Private Limited*	
6	RB Mediasoft Private Limited*	
7	RRB Mediasoft Private Limited*	
8	RB Holdings Private Limited*	
9	Teesta Retail Private Limited*	
10	Equator Trading Enterprises Private Limited	
11	TV18 Broadcast Limited	
12	Network18 Media & Investments Limited	
13	Reliance Industries Limited (RIL)	Beneficiary/Protector of Independent Media Trust
14	Reliance Industrial Investments and Holdings Limited	
15	Prism TV Private Limited (Joint Venture w.e.f 01.08.2015 , merged with Viacom18 Media Private Limited w.e.f 01.09.2016)@	Joint Ventures of Enterprises exercising control
16	Viacom18 Media Private Limited@	
17	IndiaCast Media Distribution Private Limited@	
18	IndiaCast Distribution Private Limited@	Jointly controlled Entities of Enterprise exercising control
19	IndiaCast UK Limited@	
20	Eenadu Television Private Limited	Associate of entities exercising control
21	Reliance Retail Limited#	Fellow Subsidiaries - Reliance Group
22	AETN18 Media Private Limited	Fellow Subsidiaries
23	TV18 Home Shopping Network Limited	
24	Dolphin Hotels Limited (upto 18.09.2015)	Entities under significant influence of KMP
25	Margadarsi Computers (upto 18.09.2015)	
26	Ushakiron Properties (upto 18.09.2015)	
27	Colorama Printers Private Limited (upto 18.09.2015)	
28	Usha Kiron Movies Limited (upto 18.09.2015)	

* Control by Independent Media Trust of which RIL is the sole beneficiary.

Subsidiary of RIL, the sole beneficiary of Independent Media Trust.

@As per Companies Act, 2013, a subsidiary company.

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

(Amount in ₹)

b) i) Transactions with Related Parties during the period ended 31st Mar,2017:

Transactions	Enterprises Exercising Control	Associate of Entities Exercising Control	Fellow Subsidiaries	Joint Ventures of Enterprises Exercising Control	Jointly Controlled Entities of Enterprise Exercising Control
a) Revenue from Operations:					
TV18 Broadcast Limited	28,36,57,633	-	-	-	-
	(23,91,61,423)	(-)	(-)	(-)	(-)
TV 18 Homeshopping Network Limited	-	-	-	-	-
	(-)	(-)	(4,47,780)	(-)	(-)
IndiaCast Media Distribution Pvt. Ltd.	-	-	-	66,03,653	-
	(-)	(-)	(-)	(72,58,837)	(-)
IndiaCast UK Limited	-	-	-	-	1,90,93,664
	(-)	(-)	(-)	(-)	(31,84,213)
IndiaCast Distribution Pvt. Ltd.	-	-	-	-	-
	(-)	(-)	(-)	(-)	(17,008)
Viacom18 Media Pvt. Ltd.	-	-	-	5,71,181	-
	(-)	(-)	(-)	(7,06,876)	(-)
Prism TV Private Limited (Upto 31-08-2016)	-	-	-	6,14,000	-
	(-)	(-)	(-)	(4,86,000)	(-)
AETN 18 Media Private Limited	-	-	3,24,358	-	-
- -	(-)	(-)	(-)	(-)	(-)
b) Other Income:					
Eenadu Television Private Limited	-	10,38,722	-	-	-
(News Subscription Charges-PTI)	(-)	(9,43,318)	(-)	(-)	(-)
c) Interest Expenses:					
TV18 Broadcast Limited	6,65,04,219	-	-	-	-
	(6,76,43,178)	(-)	(-)	(-)	(-)
d) Expenditure for Services Received:					
TV18 Broadcast Limited	6,20,72,760	-	-	-	-
	(3,03,12,507)	(-)	(-)	(-)	(-)
IndiaCast Distribution Pvt. Ltd.	-	-	-	-	48,40,14,558
	(-)	(-)	(-)	(-)	(37,82,00,509)
Eenadu Television Private Limited	-	2,16,14,650	-	-	-
	(-)	(2,48,71,098)	(-)	(-)	(-)
Reliance Retail Limited	-	-	84,510	-	-
	(-)	(-)	(-)	(-)	(-)
IndiaCast Media Distribution Pvt. Ltd.	-	-	-	9,89,690	-
	(-)	(-)	(-)	(-)	(-)

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

(Amount in ₹)

b) i) Transactions with Related Parties during the period ended 31st Mar,2017:

Transactions	Enterprises Exercising Control	Associate of Entities Exercising Control	Fellow Subsidiaries	Joint Ventures of Enterprises Exercising Control	Jointly Controlled Entities of Enterprise Exercising Control
e) Reimbursement of Expenses (Paid)					
TV18 Broadcast Limited	-	-	-	-	-
	(2,22,60,414)	(-)	(-)	(-)	(-)
Eenadu Television Private Limited	-	4,55,53,075	-	-	-
	(-)	(4,45,09,153)	(-)	(-)	(-)
Network18 Media & Investments Limited	6,08,402	-	-	-	-
	(-)	(-)	(-)	(-)	(-)
f) Reimbursement of Expenses (Received)					
Prism TV Private Limited (Upto 31-08-2016)	-	-	-	-	-
	(-)	(-)	(-)	(251)	(-)
Eenadu Television Private Limited	-	-	-	-	-
	(-)	(21,676)	(-)	(-)	(-)
TV18 Broadcast Limited	78,680	-	-	-	-
	(48,903)	(-)	(-)	(-)	(-)
g) Short Term Borrowings-Received:					
TV18 Broadcast Limited	42,85,00,000	-	-	-	-
	(55,60,00,000)	(-)	(-)	(-)	(-)
	[25,00,00,000]	[-]	[-]	[-]	[-]
h) Short Term Borrowings-Repaid:					
TV18 Broadcast Limited	36,20,00,000	-	-	-	-
	(-)	(-)	(-)	(-)	(-)
	[-]	[-]	[-]	[-]	[-]
i) Assets Purchased:					
Reliance Retail Limited	-	-	86,64,173	-	-
	(-)	(-)	(-)	(-)	(-)
	[-]	[-]	[-]	[-]	[-]

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

(Amount in ₹)

ii) Balances for the period ended 31st March, 2017:

Transactions	Enterprises Exercising Control	Associate of Entities Exercising Control	Fellow Subsidiaries	Joint Ventures of Enterprises Exercising Control	Jointly Controlled Entities of Enterprise Exercising Control
a) Short Term Loans and Advances:					
Equator Trading Enterprises Private Limited	-	-	-	-	-
	(43,65,00,000)	(-)	(-)	(-)	(-)
	[43,65,00,000]	[-]	[-]	[-]	[-]
Prism TV Private Limited (Upto 31-08-2016)	-	-	-	-	-
	(-)	(-)	(-)	(2,76,121)	(-)
	[-]	[-]	[-]	[-]	[-]
b) Trade payable:					
TV18 Broadcast Limited	4,55,48,287	-	-	-	-
	(-)	(-)	(-)	(-)	(-)
	[23,91,401]	[-]	[-]	[-]	[-]
Eenadu Television Private Limited	-	1,85,15,504	-	-	-
	(-)	(1,52,58,483)	(-)	(-)	(-)
	[-]	[1,66,70,063]	[-]	[-]	[-]
IndiaCast Distribution Pvt. Ltd.	-	-	-	-	47,69,51,840
	(-)	(-)	(-)	(-)	(41,85,44,894)
	[-]	[-]	[-]	[-]	[39,08,59,098]
Viacom18 Media Pvt. Ltd.	-	-	-	4,44,869	-
	(-)	(-)	(-)	(-)	(-)
	[-]	[-]	[-]	[-]	[-]
Network18 Media & Investments Limited	12,38,560	-	-	-	-
	(-)	(-)	(-)	(-)	(-)
	[-]	[-]	[-]	[-]	[-]
c) Trade Receivable					
TV18 Broadcast Limited	1,34,06,715	-	-	-	-
	(15,19,40,210)	(-)	(-)	(-)	(-)
	[14,14,72,311]	[-]	[-]	[-]	[-]
TV 18 Homeshopping Network Limited	-	-	-	-	-
	(-)	(-)	(5,03,752)	(-)	(-)
	[-]	[-]	[-]	[-]	[-]
IndiaCast Media Distribution Pvt. Ltd.	-	-	-	31,69,172	-
	(-)	(-)	(-)	(32,59,148)	(-)
	[-]	[-]	[-]	[27,69,292]	[-]
IndiaCast UK Ltd.	-	-	-	-	1,70,60,683
	(-)	(-)	(-)	(-)	(8,06,312)
	[-]	[-]	[-]	[-]	[7,35,586]
Viacom18 Media Pvt. Ltd.	-	-	-	1,37,572	-
	(-)	(-)	(-)	(-)	(-)
	[-]	[-]	[-]	[-]	[-]
AETN 18 Media Private Limited	-	-	2,94,297	-	-
	(-)	(-)	(-)	(-)	(-)
	[-]	[-]	[-]	[-]	[-]

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

(Amount in ₹)

ii) Balances for the period ended 31st March, 2017:

Transactions		Enterprises Exercising Control	Associate of Entities Exercising Control	Fellow Subsidiaries	Joint Ventures of Enterprises Exercising Control	Jointly Controlled Entities of Enterprise Exercising Control
d)	**Short-Term Borrowings:**					
	TV18 Broadcast Limited	87,25,00,000	-	-	-	-
		(80,60,00,000)	(-)	(-)	(-)	(-)
		[25,00,00,000]	[-]	[-]	[-]	[-]
e)	**Other Current Liabilities:**					
	TV18 Broadcast Limited: (Interest accrued and due on borrowings)	-	-	-	-	-
		(1,52,87,672)	(-)	(-)	(-)	(-)
		[-]	[-]	[-]	[-]	[-]
	TV18 Broadcast Limited: (Interest accrued but not due on borrowings)	5,98,53,797	-	-	-	-
		(6,76,43,178)	(-)	(-)	(-)	(-)
		[1,52,87,672]	[-]	[-]	[-]	[-]
f)	**Provision for Expenses:**					
	TV18 Broadcast Limited	-	-	-	-	-
		(-)	(-)	(-)	(-)	(-)
		[20,15,291]	[-]	[-]	[-]	[-]
	IndiaCast Distribution Pvt. Ltd.	-	-	-	-	-
		(-)	(-)	(-)	(-)	(70,30,013)
		[-]	[-]	[-]	[-]	[-]

Figures as at 31.03.2016 represented under (   ) and figures as at 01.04.2015 represented under [   ].

33. Details of Specified Bank Notes (SBN) held and transacted during the period 08/11/2016 to 30/12/2016 is as under:

(Amount in ₹)

Particulars	**SBNs**	**Other denomination notes**	**Total**
Closing cash in hand as on 08/11/2016	19,000	21,383	40,383
(+) Permitted receipts	-	2,04,714	2,04,714
(-) Permitted payments	-	2,02,699	2,02,699
(-) Amount deposited in Banks	19,000	-	19,000
Closing cash in hand as on 30/12/2016	-	23,398	23,398

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

34. Earning per share: **(Amount in ₹)**

Particulars	**2016-17**	**2015-16**
i) Net Profit after Tax as per Profit and Loss Statement attributable to Equity Shareholders	(1,12,84,34,194)	(24,74,57,036)
ii) Weighted Average number of Equity Shares used as denominator for calculating Basic EPS	2,49,59,608	2,49,59,608
iii) Weighted Average number of Equity Shares used as denominator for calculating Diluted EPS	2,49,59,608	2,49,59,608
iv) Basic Earnings per Share	(45.21)	(9.91)
v) Diluted Earnings per Share	(45.21)	(9.91)
vi) Face Value per Equity Share	10.00	10.00

35. Auditor's remuneration **(Amount in ₹)**

Particulars	**2016-17**	**2015-16**
Statutory Audit fee	10,00,000	7,00,000
Tax Audit Fee	2,50,000	2,00,000
Fees for other services like Limited Review, Tax matters etc	9,50,000	9,00,000
Total	**22,00,000**	**18,00,000**

36. First time IND AS Adoption Reconciliations

There are no changes as at 31st March 2016 and 1st April 2015 in the Balance Sheet and the Statement of Profit and Loss for the year ended March 31, 2016 in the financial statements under the previous GAAP and the financial statements presented under Ind-AS, other than the adjustments as described under Note no. 28. Reconciliation of Reserves between Ind- AS and Previous GAAP is given below.

36.1 Reconciliation of Reserve between IND AS and Previous GAAP **(Amount in ₹)**

Nature of adjustments	**As at 31st March, 2016**	**As at 1st April, 2015**
Reserves as per Previous Indian GAAP	(24,73,47,164)	(1,07,20,434)
1. Unwinding interest on security deposit	4,04,257	-
2. Remeasurement of employee benefits	(70,84,572)	-
3. Prepaid rent / Unwinding of lease deposit	(5,14,129)	-
Total	**(71,94,444)**	**-**
Reserves as per Ind AS	**(25,45,41,608)**	**(1,07,20,434)**

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

37. BARTER TRANSACTIONS

During the year ended 31 March, 2017, the Company had entered into barter transactions, which were recorded at the fair value of consideration receiveable or payable. The statement of profit and loss for the year 31 March, 2017 reflects revenue from barter transactions of ₹ 51,81,474 (Previous year Nil) and expenditure of ₹51,81,474 (Previous year NIL) being the fair value of barter transaction provided and received.

38. CORPORATE SOCIAL RESPONSIBILITY (CSR)

CSR amount required to be spent as per section 135 of the Companies Act, 2013 read with schedule VII thereof by the company during the year is ₹ 1,46,26,130 (Previous Year ₹ NIL).

Expenditure related to Corporate Social Responsibility is ₹ 1,46,26,130 (Previous Year ₹ NIL)

Details of amount spent towrads CSR as follows.

(Amount in ₹)

Particulars	2016-17	2015-16
Sports for development	1,46,26,130	-
Total	**1,46,26,130**	**-**

39. Details of Leasing Arrangements

The Group has taken various office premises under operating lease agreements. These are generally non-cancellable and are renewable by mutual consent on mutually agreed terms.

Lease payments for the year in respect of non-cancellable operating leases: ₹ 11,49 62,179 (previous year ₹ 8,48,08,600).

(Amount in ₹)

Particulars	2016-17	2015-16	2014-15
Not later than one year	9,99,03,603	8,37,63,272	6,47,96,463
Later than one year but not later than 5 years	29,81,02,202	22,56,80,851	14,97,99,305
More than 5 years	14,92,78,992	10,52,29,600	5,08,76,007
Total	**54,72,84,797**	**41,46,73,723**	**26,54,71,775**

40.0 SEGMENT REPORTING

The Company's operations fall within a single business segment "Production of program and broadcasting satellite television" and single geographical segment and therefore segment information as required under Ind AS-108 is not applicable.

41.0 "The Board of Directors, have approved the amalagamation of the Company with TV18 Broadcast Limited, the holding Company ("Transferee Company") in accordance with the proposed Scheme of Amalgamation for Equator Trading Enterprises Private Limited, Panorama Television Private Limited, RVT Media Private Limiated and ibn18 (Mauritius) Limited with the 'Transferee Company' with appointed date as 1st April, 2016, subject to necessart aprovals."

42.0 Previous year's figures have been re-grouped/re-classified wherever necessary to correspond with the /disclosure**.**

As per our Report of even date

For A.K.Sabat & Co.
Chartered Accountants
(Firm Registration No.321012E)

D.Vijaya Kumar
Partner
Membership No. : 051961

Hyderabad, Dated 15th April 2017

For and on behalf of the Board of Directors

Rohit Bansal
Director
DIN: 02067348

Gagan Kumar
Director
DIN:02989428

Bindu Trivedi
Company Secretary

N. Jagannath
Chief Financial Officer

Noida, Dated 15th April 2017