

# **Network18 Media & Investments Limited**

## Independent Auditor's Report

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### To the Members of Network18 Media & Investments Limited

#### Report on the Standalone Financial Statements

1. We have audited the accompanying standalone financial statements of Network18 Media & Investments Limited (the 'Company'), which comprise the Balance Sheet as at 31 March 2015, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended and a summary of the significant accounting policies and other explanatory information.

#### Management's Responsibility for the Standalone Financial Statements

2. The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 (the 'Act') with respect to the preparation of these standalone financial statements, that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 (as amended). This responsibility also includes 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 financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

#### Auditor's Responsibility

3. Our responsibility is to express an opinion on these standalone financial statements based on our audit.
4. 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.
5. We conducted our audit 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 standalone financial statements are free from material misstatement.
6. An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial controls relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. 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 financial statements.
7. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the standalone financial statements.

#### Opinion

8. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone 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, of the state of affairs of the Company as at 31 March 2015, its loss and its cash flows for the year ended on that date.

#### Report on Other Legal and Regulatory Requirements

9. As required by the Companies (Auditor's Report) Order, 2015 (the 'Order') issued by the Central Government of India in terms of Section 143(11) of the Act, we give in the Annexure a statement on the matters specified in paragraphs 3 and 4 of the Order.

## Independent Auditor's Report (Contd.)

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10. As required by Section 143(3) of the Act, we report 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 purpose 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. the standalone financial statements dealt with by this report are in agreement with the books of account;
  - d. in our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 (as amended);
  - e. on the basis of the written representations received from the directors and taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2015 from being appointed as a director in terms of Section 164(2) of the Act;
  - f. 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, in our opinion and to the best of our information and according to the explanations given to us:
    - i. as detailed in Note 35 to the standalone financial statements, the Company has disclosed the impact of pending litigations on its standalone financial position;
    - ii. the Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;
    - iii. there has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.

For **Walker Chandiok & Co LLP**  
(Formerly Walker, Chandiok & Co)  
Chartered Accountants  
Firm's Registration No.: 001076N/N500013

per **BP Singh**  
Partner  
Membership No.: 70116

**Place:** Noida  
**Date:** 15 April 2015

## Independent Auditor's Report (Contd.)

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Based on the audit procedures performed for the purpose of reporting a true and fair view on the financial statements of the Company and taking into consideration the information and explanations given to us and the books of account and other records examined by us in the normal course of audit, we report that:

- (i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
- (b) The Company has a regular program of physical verification of its fixed assets under which fixed assets are verified in a phased manner over a period of 3 years, which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. No material discrepancies were noticed on such verification.
- (ii) (a) The company's entire inventory is lying with third parties for which written confirmations have been obtained by the management as at the year-end.
- (b) The procedures of physical verification of inventory followed by the management are reasonable and adequate in relation to the size of the Company and the nature of its business.
- (c) The Company is maintaining proper records of inventory and no material discrepancies between physical inventory and book records were noticed on physical verification.
- (iii) The Company has granted unsecured loans to a company covered in the register maintained under Section 189 of the Act; and with respect to the same:
  - (a) the principal and interest amount is not due for repayment currently
  - (b) there is no overdue amount in respect of the loan granted to such company.
- (iv) In our opinion, there is an adequate internal control system commensurate with the size of the Company and the nature of its business for the purchase of inventory and fixed assets and for the sale of goods and services. During the course of our audit, no major weakness has been noticed in the internal control system in respect of these areas.
- (v) In our opinion, the Company has complied with the directives issued by the Reserve Bank of India, the provisions of Sections 73 to 76 and other relevant provisions of the Act and the Companies (Acceptance of Deposits) Rules, 2014 (as amended) as applicable, with regard to the deposits accepted. According to the information and explanations given to us, no order has been passed by the Company Law Board or National Company Law Tribunal or Reserve Bank of India or any Court or any other Tribunal, in this regard.
- (vi) We have broadly reviewed the books of account maintained by the Company pursuant to the Rules made by the Central Government for the maintenance of cost records under sub-section (1) of Section 148 of the Act in respect of Company's services and are of the opinion that, *prima facie*, the prescribed accounts and records have been made and maintained. However, we have not made a detailed examination of the cost records with a view to determine whether they are accurate or complete.
- (vii) (a) Undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales-tax, wealth tax, service tax, duty of customs, duty of excise, value added tax, cess and other material statutory dues, as applicable, have generally been regularly deposited with the appropriate authorities, though there has been a slight delay in a few cases. Further, no undisputed amounts payable in respect thereof were outstanding at the year-end for a period of more than six months from the date they became payable.
- (b) There are no dues in respect of income-tax, sales-tax, wealth tax, service tax, duty of customs, duty of excise, value added tax and cess that have not been deposited with the appropriate authorities on account of any dispute.
- (c) The Company has transferred the amount required to be transferred to the investor education and protection fund in accordance with the relevant provisions of the Companies Act, 1956 (1 of 1956) and rules made thereunder within the specified time.
- (viii) In our opinion, the Company's accumulated losses at the end of the financial year are less than fifty percent of its net worth. The Company has incurred cash losses in the current year and immediately preceding financial year.

## Independent Auditor's Report (Contd.)

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- (ix) The Company has not defaulted in repayment of dues to any bank or financial institution during the year. The Company did not have any outstanding debentures during the year.
- (x) In our opinion, the terms and conditions on which the Company has given guarantee for loans taken by others from banks or financial institutions are not, *prima facie*, prejudicial to the interest of the Company.
- (xi) In our opinion, the Company has applied the term loans for the purpose for which these loans were obtained.
- (xii) No fraud on or by the Company has been noticed or reported during the period covered by our audit.

For **Walker Chandiok & Co LLP**  
(Formerly Walker, Chandiok & Co)  
Chartered Accountants  
Firm's Registration No.: 001076N/N500013

per **BP Singh**  
Partner  
Membership No.: 70116

Place : Noida  
Date : 15 April 2015

**Balance Sheet as at 31 March, 2015**

	Notes	As at 31 March, 2015 Rs. in lakhs	As at 31 March, 2014 Rs. in lakhs
<b>EQUITY AND LIABILITIES</b>			
<b>Shareholders' funds</b>			
Share capital	2	52,342.43	52,333.33
Reserves and surplus	3	219,127.70	287,939.82
<b>Non-current liabilities</b>			
Long-term borrowings	4	47.82	3,422.32
Other long term liabilities	5	29.32	340.20
Long-term provisions	6	307.25	350.12
<b>Current liabilities</b>			
Short-term borrowings	7	55,036.05	43,769.49
Trade payables	8	2,735.97	4,536.80
Other current liabilities	9	1,684.45	9,414.17
Short-term provisions	10	21,779.57	21,779.21
		<b>353,090.56</b>	<b>423,885.46</b>
<b>ASSETS</b>			
<b>Non-current assets</b>			
Fixed assets			
Tangible assets	11	1,069.61	1,105.06
Intangible assets	12	154.63	209.23
Intangible assets under development		147.71	270.95
Non-current investments	13	328,703.64	346,099.16
Long-term loans and advances	14	17,619.02	55,928.02
Other non-current assets	15	553.33	277.73
<b>Current assets</b>			
Current investments	16	-	6,965.00
Inventories	17	63.39	23.43
Trade receivables	18	2,054.49	2,511.04
Cash and bank balances	19	319.19	6,860.96
Short-term loans and advances	20	1,711.80	3,328.13
Other current assets	21	693.75	306.75
		<b>353,090.56</b>	<b>423,885.46</b>
Significant Accounting Policies Notes on Financial Statements	1 to 48		

As per our Report of even date

For **Walker Chandiook & Co. LLP**  
Chartered Accountantsper **B P Singh**  
Partner**Place :** Noida  
**Date :** 15 April 2015For and on behalf of Board of Directors of  
**Network18 Media & Investments Limited****Adil Zainulbhai**  
Chairman  
DIN**Hariharan Mahadevan**  
Group Chief Financial Officer**Rohit Bansal**  
Director  
DIN**Yug Samrat**  
Company Secretary

## Statement of Profit and Loss for the year ended 31 March, 2015

	Notes	Year ended 31 March, 2015 Rs. in lakhs	Year ended 31 March, 2014 Rs. in lakhs
<b>Revenue</b>			
Revenue from operations	22	7,432.07	10,201.91
Other income	23	1,238.55	5,100.14
Prior period income (net)	24	-	133.27
<b>Total revenue</b>		<b>8,670.62</b>	<b>15,435.32</b>
<b>Expenses</b>			
Cost of materials consumed	25	205.85	465.45
Employee benefit expenses	26	3,399.40	6,304.27
Other operating expenses	27	5,649.84	10,417.89
Depreciation and amortization expense	28	445.48	803.38
Finance costs	29	5,752.52	5,392.68
<b>Total expenses</b>		<b>15,453.09</b>	<b>23,383.67</b>
<b>Loss before exceptional items and tax</b>		<b>(6,782.47)</b>	<b>(7,948.35)</b>
Exceptional items	30	61,972.70	(453.94)
<b>Loss for the year before /after tax</b>		<b>(68,755.17)</b>	<b>(7,494.41)</b>
Loss for the year from continuing operations before and after tax		(68,755.17)	(7,050.59)
Loss for the year from discontinuing operations before and after tax	45	-	(443.82)
<b>Loss for the year</b>		<b>(68,755.17)</b>	<b>(7,494.41)</b>
Earnings per share (Basic and diluted)	31	(6.57)	(0.72)
Significant Accounting Policies Notes on Financial Statements	1 to 48		

As per our Report of even date

For **Walker Chandiook & Co. LLP**  
Chartered Accountants

per **B P Singh**  
Partner

**Place :** Noida  
**Date :** 15 April 2015

For and on behalf of Board of Directors of  
**Network18 Media & Investments Limited**

**Adil Zainulbhai**  
Chairman  
DIN

**Hariharan Mahadevan**  
Group Chief Financial Officer

**Rohit Bansal**  
Director  
DIN

**Yug Samrat**  
Company Secretary

## Cash Flow Statement for the year ended 31 March, 2015

	Year ended 31 March, 2015 (Rs in lakhs)	Year ended 31 March, 2014
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>		
Loss before tax	(68,755.16)	(7,494.42)
Adjustments for :		
Depreciation	499.48	803.39
Loss /(profit) on disposal of fixed assets	2.14	(321.81)
Employee stock compensation expenses	(36.69)	(17.82)
Finance costs	5,752.52	5,392.68
Bad debts /balances written off /provided for	110.23	1,155.11
Unrealised loss/(gain) on exchange rate fluctuation (net)	-	(10.57)
Dividend on sale of current investments	-	(228.80)
Profit on sale of current investments	(126.29)	(29.55)
Provision for diminution in value of Investment	20,810.95	-
Indemnity provision written back	-	(2,023.65)
Fixed assets written off including CWIP & Capital Advances	458.98	289.28
Provision for Doubtful Advances	39,886.77	-
Gain on disposal of website/business	-	(173.03)
Gain on disposal of investment in subsidiary	-	(5.35)
Excess provision/sundry balances written back	-	(381.28)
Interest income	(673.80)	(2,802.61)
Operating loss before working capital changes	(2,070.87)	(5,848.43)
Adjustments for :		
Changes in assets other than fixed assets and investments	152.32	4,414.26
Changes in liabilities other than borrowings	(2,427.72)	(1,680.05)
Cash generated from/(used in) operations	(4,346.27)	(3,114.22)
Taxes paid (net of refund)	(281.30)	(717.40)
<b>Cash flow from operating activities</b>	<b>(4,627.57)</b>	<b>(3,831.62)</b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>		
Purchase of fixed assets (including capital advances)	(739.41)	(751.00)
Sale of fixed assets	3.76	474.20
Sale of long term investments		
- in subsidiaries (equity and preference shares)	2,740.00	-
- in other companies	-	2,500.00
Sale /(purchases) of current investments (net)	7,091.29	13,764.10
Purchase of long term investments:		
- in subsidiaries (equity/preference shares/debenture)	(6,155.43)	(36,142.64)
(Investment in)/redemption of fixed deposits with banks	794.65	1,491.76
(increase)/decrease in other bank balances	13.43	(5.26)
Proceeds from sale of business/ website	-	50.00
Loan given to subsidiaries / others	-	(17,940.16)
Loan received back from subsidiaries/ others	-	29,510.94
Dividend received on current investments	-	228.80
Interest received	414.31	4,110.14
<b>Cash flow from investing activities</b>	<b>4,162.60</b>	<b>(2,709.12)</b>



## Cash Flow Statement for the year ended 31 March, 2015

	Year ended 31 March, 2015 (Rs in lakhs)	Year ended 31 March, 2014 (Rs in lakhs)
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>		
Interest paid	(8,377.46)	(4,833.93)
Proceeds from issue of equity shares (including securities premium)	114.57	11.67
Redemption of preference shares	-	(15,426.57)
Repayment of borrowings	(11,026.12)	(15,003.29)
Proceeds from borrowings	14,020.29	42,910.87
Cash flow from financing activities	<b>(5,268.72)</b>	<b>7,658.75</b>
Net increase/(decrease) in cash and cash equivalents	(5,733.69)	1,118.01
Cash and cash equivalents as at the beginning of the year	6,047.74	4,929.73
Cash and cash equivalents as at the end of the year	<b>314.05</b>	<b>6,047.74</b>

This is the cash flow statement referred to in our report of even date

As per our Report of even date

For **Walker Chandiook & Co. LLP**  
Chartered Accountants

per **B P Singh**  
Partner

**Place :** Noida  
**Date :** 15 April 2015

For and on behalf of Board of Directors of  
**Network18 Media & Investments Limited**

**Adil Zainulbhai**  
Chairman  
DIN

**Hariharan Mahadevan**  
Group Chief Financial Officer

**Rohit Bansal**  
Director  
DIN

**Yug Samrat**  
Company Secretary

## Summary of significant accounting policies and other explanatory information for the year ended 31 March, 2015

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### 1. Basis of preparation

The financial statements have been prepared under historical cost convention, on accrual basis, in accordance with the generally accepted accounting principles in India and to comply with the Accounting Standards specified under Section 133 of the Companies Act, 2013 (the 'Act') read with Rule 7 of the Companies (Accounts) Rules, 2014 (as amended). The accounting policies have been consistently applied by Network18 Media & Investments Limited the ('Company').

### 1.1 Summary of significant accounting policies

#### a. Use of estimates

The preparation of financial statements in conformity with Indian GAAP requires judgements, estimates and assumptions to be made that effect the reported amount of assets and liabilities, disclosure of contingent liabilities and the reported amount of income and expenses during the year. Difference between the actual results and estimates are recognized in the period in which the results are known / materialise.

#### b. Revenue recognition

- i. Advertising and sponsorship revenue from websites is recognized proportionately over the contractual period of advertisement, commencing when the advertisement is placed on the website, unless the Company has to meet performance conditions in which case revenue is recognized using the proportionate completion method. Advertising revenue from magazines is recognized in the period in which the magazines are delivered and are accounted net of commission and discounts. Revenue from sponsorships of event is recognized after the completion of event.
- ii. Revenue from mobile short messaging and other related services are recognized based on usage of services by the mobile subscribers and share of revenue agreed with the mobile network operators.
- iii. Sale of magazines includes revenue from circulation of magazines and subscription of magazines. Revenue from circulation of magazines includes sales to retail outlets/ newsstands, which are subject to returns. The Company records these retail sales upon delivery, net of estimated returns. These estimated returns are based on historical return rates and are revised as necessary based on actual returns. Revenue from subscription of magazines is recognized on delivery of magazines to subscribers.
- iv. Transactions that involve the exchange of goods or services for other goods or services in respect of web operations are accounted for in accordance with Guidance Note on Accounting for Dot-com Companies issued by the Institute of Chartered Accountants of India (ICAI). Barter transactions are recorded at fair value, being the value at which similar transactions are executed with other parties.
- v. Revenue from travel and tour services is recognized after rendering of services as per the terms of the contract.
- vi. Revenue from sale of stalls at exhibitions organized by the Company is recognized after completion of exhibition.
- vii. Business support service income is recognized after rendering of services.
- viii. Dividend income is accounted for when the right to receive dividend is established.
- ix. Profit / loss on sale of investments are computed on the basis of weighted average cost on date of disposal of investments.
- x. Interest income is recognized on time proportionate basis, taking into account the amount outstanding and the rate applicable.

#### c. Fixed assets

##### Tangible assets

Fixed assets are stated at their original cost of acquisition and installation less accumulated depreciation. All direct expenses attributable to acquisition and installation of assets are capitalised.

##### Intangible assets

Acquired brands/domain names and computer software are capitalised at cost of acquisition and disclosed as intangible assets.

Website development costs that provide additional functions or features to the Company's website are capitalised. Maintenance expenses or costs that do not result in new features or functions are expensed as incurred.

## Summary of significant accounting policies and other explanatory information for the year ended 31 March, 2015

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**d. Depreciation / Amortisation**

Depreciation on fixed assets is provided on straight line basis as per Schedule II of the 2013 Act.

**e. Inventory**

Inventory is valued as follows:

Raw materials: Lower of cost and net realizable value. However, materials and other items held for use in the production of inventories are not written down below cost if the finished products in which they will be incorporated are expected to be sold at or above cost. Cost is determined on a weighted average basis.

Work-in-progress and finished goods: Lower of cost and net realizable value. Cost includes direct materials and labour and a proportion of manufacturing overheads based on normal operating capacity. Cost is determined on weighted average basis.

Net realizable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and estimated costs necessary to make the sale.

**f. Impairment of tangible and intangible assets**

An asset is treated as impaired when the carrying cost of asset exceeds its recoverable value. An impairment loss is charged to the Statement of Profit and Loss in the year in which an asset is identified as impaired. The impairment loss recognized in prior accounting period is reversed if there has been a change in the estimate of recoverable amount.

**g. Investments**

Current investments are carried at lower of cost and quoted / fair value. Long term investments are stated at cost. Provision for diminution in the value of long term investments is made only if such a decline is other than temporary.

**h. Leases**

**Operating lease**

Lease arrangements where the risks and rewards incidental to ownership of an asset substantially vest with the lessor are recognised as operating leases. Lease rentals under operating leases are recognised in the Statement of Profit and Loss on a straight-line basis.

**i. Employee benefits**

**Provident Fund**

The Company's Employees Provident Fund scheme is a defined contribution plan. The Company's contribution to the Employees' Provident Fund is charged to the Statement of Profit and Loss during the period in which the employee renders the related service.

**Gratuity**

The Company provides for gratuity, a defined benefit plan covering eligible employees.

The present value of the obligation under such defined benefit plan 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 is measured at the present value of the estimated future cash flows. The discount rate used for determining the present value of the obligation is based on the market yields on government securities as at the balance sheet date. Actuarial gains/losses are recognized immediately in the Statement of profit and loss. Gain and loss on curtailment or settlement are recognized when the curtailment or settlement occurs.

**Compensated absences**

Benefits comprising long term compensated absences constitute other long term employee benefits. The liability for compensated absences is determined using the Projected Unit Credit Method, on the basis of an actuarial valuation at the period end. Actuarial gains and losses are recognised immediately in the Statement of profit and loss. Gain and loss on curtailment or settlement are recognized when the curtailment or settlement occurs.

## Summary of significant accounting policies and other explanatory information for the year ended 31 March, 2015

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### Short term employee benefits

Short term employee benefits expected to be paid or payable in exchange for the services rendered is recognised on undiscounted basis.

### j. Foreign currency transactions

Transactions in foreign currencies are recorded at the exchange rate prevailing on the date of the transaction. Exchange differences on foreign exchange transactions settled during the period are recognized in the Statement of Profit and Loss.

Monetary items denominated in foreign currency and outstanding at the balance sheet date are translated at the exchange rate prevailing on that date and resulting exchange differences are recognized in the Statement of profit and loss.

### k. Income tax

Income tax expense comprises current tax and deferred tax. Current tax is determined in accordance with the provisions of Income Tax Act, 1961.

Deferred tax is measured based on the tax rates and the tax laws enacted or substantively enacted at the balance sheet date. Deferred tax assets are recognized only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized. In situation, where the Company has unabsorbed depreciation or carry forward of losses, deferred tax assets are recognized only if there is virtual certainty supported by convincing evidence that they can be realized against future taxable profits.

### l. Employee stock options plan

Accounting value of stock options is determined on the basis of "Intrinsic Value" representing the excess of the market price on the date of grant over the exercise price of the options granted under the "Employees Stock Option Scheme" of the Company, and is being amortised as "Deferred employee compensation" on a straight-line basis over the vesting period in accordance with the Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999 and Guidance Note 18 "Share Based Payments" issued by the Institute of Chartered Accountants of India.

### m. Provisions and contingencies

Provision recognised in the accounts when there is a present obligation as a result of past event(s) and it is probable that an outflow of resources will be required to settle the obligation and a reliable estimate can be made. Provisions are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the reporting date. These estimates are reviewed at each reporting date and adjusted to reflect the current best estimates.

Contingent liabilities are disclosed unless the possibility of outflow of resources is remote.

Contingent assets are neither recognised nor disclosed in the financial statements.

### n. Borrowing costs

Borrowing costs that are directly attributable to acquisition, construction or production of a qualifying asset are capitalized as part of the cost of that asset when it is probable that they will result in future economic benefits to the Company and the costs can be measured reliably.

Other borrowing costs are recognized as an expense in the period in which they are incurred.

## Summary of significant accounting policies and other explanatory information for the year ended 31 March, 2015

		As at 31 March 2015 Rs. in lakhs		As at 31 March 2014 Rs. in lakhs		
<b>2</b>	<b>Share capital</b>					
	<b>a. Authorised share capital</b>					
	i. 5,00,00,00,000 (previous year 5,00,00,00,000) equity shares of Rs. 5 each	250,000.00		250,000.00		
	ii. 11,00,000 (previous year 11,00,000) preference shares of Rs. 100 each	1,100.00		1,100.00		
	iii. 1,05,00,000 (previous year 1,05,00,000) preference shares of Rs. 200 each	21,000.00		21,000.00		
	iv. 1,55,00,000 (previous year 1,55,00,000) preference shares of Rs. 10 each	1,550.00		1,550.00		
		<b>273,650.00</b>		<b>273,650.00</b>		
	<b>b. Issued, subscribed and paid-up capital</b>					
	i. 1,04,68,48,519 (previous year 1,04,66,66,535) equity shares of Rs. 5 each fully paid up	52,342.43		52,333.33		
	<b>Total issued, subscribed and fully paid-up share capital</b>	<b>52,342.43</b>		<b>52,333.33</b>		
	<b>c. Reconciliation of the share capital</b>					
	<b>Equity shares</b>					
	<b>Particulars</b>	<b>Year ended 31 March 2015</b>		<b>Year ended 31 March 2014</b>		
		<b>No. of shares</b>	<b>Amount</b>	<b>No. of shares</b>	<b>Amount</b>	
			<b>(Rs in Lakhs)</b>		<b>(Rs in Lakhs)</b>	
	Equity shares at the beginning of the year	1,046,666,535	52,333.33	1,046,433,202	52,321.66	
	Add: Shares issued on exercise of employee stock options	181,984	9.10	233,333	11.67	
	Equity shares at the end of the year	1,046,848,519	52,342.43	1,046,666,535	52,333.33	
	<b>d. Description of the rights, preferences and restrictions attached to equity shares</b>					
	The Company has only one class of equity shares having face value of Rs. 5 per share. All the existing 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 shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholding.					
	<b>e. Details of shares allotted for consideration other than cash</b>					
	<i>(Within five years preceding the Balance Sheet date)</i>					
	<b>Particulars</b>	<b>Financial year (aggregate no. of shares)</b>				
		<b>2014-15</b>	<b>2013-14</b>	<b>2012-13</b>	<b>2011-12</b>	<b>2010-11</b>
	<b>Equity shares :</b>					
	Allotted as fully paid up under scheme of arrangement	-	-	3,679,356	23,695,044	-

## Summary of significant accounting policies and other explanatory information for the year ended 31 March, 2015

### f Details of shareholders holding more than 5% shares in the Company

Name of shareholder	As at 31 March 2015		As at 31 March 2014	
	No. of shares held	% of shares held	No. of holding	% of holding
<b>Equity shares of Rs. 5 each fully paid up</b>				
RRB Mediasoft Private Limited	108,515,123	10.37%	108,515,123	10.37%
RB Mediasoft Private Limited	127,560,417	12.19%	127,560,417	12.19%
RB Media Holdings Private Limited	127,528,586	12.18%	127,528,586	12.18%
Watermark Infratech Private Limited	127,528,287	12.18%	127,528,287	12.18%
Colorful Media Private Limited	127,528,287	12.18%	127,528,287	12.18%
Adventure Marketing Private Limited	127,528,287	12.18%	127,528,287	12.18%

### g Shares reserved for issue under options and other commitments

As on 31 March 2015, 1,01,301 (previous year 708,841) Employees Stock Options were outstanding under the Employee Stock Option Plans of the Company. Each option would entitle the holder thereof to subscribe to one equity share of Rs. 5 each in the Company.

		As at 31 March 2015 Rs. in lakhs	As at 31 March 2014 Rs. in lakhs
<b>3</b>	<b>Reserves and surplus</b>		
	<b>a. Capital reserve</b>		
	Balance at the beginning /end of the year	69.07	69.07
	<b>b. Securities premium account</b>		
	Balance at the beginning of the year	333,671.93	332,919.08
	Add : Amount received pursuant to exercise of employee stock options	105.47	752.85
	<b>Balance at the end of the year</b>	<b>333,777.40</b>	<b>333,671.93</b>
	<b>c. Employee stock options outstanding</b>		
	Gross employee stock compensation for options granted in earlier years	59.65	180.42
	Less: Deferred employee stock compensation	-	(22.36)
	<b>Balance at the end of the year</b>	<b>59.65</b>	<b>158.06</b>
	<b>d. General reserve</b>		
	Balance at the beginning /end of the year	1,134.10	1,134.10
	<b>e. Deficit in the statement of profit and loss</b>		
	Deficit at the beginning of the year	(47,093.34)	(39,598.93)
	Loss for the year	(68,755.17)	(7,494.41)
	Less: Depreciation adjustment (refer note 11 and 12)	(64.01)	-
	<b>Net deficit in the statement of profit and loss</b>	<b>(115,912.52)</b>	<b>(47,093.34)</b>
	<b>Total</b>	<b>219,127.70</b>	<b>287,939.82</b>

## Summary of significant accounting policies and other explanatory information for the year ended 31 March, 2015

	As at 31 March 2015 Rs. in lakhs	As at 31 March 2014 Rs. in lakhs
<b>4 Long-term borrowings</b>		
<b>Secured</b>		
Vehicle loans:		
from banks	47.82	73.38
<b>Sub total</b>	<b>47.82</b>	<b>73.38</b>
<b>Unsecured</b>		
Public deposits (Interest rate ranging from 11% to 12% per annum)	-	3,348.94
<b>Sub total</b>	<b>-</b>	<b>3,348.94</b>
<b>Total</b>	<b>47.82</b>	<b>3,422.32</b>
<b>Security details for borrowings covered under note 4 and note 9 is as follows:</b>		
I. Term loans under long term borrowings	47.82	73.38
II. Term loans under other current liabilities	44.26	51.57
	<b>92.08</b>	<b>124.95</b>
<b>Security details for borrowings outstanding as at 31 March 2015</b>		
i Vehicle loans are secured by the hypothecation of the vehicles financed		
	As at 31 March 2015 Rs. in lakhs	As at 31 March 2014 Rs. in lakhs
<b>5 Other long-term liabilities</b>		
Advance from customers	29.32	36.86
Interest accrued but not due on borrowings	-	303.34
<b>Total</b>	<b>29.32</b>	<b>340.20</b>
<b>6 Long-term provisions</b>		
Provision for employee benefits (refer note 33)	307.25	350.12
<b>Total</b>	<b>307.25</b>	<b>350.12</b>
<b>7 Short-term borrowings</b>		
<b>Secured</b>		
- from banks - bank overdraft	18,457.73	2,035.72
<b>Total</b>	<b>18,457.73</b>	<b>2,035.72</b>
<b>Unsecured</b>		
Loans and advances from related parties	14,078.32	-
Public deposits (interest rate ranging from 11% to 12%)	-	41,733.77
Commercial papers	22,500.00	-
<b>Total</b>	<b>36,578.32</b>	<b>41,733.77</b>
	<b>55,036.05</b>	<b>43,769.49</b>

## Summary of significant accounting policies and other explanatory information for the year ended 31 March, 2015

### Security details for borrowings outstanding as at 31 March 2015

Bank overdraft from ICICI bank secured by first pari passu charge on all the current assets and movable fixed assets of the Company (both present and future)

Bank overdraft from Yes bank secured by second pari passu charge on all the current assets and movable fixed assets of the Company (both present and future)

	As at 31 March 2015 Rs. in lakhs	As at 31 March 2014 Rs. in lakhs
<b>8 Trade payables</b>		
(a) Due to micro, small and medium enterprises (refer note 41)	-	-
(b) Due to others	2,735.97	4,536.80
<b>Total</b>	<b>2,735.97</b>	<b>4,536.80</b>
<b>9 Other current liabilities</b>		
Current maturity of long-term borrowings	44.26	51.57
Current maturity of public deposits	-	4,211.99
Interest accrued but not due on borrowings	68.48	2,390.07
Unpaid dividends	4.36	10.91
Unpaid preference shares redemption amount	6.85	6.88
Unclaimed matured deposits and interest accrued on unclaimed deposits	170.38	848.96
Statutory dues payable	222.95	364.56
Employee dues	444.05	636.06
Magazine subscription money refundable	69.43	64.59
Payable for capital goods	30.10	65.36
Advance from customers	516.87	582.07
Security deposits	104.12	133.18
Advance received for sale of fixed assets	-	18.00
Others	2.60	29.97
<b>Total</b>	<b>1,684.45</b>	<b>9,414.17</b>
<b>10 Short term provisions</b>		
Provision for employee benefits	9.59	9.33
Provision for sales returns (refer note a below)	43.78	43.68
Provision for indemnity (refer note b below)	21,726.20	21,726.20
<b>Total</b>	<b>21,779.57</b>	<b>21,779.21</b>



## Summary of significant accounting policies and other explanatory information for the year ended 31 March, 2015

Note a	As at 31 March 2015 Rs. in lakhs	As at 31 March 2014 Rs. in lakhs
<b>* Provision for sales returns</b>		
Opening balance	43.68	105.00
Addition during the year	240.27	313.07
Amount utilised during the year	(240.17)	(374.39)
Closing balance	<u>43.78</u>	<u>43.68</u>

A provision is recognised for expected returns on products sold during the year based on past experience of level of returns. It is expected that most of this provision will be utilised in the next financial year.

### Note b

#### Provision for indemnity

Opening balance	21,726.20	23,749.85
Amount reversed during the year	-	(2,023.65)
Closing balance	<u>21,726.20</u>	<u>21,726.20</u>

During the year ended 31 March 2011, Roptonal Limited, Cyprus ('Roptonal') a subsidiary of the Company's jointly controlled entity, Viacom18 Media Private Limited made a public offer for purchase of entire issued capital of The Indian Film Company Limited, Guernsey ('TIFC'). The Company and its subsidiary, Network18 Holdings Limited, Mauritius ('Network18 Holdings'), in their capacity as shareholders in TIFC accepted the public offer. Further, pursuant to an agreement between Roptonal and Network18 Holdings, Network18 Holdings has agreed to indemnify Roptonal against the amount, if any, by which the net cash generated by TIFC from its existing film library in respect of the period from the date on which the aforementioned public offer becomes unconditional up to 21 July 2014 is less than the net asset value of the film library as per the TIFC's therein mentioned accounts for the year ended 31 March 2010.

Network18 Holdings has also agreed to indemnify Roptonal against certain Indian tax liabilities that may potentially arise in TIFC or Roptonal in respect of certain withholding tax recoveries stated in TIFC's financial statements and other taxes relating to the sale of Network18 Holding' shares in TIFC. The aforementioned agreement further provided that if Network18 Holding does not undertake the indemnity obligations agreed in the agreement, the indemnity shall be provided by the Company.

During the previous year, based on the assessment of estimated cash flow of the indemnified assets, the Company has estimated the liability as Rs 21,726.20 lakhs.

## Summary of significant accounting policies and other explanatory information for the year ended 31 March, 2015

	(Rs. in lakhs)									
	Land	Leasehold land	Leasehold improve-ments	Buildings	Ownership flats	Plant and equipment	Furniture and fixtures	Vehicles	Information technology and related equipments	Total
<b>Gross block</b>										
Balance as at 1 April 2013	6.10	0.40	909.60	153.98	84.21	804.55	923.05	438.44	4,415.42	7,735.75
Additions	-	-	123.08	21.70	-	42.02	47.58	103.33	30.87	368.58
Disposals / adjustments	-	-	(37.27)	-	(84.21)	(302.93)	(444.29)	(107.87)	(513.62)	(1,490.19)
<b>Balance as at 1 April 2014</b>	<b>6.10</b>	<b>0.40</b>	<b>995.41</b>	<b>175.68</b>	<b>-</b>	<b>543.64</b>	<b>526.34</b>	<b>433.90</b>	<b>3,932.67</b>	<b>6,614.14</b>
Additions	-	-	136.32	-	-	31.22	4.67	49.78	169.00	390.99
Disposals / adjustments	-	-	-	(88.60)	-	-	(17.29)	(45.65)	(3.55)	(155.09)
<b>Balance as at 31 March 2015</b>	<b>6.10</b>	<b>0.40</b>	<b>1,131.73</b>	<b>87.08</b>	<b>-</b>	<b>574.86</b>	<b>513.72</b>	<b>438.03</b>	<b>4,098.12</b>	<b>6,850.04</b>
<b>Accumulated depreciation</b>										
Balance as at 1 April 2013	-	-	880.83	63.15	17.05	520.46	730.96	162.64	3,855.62	6,230.71
Charge for the year	-	-	10.45	5.72	0.19	39.45	27.02	62.07	206.78	351.68
Reversal on account of disposals / adjustments	-	-	(31.11)	-	(17.24)	(216.90)	(327.84)	(69.77)	(410.45)	(1,073.31)
<b>Balance as at 1 April 2014</b>	<b>-</b>	<b>-</b>	<b>860.17</b>	<b>68.87</b>	<b>-</b>	<b>343.01</b>	<b>430.14</b>	<b>154.94</b>	<b>3,651.95</b>	<b>5,509.08</b>
Retained earning adjustment (refer note below)	-	-	-	-	-	17.15	3.59	-	43.18	63.92
Charge for the year	-	-	34.91	2.93	-	52.15	28.34	74.26	110.03	302.62
Reversal on account of disposals / adjustments	-	-	-	(38.36)	-	-	(9.96)	(43.84)	(3.03)	(95.19)
<b>Balance as at 31 March 2015</b>	<b>-</b>	<b>-</b>	<b>895.08</b>	<b>33.44</b>	<b>-</b>	<b>412.31</b>	<b>452.11</b>	<b>185.36</b>	<b>3,802.13</b>	<b>5,780.43</b>
<b>Net Block</b>										
<b>Balance as at 31 March 2014</b>	<b>6.10</b>	<b>0.40</b>	<b>135.24</b>	<b>106.81</b>	<b>-</b>	<b>200.63</b>	<b>96.20</b>	<b>278.96</b>	<b>280.72</b>	<b>1,105.06</b>
<b>Balance as at 31 March 2015</b>	<b>6.10</b>	<b>0.40</b>	<b>236.65</b>	<b>53.64</b>	<b>-</b>	<b>162.55</b>	<b>61.61</b>	<b>252.67</b>	<b>295.99</b>	<b>1,069.61</b>

**Note**

- (a) Pursuant to the enactment of the Companies Act, 2013 (the 'Act'), the Company has, effective from 1 April 2014, reassessed the useful life of its fixed assets and has computed depreciation and amortisation with reference to the useful life of assets as recommended in Schedule II of the Act. Consequently, depreciation and amortisation for the year ended 31 March 2015 is lower by Rs 53.19 lakhs and net profit is higher by Rs 53.19 lakhs. Further, based on the transitional provision provided in Schedule II, an amount of Rs.64.01 lakhs has been adjusted with the opening reserves during the year ended 31 March 2015
- (b) The charge for the year amounting to Rs. 302.62 and 196.87 inter-alia towards tangible and intangible assets respectively includes an amount of RS 54.01 lakhs which has been included under exceptional item owing to obsolescence /impairment (accelerated depreciation and amortisation).

## Summary of significant accounting policies and other explanatory information for the year ended 31 March, 2015

12 Intangible assets	Rs. in lakhs			
	Brands/ rademarks	Computer software	Website costs	Total
<b>Gross block</b>				
<b>Balance as at 1 April 2013</b>	635.80	775.99	314.38	1,726.17
Additions	40.50	89.25	37.63	167.38
Disposals / adjustments	-	(76.96)	-	(76.96)
<b>Balance as at 1 April 2014</b>	<b>676.30</b>	<b>788.28</b>	<b>352.01</b>	<b>1,816.59</b>
Additions	-	102.80	39.56	142.36
Disposals / adjustments	-	-	-	-
<b>Balance as at 31 March 2015</b>	<b>676.30</b>	<b>891.08</b>	<b>391.57</b>	<b>1,958.95</b>
<b>Accumulated amortization</b>				
<b>Balance as at 1 April 2013</b>	548.88	424.28	234.65	1,207.81
Charge for the year	86.08	293.34	72.29	451.71
Reversal on account of disposals / adjustments	-	(52.16)	-	(52.16)
<b>Balance as at 1 April 2014</b>	<b>634.96</b>	<b>665.46</b>	<b>306.94</b>	<b>1,607.36</b>
Retained earning adjustment (refer note 11)	-	0.09	-	0.09
Charge for the year	11.24	141.37	44.26	196.87
<b>Balance as at 31 March 2015</b>	<b>646.20</b>	<b>806.92</b>	<b>351.20</b>	<b>1,804.32</b>
<b>Net Block</b>				
<b>Balance as at 31 March 2014</b>	<b>41.34</b>	<b>122.82</b>	<b>45.07</b>	<b>209.23</b>
<b>Balance as at 31 March 2015</b>	<b>30.10</b>	<b>84.16</b>	<b>40.37</b>	<b>154.63</b>
As at				
31 March 2015				
Rs. in lakhs				
As at				
31 March 2014				
Rs. in lakhs				
13 Non-current investments (valued at cost unless stated otherwise)				
<b>Equity shares : quoted</b>				
<b>i. Investment in subsidiaries</b>				
(a) 87,70,35,062 (previous year 87,70,35,062) equity shares of Rs 2 each in TV18 Broadcast Limited			256,223.60	256,223.60
(b) 2,54,42,694 (previous year 2,39,13,061) equity shares of Rs 10 each fully paid up in Infomedia Press Limited (formerly known as 'Infomedia 18 Limited')			24,664.84	24,618.95
Less:-Provision for diminution			(24,618.95)	(24,618.95)
<b>ii. Investment in others</b>				
Beneficiary interest in Network 18 Media Trust (1,15,86,762 (previous year 1,15,86,762) shares of the Company)			18,157.46	18,157.46
Less:-Provision for diminution			(13,881.95)	-
<b>Aggregate amount of quoted investments</b>			<b>260,545.00</b>	<b>274,381.06</b>
Market value of quoted investments			272,174.49	226,871.14

## Summary of significant accounting policies and other explanatory information for the year ended 31 March, 2015

	As at 31 March 2015 Rs. in lakhs	As at 31 March 2014 Rs. in lakhs
<b>Equity shares : Unquoted</b>		
<b>i. Investment in Subsidiaries</b>		
a 15,00,000 (previous year 15,00,000) equity shares of USD 1 each fully paid up in Network18 Holdings Limited, Mauritius	678.90	678.90
b 1,00,001 (previous year 1,00,001) equity shares of USD 1 each fully paid up in Television Eighteen Media and Investments Limited, Mauritius	39.97	39.97
c 2,581 (previous year 2,581) equity shares of Rs. 10 each fully paid up in Big Tree Entertainment Private Limited	489.82	489.82
d 50,000 (previous year 50,000) equity shares of Rs 10 each fully paid up in Digital18 Media Limited	5.00	5.00
Less:-Provision for diminution	(5.00)	-
e 1,22,95,000 (previous year 1,22,95,000) equity shares of USD 1 each fully paid up in Television Eighteen Mauritius Limited, Mauritius	1,606.32	1,606.32
f 10,000 (previous year 10,000) equity shares of Rs. 10 each fully paid up in Capital18 Fincap Private Limited	1.00	1.00
Less:-Provision for diminution	(1.00)	(1.00)
<b>ii. Investment in others</b>		
6 years National savings certificates	0.06	0.06
	<b>2,815.07</b>	<b>2,820.07</b>
<b>Preference shares : Unquoted</b>		
<b>i. Investment in subsidiaries</b>		
a 1,156 (previous year Nil) compulsorily convertible preference shares Series B of Rs 1,000 each fully paid up in Big Tree Entertainment Private Limited	4,767.54	-
b 4,91,18,691 (previous year 4,91,18,691) preference shares of USD 1 fully paid up in Television Eighteen Media and Investments Limited, Mauritius	20,103.38	20,103.38
c 25,48,000 (previous year 25,48,000) 15% Cumulative Redeemable Convertible Preference Shares of Rs 10 each in Capital18 Fincap Private Limited	11,007.27	11,007.27
Less:-Provision for diminution	(11,007.27)	(11,007.27)
d 2,44,497 (previous year 2,44,497) 0.001% Non-cumulative Compulsorily Convertible Preference Shares of Rs 100 each in TV18 Home Shopping Network Limited	24,938.74	24,938.74
	<b>49,809.66</b>	<b>45,042.12</b>

## Summary of significant accounting policies and other explanatory information for the year ended 31 March, 2015

	As at 31 March 2015 Rs. in lakhs	As at 31 March 2014 Rs. in lakhs	
<b>Debentures and bonds - Unquoted</b>			
a	9,89,402 (previous year 11,55,702) Zero coupon Optionally Redeemable Convertible Debentures of Capital18 Fincap Private Limited of Rs. 1,000 each	7,789.01	9,452.01
b	4,58,500 (previous year 4,32,000) Zero coupon Optionally Redeemable Convertible Debentures of Digital18 Media Limited of Rs. 1,000 each	4,585.00	4,320.00
	Less:-Provision for diminution	(4,320.00)	-
c	2,60,400 (previous year 2,60,400) Zero coupon Optionally Redeemable Convertible Debentures of RRB Investments Private Limited of Rs. 1,000 each	2,604.00	2,604.00
	Less:-Provision for diminution	(2,604.00)	-
d	12,00,00,000 (previous year 1,20,00,000) 0.01% Optionally Convertible Debentures of Network18 Holdings Limited of USD. 1 each	7,179.90	7,179.90
e	30 (previous year 30) unsecured Redeemable Non-Convertible, Upper Tier II Bonds of Yes Bank Limited of Rs. 10,00,000 each	300.00	300.00
		<u>15,533.91</u>	<u>23,855.91</u>
	<b>Aggregate amount of unquoted investments (net of provision for diminution)</b>	<b>68,158.64</b>	<b>71,718.10</b>
	<b>Total</b>	<b>328,703.64</b>	<b>346,099.16</b>
	Aggregate provision for the diminution in value of investments	56,433.17	35,627.22
		<u>17,619.02</u>	<u>55,928.02</u>
<b>14 Long-term loans and advances (unsecured, considered good unless otherwise stated)</b>			
	Capital advances	12.36	37.88
	Security deposits	115.44	113.33
	Loans and advances to related parties		
	Considered good	14,382.27	52,338.46
	Considered doubtful	37,953.94	-
	Less : provision for doubtful loan and advances	(37,953.94)	-
	Loans and advances to staff	5.60	17.47
	Other loans and advances		
	- Income tax paid (net of provisions Rs. 3,00,29,689 (previous year Rs. (2,98,25,706))	3,098.27	3,410.18
	Prepaid expenses	3.78	9.40
	Others	1.30	1.30
	<b>Total</b>	<b>17,619.02</b>	<b>55,928.02</b>
<b>15 Other non-current assets</b>			
	Interest accrued but not due on loans	551.02	275.59
	Restricted fixed deposits*	2.31	2.14
	<b>Total</b>	<b>553.33</b>	<b>277.73</b>

\* Fixed deposits of Rs. 2.31 lakhs (previous year Rs.2.14 lakhs) are under lien with banks against sales tax commitments and is restricted from being exchanged or used to settle a liability for more than 12 months from the balance sheet date.

## Summary of significant accounting policies and other explanatory information for the year ended 31 March, 2015

	As at 31 March 2015 Rs. in lakhs	As at 31 March 2014 Rs. in lakhs
<b>16 Current investments</b>		
<b>Equity shares : quoted</b>		
6,98,298 (previous year 6,98,288) equity shares of Rs. 10 each in DEN Networks Limited*	-	-
<b>Mutual funds</b>		
Nil (previous year 338,360) units of Birla Sun Life Cash Plus - Growth - Regular Plan	-	685.00
Nil (previous year 356,651) units of Birla Sunlife Floating Rate Fund Short Term Plan - Growth - Regular Plan	-	600.00
Nil (previous year 70,483) units of Religare Invesco Liquid Fund - Direct Plan - Growth	-	1,235.00
Nil (previous year 33,516) units of Reliance Liquid Fund - Treasury Plan - Growth Plan - Growth option	-	1,035.00
Nil (previous year 41,110) units of Kotak Floater Short Term Growth	-	855.00
Nil (previous year 43,969) units of UTI Money Market Fund - Institutional Plan - Growth	-	620.00
Nil (previous year 21,786) units of Premerica Liquid Fund - Growth Option	-	295.00
Nil (previous Year 33,907) units of L & T Liquid Fund - Growth	-	590.00
Nil (previous year 4,58,620) units of ICICI Prudential Money Market Fund - Regular Plan - Growth	-	800.00
Nil (previous year 10,775) LIC Nomura Liquid Fund - Growth plan	-	250.00
<b>Total</b>	<u>-</u>	<u>6,965.00</u>
Market value of quoted current investments	841.09	8,385.90
*Rounded off to nil		
	As at 31 March 2015 Rs. in lakhs	As at 31 March 2014 Rs. in lakhs
<b>17 Inventories</b>		
Raw materials and components	90.89	52.23
Less : Provision for obsolete inventory	(27.50)	(28.80)
<b>Total</b>	<u>63.39</u>	<u>23.43</u>

## Summary of significant accounting policies and other explanatory information for the year ended 31 March, 2015

	As at 31 March 2015 Rs. in lakhs	As at 31 March 2014 Rs. in lakhs
<b>18 Trade receivables</b>		
<b>Trade receivables outstanding for a period exceeding six months from the date they are due for payment</b>		
Secured, considered good	13.14	6.37
Unsecured, considered good	198.04	375.54
Unsecured, considered doubtful	1,753.92	1,537.83
Less: Provision for doubtful receivables	(1,753.92)	(1,537.83)
<b>Other receivables</b>		
Secured, considered good	49.73	83.61
Unsecured, considered good	1,793.58	2,045.52
Unsecured, considered doubtful	-	19.72
Less: Provision for doubtful receivables	-	(19.72)
<b>Total</b>	<b>2,054.49</b>	<b>2,511.04</b>
<b>19 Cash and bank balances</b>		
<b>Cash and cash equivalents</b>		
In current accounts	313.85	3,535.62
In deposit accounts	-	2,500.00
Cheques/drafts in hand	-	9.53
Cash in hand	0.20	2.59
<b>Total</b>	<b>314.05</b>	<b>6,047.74</b>
<b>Other bank balances</b>		
Balances in current accounts		
Unpaid dividend accounts	1.36	6.42
Unpaid Zero coupon partly convertible debenture accounts	3.08	4.57
Unpaid right issue money	0.70	0.70
Unpaid non cumulative convertible redeemable preference shares account	-	6.88
Balance with bank held as per Rule 13 of the Companies (Acceptance of Deposit) Rules, 2014	-	794.65
	<b>5.14</b>	<b>813.22</b>
<b>Total</b>	<b>319.19</b>	<b>6,860.96</b>

## Summary of significant accounting policies and other explanatory information for the year ended 31 March, 2015

	As at 31 March 2015 Rs. in lakhs	As at 31 March 2014 Rs. in lakhs
<b>20 Short-term loans and advances</b> (unsecured, considered good, unless otherwise stated)		
Security deposits	387.31	353.77
Loans and advances to related parties	344.34	767.79
<b>Advances recoverable in cash or in kind</b>		
Considered good	286.81	961.98
Considered doubtful	-	512.44
Less: Provision for doubtful advances	-	(512.44)
<b>Sub total</b>	<b>286.81</b>	<b>961.98</b>
Loans and advances to staff	49.51	132.80
<b>Other loans and advances</b>		
Service tax input credit	383.09	1,008.98
Prepaid expenses	260.74	102.81
<b>Sub total</b>	<b>643.83</b>	<b>1,111.79</b>
<b>Total</b>	<b>1,711.80</b>	<b>3,328.13</b>
<b>21 Other current assets</b>		
Unbilled revenue	677.74	274.80
Interest accrued but not due on advances	16.01	31.95
<b>Total</b>	<b>693.75</b>	<b>306.75</b>
	<b>Year ended 31 March 2015 Rs. in lakhs</b>	<b>Year ended 31 March 2014 Rs. in lakhs</b>
<b>22 Revenue from operations</b>		
Advertising and sponsorship revenue	4,623.36	6,706.54
Mobile short messaging and other related services	1,740.66	1,129.19
Sale of magazines	344.90	714.10
Sale of stalls at exhibitions	516.40	823.93
Income from travel and tour services	-	190.15
Other operating revenue	206.75	638.00
<b>Total</b>	<b>7,432.07</b>	<b>10,201.91</b>



## Summary of significant accounting policies and other explanatory information for the year ended 31 March, 2015

	Year ended 31 March 2015 Rs. in lakhs	Year ended 31 March 2014 Rs. in lakhs
<b>23 Other income</b>		
<b>Interest income on :</b>		
Bank deposits	341.06	144.72
Long-term investments	28.66	28.42
Loans and advances	304.09	2,629.47
Dividend income from current investments	-	228.80
Profit on sale of current investments	126.29	29.55
Excess provision/sundry balances written back	29.32	381.28
Exchange difference (net)	-	13.23
Profit on disposal fixed of assets	-	321.81
Profit on sale of website	-	173.03
Business support services	-	1,048.33
Reversal of employee stock compensation expenses	36.69	17.82
Miscellaneous income	372.44	83.68
<b>Total</b>	<b>1,238.55</b>	<b>5,100.14</b>
<b>24 Prior period income (net)</b>		
Salaries, wages and bonus*	-	163.45
Advertising and sponsorship revenue	-	(23.69)
Power and fuel	-	(0.04)
Communication costs	-	(0.02)
Repairs and maintenance - others	-	(5.19)
Legal and professional expenses	-	(0.95)
Interest income	-	(0.29)
<b>Total</b>	<b>-</b>	<b>133.27</b>

\* The same represents the amount received back by the Company in respect of the managerial remuneration paid by the Company in excess of the limits prescribed under the Act.

## Summary of significant accounting policies and other explanatory information for the year ended 31 March, 2015

	Year ended 31 March 2015 Rs. in lakhs	Year ended 31 March 2014 Rs. in lakhs
<b>25 Cost of materials consumed</b>		
<b>Opening stock</b>		
Raw material	52.23	-
Add : Purchases/transfer	244.51	517.68
	<b>296.74</b>	<b>517.68</b>
<b>Less : Closing stock</b>		
Raw material	90.89	52.23
<b>Total</b>	<b>205.85</b>	<b>465.45</b>
<b>Details of raw material and components consumed</b>		
Sheet paper and reel paper	205.85	465.45
	<b>205.85</b>	<b>465.45</b>
<b>Details of transfer of raw material and components</b>		
Sheet paper and reel paper	244.51	517.68
	<b>244.51</b>	<b>517.68</b>
<b>Details of closing stock of raw material and components</b>		
Sheet paper and reel paper	90.89	52.23
	<b>90.89</b>	<b>52.23</b>
<b>26 Employee benefit expenses</b>		
Salaries, wages and bonus	2,822.11	5,508.40
Contribution to provident fund and employees' state insurance	216.66	290.46
Staff welfare expenses	273.16	457.59
Gratuity and compensated absences	87.47	47.82
<b>Total</b>	<b>3,399.40</b>	<b>6,304.27</b>

## Summary of significant accounting policies and other explanatory information for the year ended 31 March, 2015

	Year ended 31 March 2015 Rs. in lakhs	Year ended 31 March 2014 Rs. in lakhs
<b>27 Other operating expenses</b>		
Consumption of stores and spares	8.36	31.51
Power and fuel	148.38	216.40
Distribution, advertising and business promotion	712.61	1,157.41
Rent	699.33	1,247.82
Repairs and maintenance - Plant and equipments	91.69	159.07
Repairs and maintenance - Building	-	0.22
Repairs and maintenance - Others	115.90	148.35
Insurance	32.26	29.54
Rates and taxes	210.07	401.77
Legal and professional expenses	389.21	851.29
Directors sitting fee	32.80	1.95
Site support cost	734.42	768.22
Bad debts /advances written off /provided for	110.23	411.69
Studio and equipment hire charges	12.51	200.58
Event expenses	417.05	1,659.26
Content and franchise expenses	386.65	691.30
Media professional fee	215.63	30.90
License fees	2.10	51.51
Travelling and conveyance	378.01	856.87
Communication costs	141.48	223.09
Printing and stationery	19.45	46.03
Vehicle running and maintenance	109.33	217.04
Membership and subscription expenses	10.07	22.97
Payment to auditor (Refer details below)	90.17	93.78
Printing cost	196.85	515.24
Exchange difference (net)	12.42	-
Loss on disposal of fixed asset	2.14	-
Miscellaneous expenses	370.72	384.08
<b>Total</b>	<b>5,649.84</b>	<b>10,417.89</b>
<b>Payments to statutory auditor*</b>		
For statutory audit	81.80	83.50
For reimbursement of expenses	8.37	10.28
	<b>90.17</b>	<b>93.78</b>
*Excluding service tax		
<b>28 Depreciation and amortization expense</b>		
Depreciation of tangible assets	263.53	351.68
Amortisation of intangible assets	181.95	451.70
<b>Total</b>	<b>445.48</b>	<b>803.38</b>

## Summary of significant accounting policies and other explanatory information for the year ended 31 March, 2015

	Year ended 31 March 2015 Rs. in lakhs	Year ended 31 March 2014 Rs. in lakhs
<b>29 Finance costs</b>		
Interest expense on:		
Term Loan	-	12.22
Cash credit/bank overdraft facilities	2,331.54	295.67
Public deposits	3,145.63	3,926.90
Other financial charges	275.35	1,157.89
<b>Total</b>	<b>5,752.52</b>	<b>5,392.68</b>
<b>30 Exceptional items</b>		
Gain on disposal of investment in subsidiaries	-	(5.35)
Indemnity provision written back (refer note 9)	-	(2,023.64)
Balances written off related to discontinuing operations	-	325.60
Termination benefits and related consultancy charges	762.00	542.35
Obsolescence / impairment in value of fixed assets	512.98	289.28
Balances written off	39,886.77	417.82
Provision for diminution in the value of investments in subsidiaries	20,810.95	
<b>Total</b>	<b>61,972.70</b>	<b>(453.94)</b>
<b>31 Earnings per share</b>		
Loss after tax attributable to equity shareholders	(68,755.16)	(7,494.42)
Weighted average number of equity shares in calculating basic earnings per share	1,046,783,633	1,046,644,161
Nominal value of equity share	5.00	5.00
<b>Earnings per share (basic and diluted)</b>	<b>(6.57)</b>	<b>(0.72)</b>

\*since the potential equity shares are anti-dilutive, diluted earnings per share is same as basic earnings per share

## Summary of significant accounting policies and other explanatory information for the year ended 31 March, 2015

### 32 Related party disclosures

As per Accounting Standard 18, the disclosures of transactions with the related parties are given below

(i) List of related parties where control exists and related parties with whom transactions have taken place and relationships

Sr No	Name of Related Party	Relationship
1	Independent Media Trust (w.e.f. 07.07.2014)	Enterprises exercising control
2	Adventure Marketing Private Limited (w.e.f. 07.07.2014)#	
3	Watermark Infratech Private Limited (w.e.f. 07.07.2014)#	
4	Colorful Media Private Limited (w.e.f. 07.07.2014)#	
5	RB Media Holdings Private Limited (w.e.f. 07.07.2014)#	
6	RB Mediasoft Private Limited (w.e.f. 07.07.2014)#	
7	RRB Mediasoft Private Limited (w.e.f. 07.07.2014)#	
8	RB Holdings Private Limited (w.e.f. 07.07.2014)#	
9	Reliance Industries Limited (RIL) (w.e.f. 07.07.2014)	Beneficiary/Protector of Independent Media Trust
10	Reliance Industrial Investments and Holdings Limited (w.e.f. 07.07.2014)	
11	Television Eighteen Mauritius Limited	Susiary
12	Capital18 Fincap Private Limited	
13	Television Eighteen Media and Investments Limited	
14	Network18 Holdings Limited	
15	Digital 18 Media Limited	
16	RRB Investments Private Limited	
17	Setpro18 Distribution Limited	
18	TV18 Broadcast Limited	
19	Infomedia Press Limited	
20	NW 18 HSN Holdings Plc (formerly TV18 HSN Holdings Limited) Cyprus	
21	BK Holdings Limited (Amalgamated with Network18 Holdings Ltd w.e.f. 03.06. 2014)	
22	Capital18 Limited, Mauritius(Amalgamated with Network18 Holdings Ltd w.e.f. 03.06. 2014)	
23	RRK Finhold Private Limited	
24	RVT Finhold Private Limited	
25	Greycells 18 Media Limited	
26	Colosceum Media Private Limited	
27	Stargaze Entertainment Private Limited	
28	Web 18 Holdings Limited, Cyprus	
29	E-18 Limited, Cyprus	
30	Web 18 Software Services Limited	
31	e - Eighteen.com Limited	
32	Moneycontrol Dot Com India Limited	
33	ibn18 (Mauritius) Limited	
34	AETN18 Media Private Limited	

## Summary of significant accounting policies and other explanatory information for the year ended 31 March, 2015

Sr No	Name of Related Party	Relationship
35	RVT Media Private Limited	Susiary
36	TV18 Home Shopping Network Limited	
37	Big Tree Entertainment Private Limited	
38	Reed Infomedia India Private Limited	
39	Equator Trading Enterprise Limited (w.e.f. 22.01.2014)	
40	Panorama Entertainment Private Limited (w.e.f. 22.01.2014)	
41	Prism TV Private Limited (w.e.f. 22.01.2014)	
42	Viacom18 Media Private Limited	Joint ventures
43	IBN Lokmat News Private Limited	
44	Indiacast UTV Media Distribution Private Limited	
45	Indiacast UK Limited	
46	Indiacast US Limited	
47	Indiacast Media Distribution Pvt. Limited	
48	24 X 7 Learning Private Limited	Associates
49	A P Parigi (w.e.f. 29.01.2015)	Key Management Personnel
50	Raghav Bahl ( upto 07.07.2014)	
51	Vandana Malik ( upto 07.07.2014)	Relatives of Key Management Personnel
52	Network18 Group Senior Professional Welfare Trust	Enterprises over which Key Managerial Personnel are able to exercise significant influence
53	Network18 Media Trust	
54	Network18 Employees Welfare Trust	
55	Network18 Shareholders Trust	
56	VT Softech Private Limited ( upto 07.07.2014)	
57	VT Media Private Limited ( upto 07.07.2014)	
58	Keyman Financial Services Private Limited ( upto 07.07.2014)	
59	RB Investments Private Limited ( upto 07.07.2014)	
60	Web18 Securities Private Limited ( upto 07.07.2014)	
61	B.K. Media Mauritius Private Limited ( upto 07.07.2014)	
62	Reliance Retail Limited (w.e.f. 07.07.2014)*	Fellow Subsidiary

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

\* Subsidiary of RIL, the sole beneficiary of Independent Media Trust

## Summary of significant accounting policies and other explanatory information for the year ended 31 March, 2015

Particulars	Rs. in lakhs				
	Subsidiaries	Associates	Joint Ventures	Entity under significant influence/control of KMP or their relatives	Key Management Personnel and their relatives
<b>b. Transactions during the year</b>					
<b>Income from operation and other income</b>					
TV18 Broadcast Limited	6.88	-	-	-	-
	(1,010.21)	(-)	(-)	(-)	(-)
e-Eighteen.com Limited	8.83	-	-	-	-
	(133.61)	(-)	(-)	(-)	(-)
Viacom18 Media Private Limited	-	-	154.60	-	-
	-	(-)	(234.15)	(-)	(-)
Digital 18 Media Limited	-	-	-	-	-
	(231.66)	(-)	(-)	(-)	(-)
TV18 Home Shopping Network Limited	-	-	-	-	-
	(73.41)	(-)	(-)	(-)	(-)
Infomedia Press Limited	-	-	-	-	-
	(100.00)	(-)	(-)	(-)	(-)
Big Tree Entertainment Private Limited	-	-	-	-	-
	(33.60)	(-)	(-)	(-)	(-)
AETN18 Media Private Limited	1.00	-	-	-	-
	(147.74)	(-)	(-)	(-)	(-)
Indiacast UTV Media Distribution Services Pvt Ltd	-	-	4.52	-	-
	(-)	(-)	(6.90)	(-)	(-)
IndiaCast US Limited	-	-	75.58	-	-
	(-)	(-)	(21.12)	(-)	(-)
Indiacast UK Limited	-	-	1.98	-	-
	(-)	(-)	(-)	(-)	(-)
<b>Expenditure for services received</b>					
TV18 Broadcast Limited	6.64	-	-	-	-
	(417.24)	(-)	(-)	(-)	(-)
e-Eighteen.com Limited	3.24	-	-	-	-
	(3.03)	(-)	(-)	(-)	(-)
Viacom18 Media Private Limited	-	-	3.78	-	-
	(-)	(-)	(21.51)	(-)	(-)
Digital 18 Media Limited	-	-	-	-	-
	(8.75)	(-)	(-)	(-)	(-)
AETN18 Media Private Limited	1.11	-	-	-	-
	(8.12)	(-)	(-)	(-)	(-)
Web18 Software Services Limited	12.39	-	-	-	-
	(21.63)	(-)	(-)	(-)	(-)
Raghav Bahl*	-	-	-	-	-
	(-)	(-)	(-)	(-)	(75.96)
Vandana Malik	-	-	-	-	-
	(-)	(-)	(-)	(-)	(72.00)

## Summary of significant accounting policies and other explanatory information for the year ended 31 March, 2015

Particulars	Rs. in lakhs				
	Subsidiaries	Associates	Joint Ventures	Entity under significant influence/control of KMP or their relatives	Key Management Personnel and their relatives
IBN Lokmat News Private Limited	-	-	-	-	-
	(-)	(-)	(10.44)	(-)	(-)
Reliance Retail Limited	5.37	-	-	-	-
	(-)	(-)	(-)	-	(-)
Webdunia.Com (I) Private Limited	-	-	-	34.13	-
	-	-	-	-	-
* Does not include gratuity and compensated absences as these are provided in the books on the basis of actuarial valuation for the Company as a whole and hence individual figures cannot be determined					
<b>Interest received from</b>					
Infomedia Press Limited	303.45	-	-	-	-
	(295.19)	(-)	(-)	(-)	(-)
Capital18 Fincap Private Limited	0.19	-	-	-	-
	(-)	(-)	(-)	(-)	(-)
TV18 Home Shopping Network Limited	-	-	-	-	-
	(2,005.38)	(-)	(-)	(-)	(-)
RRB Investments Private Limited	-	-	-	-	-
	(219.82)	(-)	(-)	(-)	(-)
<b>Interest paid</b>					
TV18 Broadcast Limited	87.02	-	-	-	-
	(-)	(-)	(-)	(-)	(-)
<b>Reimbursement of expenses (paid)</b>					
TV18 Home Shopping Network Limited	181.75	-	-	-	-
	(-)	(-)	(-)	(-)	(-)
TV18 Broadcast Limited	221.16	-	-	-	-
	(307.61)	(-)	(-)	(-)	(-)
e-Eighteen.com Limited	664.35	-	-	-	-
	(342.56)	(-)	(-)	(-)	(-)
Infomedia Press Limited	-	-	-	-	-
	(1.49)	(-)	(-)	(-)	(-)
Viacom18 Media Private Limited	-	-	0.29	-	-
	(-)	(-)	(0.02)	(-)	(-)
Greycells 18 Media Limited	4.65	-	-	-	-
	(-)	(-)	(-)	(-)	(-)
AETN18 Media Private Limited	-	-	-	-	-
	(25.40)	(-)	(-)	(-)	(-)
24 X 7 Learning Private Limited	-	-	-	-	-
	(-)	(-)	(4.21)	(-)	(-)
Web 18 Software Services Limited	-	-	-	-	-
	(0.66)	(-)	(-)	(-)	(-)



## Summary of significant accounting policies and other explanatory information for the year ended 31 March, 2015

Particulars	Rs. in lakhs				
	Subsidiaries	Associates	Joint Ventures	Entity under significant influence/control of KMP or their relatives	Key Management Personnel and their relatives
<b>Reimbursement of expenses (received)</b>					
TV18 Broadcast Limited	1,388.91	-	-	-	-
	(566.61)	(-)	(-)	(-)	(-)
e-Eighteen.com Limited	655.22	-	-	-	-
	(1,086.22)	(-)	(-)	(-)	(-)
Viacom18 Media Private Limited	-	-	6.49	-	-
	(-)	(-)	(22.54)	(-)	(-)
Digital 18 Media Limited	163.22	-	-	-	-
	(109.87)	(-)	(-)	(-)	(-)
TV18 Home Shopping Network Limited	336.99	-	-	-	-
	(121.26)	(-)	(-)	(-)	(-)
Infomedia Press Limited	-	-	-	-	-
	(2.02)	(-)	(-)	(-)	(-)
Big Tree Entertainment Private Limited	10.00	-	-	-	-
	(5.72)	(-)	(-)	(-)	(-)
AETN18 Media Private Limited	29.60	-	-	-	-
	(10.21)	(-)	(-)	(-)	(-)
IBN Lokmat News Private Limited	-	-	67.45	-	-
	(-)	(-)	(52.60)	(-)	(-)
Colosseum Media Private Limited	0.79	-	-	-	-
	(0.03)	(-)	(-)	(-)	(-)
Greycells 18 Media Limited	77.98	-	-	-	-
	(26.24)	(-)	(-)	(-)	(-)
Panorama Television Private Limited	7.10	-	-	-	-
	(4.21)	(-)	(-)	(-)	(-)
Prism Television Private Limited	1.72	-	-	-	-
	(-)	(-)	(-)	(-)	(-)
Web18 Software Services Limited	0.45	-	-	-	-
	(-)	(-)	(-)	(-)	(-)
<b>Exceptional item (provision for doubtful advances)</b>					
Television Eighteen Mauritius Limited	499.78	-	-	-	-
	(-)	(-)	(-)	(-)	(-)
Infomedia Press Limited	467.76	-	-	-	-
	(-)	(-)	(-)	(-)	(-)
Network18 Group Senior Professional Welfare Trust	-	-	-	37,953.94	-
	(-)	(-)	(-)	(-)	(-)
<b>Loans/advances given during the year</b>					
Infomedia Press Limited	-	-	-	-	-
	(813.00)	(-)	(-)	(-)	(-)
RRB Investments Private Limited	-	-	-	-	-
	(8,115.00)	(-)	(-)	(-)	(-)

## Summary of significant accounting policies and other explanatory information for the year ended 31 March, 2015

Particulars	Rs. in lakhs				
	Subsidiaries	Associates	Joint Ventures	Entity under significant influence/control of KMP or their relatives	Key Management Personnel and their relatives
TV18 Home Shopping Network Limited	-	-	-	-	-
	(9,011.46)	(-)	(-)	(-)	(-)
Capital 18 Finacap private Limited	115.00	-	-	-	-
	(-)	(-)	(-)	(-)	(-)
<b>Loans/advances taken during theyear</b>					
TV18 Broadcast Limited	14,000.00	-	-	-	-
	(-)	(-)	(-)	(-)	(-)
<b>Loans/advances received back given during the year</b>					
Infomedia Press Limited	-	-	-	-	-
	(130.00)	(-)	(-)	(-)	(-)
RRB Investments Private Limited	-	-	-	-	-
	(8,115.00)	(-)	(-)	(-)	(-)
TV18 Home Shopping Network Limited	-	-	-	-	-
	(21,786.46)	(-)	(-)	(-)	(-)
<b>Investments purchase from during the year</b>					
Big Tree Entertainment Private Limited	4,767.54	-	-	-	-
	(-)	(-)	(-)	(-)	(-)
Infomedia Press Limited	45.89	-	-	-	-
	(-)	(-)	(-)	(-)	(-)
Digital 18 Media Limited	265.00	-	-	-	-
	(355.00)	(-)	(-)	(-)	(-)
Capital18 Fincap Private Limited	1,077.00	-	-	-	-
	(1,445.00)	(-)	(-)	(-)	(-)
RRB Investments Private Limited	-	-	-	-	-
	(2,522.00)	(-)	(-)	(-)	(-)
TV18 Home Shopping Network Limited	-	-	-	-	-
	(24,938.74)	(-)	(-)	(-)	(-)
Network 18 Holdings Limited	-	-	-	-	-
	(7,179.90)	(-)	(-)	(-)	(-)
<b>Provision for diminution in value of investment</b>					
Network18 Media Trust	13,881.95	-	-	-	-
	(-)	(-)	(-)	(-)	(-)
Digital 18 Media Limited	4,320.00	-	-	-	-
	(-)	(-)	(-)	(-)	(-)
Digital 18 Media Limited -Investment in Equity	5.00	-	-	-	-
	(-)	(-)	(-)	(-)	(-)
RRB Investments Private Limited	2,604.00	-	-	-	-
	(-)	(-)	(-)	(-)	(-)

## Summary of significant accounting policies and other explanatory information for the year ended 31 March, 2015

Particulars	Rs. in lakhs				
	Subsidiaries	Associates	Joint Ventures	Entity under significant influence/control of KMP or their relatives	Key Management Personnel and their relatives
<b>Investment in debentures redeemed</b>					
Capital18 Fincap Private Limited	2,740.00	-	-	-	-
	(298.00)	(-)	(-)	(-)	(-)
<b>Assets transferred</b>					
IndiaCast Media Distribution Private Limited	-	-	-	-	-
	(-)	(-)	(1.63)	(-)	(-)
<b>Investment sold during the year</b>					
RRB Investments Private Limited	-	-	-	-	-
	(2.00)	(-)	(-)	(-)	(-)
Setpro18 Distribution Limited	-	-	-	-	-
	(3.30)	(-)	(-)	(-)	(-)
Reed Infomedia India Private Limited	-	-	-	-	-
	(0.05)	(-)	(-)	(-)	(-)
VT Media Private Limited				-	
				(2,500)	
<b>Redemption of Preference Share Capital</b>					
Keyman Financial Services Private Limited	-	-	-	-	-
	(7,065.00)	(-)	(-)	(-)	(-)
RB Investments Private Limited	-	-	-	-	-
	(2,441.66)	(-)	(-)	(-)	(-)
<b>Refund of remuneration received</b>					
Raghav Bahl	-	-	-	-	-
	(-)	(-)	(-)	(-)	(201.68)
<b>Amount due from</b>					
TV18 Broadcast Limited	85.71	-	-	-	-
	(159.98)	(-)	(-)	(-)	(-)
Viacom18 Media Private Limited	-	-	326.31	-	-
	(-)	(-)	(215.89)	(-)	(-)
Digital 18 Media Limited	11.63	-	-	-	-
	(102.51)	(-)	(-)	(-)	(-)
TV18 Home Shopping Network Limited	42.28	-	-	-	-
	(50.68)	(-)	(-)	(-)	(-)
Infomedia Press Limited	3,113.86	-	-	-	-
	(2,892.13)	(-)	(-)	(-)	(-)
AETN18 Media Private Limited	-	-	-	-	-
	(35.22)	(-)	(-)	(-)	(-)
Indiacast UTV Media Distribution Services Pvt Ltd	-	-	-	-	-
	(-)	(-)	(6.76)	(-)	(-)
IndiaCast US Limited	-	-	-	-	-
	(-)	(-)	(11.57)	(-)	(-)

## Summary of significant accounting policies and other explanatory information for the year ended 31 March, 2015

Particulars	Rs. in lakhs				
	Subsidiaries	Associates	Joint Ventures	Entity under significant influence/control of KMP or their relatives	Key Management Personnel and their relatives
Network18 Group Senior Professional Welfare Trust	-	-	-	50,294.24	-
	(-)	(-)	(-)	(50,294.24)	(-)
Network18 Employees Welfare Trust	-	-	-	7.00	-
	(-)	(-)	(-)	(7.00)	(-)
IBN Lokmat News Private Limited	-	-	7.50	-	-
	(-)	(-)	(18.03)	(-)	(-)
Greycells 18 Media Limited	76.03	-	-	-	-
	(22.15)	(-)	(-)	(-)	(-)
VT Softech Private Limited	-	-	-	70.10	-
	(-)	(-)	(-)	(70.10)	(-)
Web18 Securities Private Limited	-	-	-	210.72	-
	(-)	(-)	(-)	(210.72)	(-)
Television Eighteen Mauritius Limited	499.78	-	-	-	-
	(499.78)	(-)	(-)	(-)	(-)
Web 18 Software Services Limited	30.06	-	-	-	-
	(29.01)	(-)	(-)	(-)	(-)
Panorama TV Private Limited	2.91	-	-	-	-
	(4.64)	(-)	(-)	(-)	(-)
Prism TV Private Limited	1.93	-	-	-	-
	(-)	(-)	(-)	(-)	(-)
Colosseum Media Private Limited	-	-	-	-	-
	(0.03)	(-)	(-)	(-)	(-)
Network18 Shareholders Trust	-	-	-	-	-
	(-)	(-)	(-)	(0.05)	(-)
RRB Investments Private Limited	0.19	-	-	-	-
	(-)	(-)	(-)	(-)	(-)
RRK Finhold Private Limited	0.59	-	-	-	-
	(-)	(-)	(-)	(-)	(-)
RVT Media Private Limited	0.16	-	-	-	-
	(-)	(-)	(-)	(-)	(-)
Capital18 Fincap Private Limited	115.19	-	-	-	-
	(-)	(-)	(-)	(-)	(-)
Setpro18 Distribution Limited	0.09	-	-	-	-
	(-)	(-)	(-)	(-)	(-)
Network 18 Media Trust	-	-	-	1.30	-
	(-)	(-)	(-)	(-)	(-)
Network18 Shareholders Trust	-	-	-	0.38	-
	(-)	(-)	(-)	(-)	(-)
TV18 Shareholders Trust	-	-	-	0.30	-
	(-)	(-)	(-)	(-)	(-)

## Summary of significant accounting policies and other explanatory information for the year ended 31 March, 2015

Particulars	Rs. in lakhs				
	Subsidiaries	Associates	Joint Ventures	Entity under significant influence/control of KMP or their relatives	Key Management Personnel and their relatives
<b>Amount due to</b>					
BK Media Mauritius Private Limited	-	-	-	2.46	-
	(-)	(-)	(-)	(2.46)	(-)
e-Eighteen.com Limited	159.38	-	-	-	-
	(1,192.81)	(-)	(-)	(-)	(-)
TV18 Broadcast Limited	14,078.32	-	-	-	-
	(-)	(-)	(-)	(-)	(-)
Big Tree Entertainment Private Limited	10.32	-	-	-	-
	(8.35)	(-)	(-)	(-)	(-)
E-18 Limited, Cyprus	3.29	-	-	-	-
	(3.29)	(-)	(-)	(-)	(-)
Network 18 Holdings Limited	21,719.94	-	-	-	-
	(21,720.19)	(-)	(-)	(-)	(-)
24 X 7 Learning Private Limited	-	-	-	-	-
	(-)	(2.81)	(-)	(-)	(-)
Prism TV Private Limited	-	-	-	-	-
	(138.84)	(-)	(-)	(-)	(-)
AETN18 Media Private Limited	0.25	-	-	-	-
	(-)	(-)	(-)	(-)	(-)
<b>Corporate gurantee given</b>					
TV18 Home Shopping Network Limited	-	-	-	-	-
	(2,500.00)	(-)	(-)	(-)	(-)
<b>Corporate gurantee released</b>					
TV18 Broadcast Limited	-	-	-	-	-
	(3,375.00)	(-)	(-)	(-)	(-)
BK Holdings Limited	-	-	-	-	-
	(23,115.75)	(-)	(-)	(-)	(-)
<b>Provsion for doubtful advances</b>					
Viacom18 Media Private Limited	277.54	-	-	-	-
	(277.54)	(-)	(-)	(-)	(-)
VT Softech Private Limited	-	-	-	70.10	-
	(-)	(-)	(-)	(70.10)	(-)
Web18 Securities Private Limited	-	-	-	210.72	-
	(-)	(-)	(-)	(210.72)	(-)
Network18 Emp. Welfare Trust	-	-	-	7.00	-
	(-)	(-)	(-)	(-)	(-)
Network18 Shareholders Trust	-	-	-	0.38	-
	(-)	(-)	(-)	(-)	(-)
TV18 Shareholders Trust	-	-	-	0.30	-
	(-)	(-)	(-)	(-)	(-)

## Summary of significant accounting policies and other explanatory information for the year ended 31 March, 2015

### 33. Employee benefits

Particulars	Rs. in lakhs			
	Year ended 31 March 2015		Year ended 31 March 2014	
	Gratuity	Compensated absences	Gratuity	Compensated absences
Current service cost	41.59	40.49	40.95	38.60
Interest cost	18.02	10.68	32.94	22.82
Gain on curtailments	-	-	-	(23.48)
Net actuarial loss /(gain) recognised in the year	121.53	(4.35)	(60.08)	(3.92)
<b>Net benefit expense</b>	<b>181.14</b>	<b>46.82</b>	13.81	34.02

Note: Out of the total net benefit expense on account of gratuity and compensated absences Rs. 140.49 lakhs is classified as an exceptional item and Rs.87.47 lakhs is part of employee benefit expense.

Changes in the present value of the defined benefit obligation are as follows:

Rs. in lakhs

Particulars	Rs. in lakhs			
	Year ended 31 March 2015		Year ended 31 March 2014	
	Gratuity	Compensated absences	Gratuity	Compensated absences
Present value of obligations as at the beginning of the year	220.98	138.48	387.56	291.98
Current service cost	41.59	40.49	40.95	38.60
Interest cost	18.02	10.68	32.94	22.82
Gain on curtailments	(12.60)	(8.45)	-	(23.48)
Benefit paid	(182.17)	(67.36)	(180.39)	(187.52)
Net actuarial loss /(gain) recognized in the year	121.53	(4.35)	(60.08)	(3.92)
<b>Present value of obligations as at the end of the year</b>	<b>207.35</b>	<b>109.49</b>	220.98	138.48

Net liability amount recognized in the balance sheet

Rs. in lakhs

Particulars	Rs. in lakhs			
	Year ended 31 March 2015		Year ended 31 March 2014	
	Gratuity	Compensated absences	Gratuity	Compensated absences
Non-current liability	202.42	104.83	215.63	134.50
Current liability	4.93	4.66	5.35	3.98
<b>Total Net Liability</b>	<b>207.35</b>	<b>109.49</b>	220.98	138.48

The present value of defined benefit obligations and experience adjustments arising on plan liabilities in current and previous four annual period is as below:

Rs. In Lakhs

	As at 31 March 2011	As at 31 March 2-12	As at 31 March 2013	As at 31 March 2014	As at 31 March 2015
Present value of defined benefit obligation	102.95	427.60	387.56	220.98	207.35

## Summary of significant accounting policies and other explanatory information for the year ended 31 March, 2015

The principal assumptions used in determining liability towards gratuity and compensated absences are shown below:

Particulars	Rs. in lakhs			
	Year ended 31 March 2015		Year ended 31 March 2014	
	Gratuity	Compensated absences	Gratuity	Compensated absences
Discount rate	8.00	8.00	8.50	8.50
Expected salary escalation rate	5.50	5.50	6.00	6.00
Mortality table	IALM (2006-08)		IALM (2006-08)	
Withdrawal rate	Age	Percentage	Age	Percentage
	Upto 30 years	3	Upto 30 years	3
	Upto 44 years	2	Upto 44 years	2
	Above 44 years	1	Above 44 years	1

Estimates of future salary increases considered in actuarial valuation, take account of inflation, seniority, promotion and other relevant factors, such as supply and demand in the employment market.

### Defined contribution plan

The Company has contributed Rs. 216.66 Lakhs (previous year Rs. 290.46 Lakhs) to Contribution to provident fund and employees' state insurance.

### Other long term employee benefits

The Company, along with its subsidiary company, TV18 Broadcast Limited, has jointly established an Employee Welfare Plan dated 2 February 2009 for the benefit of their existing and future employees and to administer the same, a Trust named Network18 Group Senior Professional Welfare Trust has been constituted under the Indian Trusts Act, 1881 vide Trust Deed dated 19 February 2009.

The Employee Welfare Plan provides that any accretion to the corpus of the Trust (like dividends, profit on sale of investments, interest income, etc.) will be utilized for the benefit of beneficiaries upon occurrence of certain specific events. It further provides that the amount of benefit to be provided out of such accretion will be at the discretion of the trustees.

During the year ended 31 March 2015 and 31 March 2014, there were no net accretions to the corpus of the aforementioned Trust and accordingly no liability or plan assets have been provided/recognized in these financial statements.

### 34. Obligation on long term, non-cancellable operating leases

The Company has taken various office premises under operating lease agreements. The lease term of these leases ranges between 1 to 5 years and they are renewable by mutual consent. There are no sub leases or restrictions imposed by lease arrangements. There are certain lease agreements with escalation clauses during the initial lease term. Lease payments during the period recognised in the statement of profit and loss amount to - Rs.699.33 lakhs (Rs.1247.82 lakhs)

Particulars	Rs. In lakhs	
	As at 31 March 2015	As at 31 March 2014
Payable not later than one year	151.75	624.99
Payable later than one year but not later than five years	20.22	534.71
Payable later than five years	-	-
<b>Total</b>	<b>171.97</b>	<b>1159.70</b>

## Summary of significant accounting policies and other explanatory information for the year ended 31 March, 2015

35. Contingent liabilities and other commitments Particulars	As at 31 March	Rs. In lakhs
	2015	As at 31 March 2014
Capital commitments	185.41	250.71
Corporate guarantees given in connection with borrowings of subsidiaries		
TV18 Broadcast Limited (Formerly ibn18 Broadcast Limited)	986.00	2,322.00
TV18 Home Shopping Network Limited	7,833.06	3,524.31
<b>Total</b>	<b>8,819.06</b>	<b>5,846.31</b>

The Company has issued letters of financial support to certain subsidiary companies – TV Home Shopping Network Limited, Moneycontrol.com India Limited, Web18 Software services Limited and Infomedia Press Limited.

### Claims against the company not acknowledged as debts

Demand for stamp duty on transfer of property Rs. 86.77 lakhs (previous year Rs 86.77 lakhs)

Contingent payments under agreements for sale of subsidiaries- Rs. 169.93 Lakhs (previous year Rs 169.93 lakhs)

### Other litigations

Victor Fernandes and others ('plaintiffs') had filed a derivative action suit before the Bombay High Court against Raghav Bahl, TV18 and other TV18 group entities alleging that all business opportunities undertaken by the Network18 Group should be routed through e-Eighteen.com Limited. The plaintiffs have valued their claim in the suit at Rs. 3,11,406.00 lakhs. The suit is currently pending. Victor Fernandes has also filed an appeal before the Supreme court against an order of Securities Appellate Tribunal regarding grant of listing approval by NSE for the rights issue.

Based on the legal advice by the legal counsel, management is of the view that the above claim made by the plaintiffs is unlikely to succeed and has accordingly made no provisions for the same in the financial statements.

36. Value of imported and indigenous material consumed Particulars	As at 31 March	Rs. In lakhs
	2015	As at 31 March 2014
<b>Paper, inks, printing and binding materials :</b>		
Raw materials and components		
Imported		
- Amount	189.42	453.49
- Percentage	92%	97%
Indigenous		
- Amount	16.43	11.96
- Percentage	8%	3%
<b>Total</b>	<b>205.85</b>	<b>465.45</b>
<b>Analysis of material consumed</b>		
Paper sheets	30.67	92.82
Paper reels	175.18	372.63
	<b>205.85</b>	<b>465.45</b>



## Summary of significant accounting policies and other explanatory information for the year ended 31 March, 2015

### 37. Particulars of unhedged foreign currency exposure as at the reporting date as at 31 March 2015

	31 March 2015 (amount of foreign currency)	31 March 2015 (Rs. In Lakhs)	31 March 2014 (amount of foreign currency)	31 March 2014 (Rs. In Lakhs)
<b>Import trade payable</b>				
Trade payable US\$	74,441	46.59	81,829	49.18
Trade payable GBP	1,402	1.30	1,358	1.36
Trade payable S\$	150	0.07	1,598	0.76
Trade payable C\$	-	-	461	0.25
<b>Export trade receivable</b>				
Trade receivable US\$	281,361	176.10	322,857	194.04
Trade receivable GBP	2,618	2.42	2,615	2.61
<b>Trade advances paid</b>				
Trade advances US\$	-	-	4,948	3.02
Trade advances GBP	-	-	70	0.07

### 38. Expenditure in foreign currency (accrual basis)

Particulars	Rs. In lakhs	
	As at 31 March 2015	As at 31 March 2014
Content and franchise expenses	100.58	149.41
Distribution, advertising and business promotion	9.47	38.38
Communication expenses	3.68	9.30
Membership and subscription expenses	0.26	0.23
Royalty / License fees	0.15	51.35
Legal and professional expenses	-	94.59
Travelling and conveyance	-	26.39
Event expenses	-	183.35
Repairs and maintenance	-	0.11
Miscellaneous expenses	-	0.02
<b>Total</b>	<b>114.14</b>	<b>553.13</b>

### 39. Earnings in foreign currency (accrual basis)

Particulars	Rs. In lakhs	
	As at 31 March 2015	As at 31 March 2014
Advertising and sponsorship revenue	931.89	754.94
Other operating revenue	73.84	31.31
<b>Total</b>	<b>1,005.73</b>	<b>786.25</b>

## Summary of significant accounting policies and other explanatory information for the year ended 31 March, 2015

### 40. Employee Stock Option Plans

a. The Company's Employee Stock Option Plans (ESOPs) framed in accordance with the Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999 ('SEBI Guidelines') which have been approved by the Board of Directors and the Shareholders are listed below. Schemes listed at serial (i) to (iv) were established as mirror schemes of the then existing ESOP schemes in Television Eighteen India Limited, in terms of the Scheme of Arrangement.

- i) The Network18 Employees Stock Option Plan 2004 (ESOP 2004)
- ii) The Network18 Senior Employees Stock Option Plan 2004 (Senior ESOP 2004)
- iii) The Network18 Employees Stock Option Plan 2005 (ESOP 2005)
- iv) The Network18 Long Term Retention Employees Stock Option Plan 2005 (Long Term Retention ESOP 2005)
- v) The Network18 Employees Stock Option Plan C 2007 (ESOP C 2007)
- vi) The Network18 Employees Stock Option Plan 2007 (ESOP 2007)

b. Salient terms of the ESOP schemes of the Company, in force, are:

Particulars	ESOP 2004	Senior ESOP 2004	Long Term Retention ESOP 2005
Number of options granted	573,600	575,976	300,000
Vesting date	After three years from the date of grant except as follows in respect of 213,000 options whose terms have been modified : (i) 50% on 11 February 2010 (ii) 50% on 11 February 2011	Except for 143,994 options, vesting details are as follows 1. One third after two years from the date of grant 2. Remaining two third after 4 years from the grant date. In respect of 143,994 options, vesting details are as follows : (i) 50% on 11 February 2010 (ii) 50% on 11 February 2011	At any time at the end of 4 years from the date of grant.
Vesting requirements	Continuation of services and such other conditions as may be prescribed	Continuation of services and such other conditions as may be prescribed	Continuation of services and such other conditions as may be prescribed
Exercise period	During two years after the vesting date.	During two years after the vesting date.	During one year after vesting date.
Method of settlement	Equity settled	Equity settled	Equity settled

## Summary of significant accounting policies and other explanatory information for the year ended 31 March, 2015

Particulars	ESOP 2005	ESOP (C) 2007	ESOP 2007
Number of options granted	915,600	700,000	3,962,736
Vesting date	Except for 51,200 options, to vest equally over three years from the date of grant. 51,200 options to vest as follows: (i) 50% on 11 February 2010 (ii) 50% on 11 February 2011	Equally over a period of six years from the date of grant.	After one year from the date of grant. The vesting shall happen in one or more tranches as may be decided by the Board
Vesting requirements	Continuation of services and such other conditions as may be prescribed	Continuation of services and such other conditions as may be prescribed	Continuation of services and such other conditions as may be prescribed
Exercise period	During one year after vesting date.	During four years after vesting date.	Exercise period will commence from the vesting date and extended upto the expiry period of the option as may be decided by the Board
Method of settlement	Equity settled	Equity settled	Equity settled

Details of modification in ESOP schemes in previous financial year

ESOP 2007	-Exercise price of 180,071 options was reduced from Rs. 37.55 to Rs. 31.90 and exercise period was extended upto 2 March 2015. -Exercise period of 5,507 options was extended upto 5 February 2015
ESOP 2004 and Senior ESOP 2004	-Exercise period of was extended upto 5 February 2015

During the previous year the Company modified the terms of certain stock options by reducing the exercise price to bring the same in line with the market price

	Modification date -28 October 2013	
	Pre modification	Post modification
Dividend yield	0.00%	0.00%
Expected volatility	55.40%	55.40%
Risk-free interest rate	8.33%	8.33%
Weighted average share price (Rs.)	31.90	31.90
Weighted average exercise price (Rs.)	34.88	29.91
Expected life of options granted (in years)	1.40	1.78

The volatility of the options is based on the historical volatility of the share price since the Company's equity shares are publicly traded.

## Summary of significant accounting policies and other explanatory information for the year ended 31 March, 2015

### c. Details of options and weighted average prices

Particulars	ESOP 2004		SENIOR ESOP 2004		LONG TERM RETENRION ESOP 2005	
	Options	Weighted Average Price	Options	Weighted Average Price	Options	Weighted Average Price
a) Outstanding at the beginning of the period	9,300 (14,700)	20.00 (20.00)	10,000 (10,000)	13.34 (13.34)	262,500 (300,000)	37.55 (37.55)
b) Granted during the period	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)
c) Exercised during the period	3,600 (-)	20 (-)	10,000 (-)	13.34 (-)	- (-)	- (-)
d) Forfeited during the period	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)
e) Expired during the period	5,700 (5,400)	20.00 (20.00)	- (-)	- (-)	262,500 (37,500)	37.55 (37.55)
f) Outstanding at the end of the period	- (9,300)	- (20.00)	- (10,000)	- (13.34)	- (262,560)	- (37.55)
g) Exercisable at the end of the period	- (9,300)	- (20.00)	- (10,000)	- (13.34)	- (262,560)	- (37.55)
h) Weighted average share price at the date of exercise	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)
i) Weighted average remaining contractual life (years)	- (0.85)	- (-)	- (0.85)	- (-)	- (0.56)	- (-)
j) Unvested Option outstanding at the end of the period	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)

Particulars	ESOP 2005		ESOP 2007 (C)		ESOP 2007	
	Options	Weighted Average Price	Options	Weighted Average Price	Options	Weighted Average Price
a) Outstanding at the beginning of the period	- (3,600)	- (20.00)	- (233,334)	- (5.00)	427,041 (621,078)	28.20 (33.10)
b) Granted during the period	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)
c) Exercised during the period	- (-)	- (-)	- (233,334)	- (5.00)	168,383 (-)	17.82 (-)
d) Forfeited during the period	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)
e) Expired during the period	- (3,600)	- (20.00)	- (-)	- (-)	157,358 (194,037)	7.56 (31.60)
f) Outstanding at the end of the period	- (-)	- (-)	- (-)	- (-)	101,300 (427,041)	- (28.20)
g) Exercisable at the end of the period	- (-)	- (-)	- (-)	- (-)	101,300 (368,541)	2.82 (31.06)
h) Weighted average share price at the date of exercise	- (-)	- (-)	- (233,334)	- (34.85)	101,300 (-)	2.82 (-)
i) Weighted average remaining contractual life (years)	- (-)	- (-)	- (-)	- (-)	- (1.79)	- (-)
j) Unvested Option outstanding at the end of the period	- (-)	- (-)	- (-)	- (5.00)	- (58,500)	- (28.20)

## Summary of significant accounting policies and other explanatory information for the year ended 31 March, 2015

The Company has adopted the intrinsic value method as promoted by the SEBI Guidelines and the Guidance Note on Accounting for Employee Share Based Payment issued by the Institute of Chartered Accountants of India for measuring the cost of the options granted.

Had the Company used the fair value method in accordance with Black Scholes Model to determine employee stock compensation, its loss after tax and loss per share as reported would have changed to the amounts indicated below:

	Rs. In lakhs	
	As at 31 March 2015	As at 31 March 2014
<b>Loss after tax as reported</b>	(68,755.17)	(7,494.41)
Add: ESOP cost using the intrinsic value method	(36.69)	(17.82)
Less: ESOP cost using the fair value method	(10.62)	(44.77)
Proforma loss after tax	<b>(68,781.24)</b>	<b>(7,463.48)</b>
<b>Loss per Share (Rs.)</b>		
<b>Basic</b>		
As reported	(6.57)	(0.72)
Proforma	(6.59)	(0.72)
<b>Diluted</b>		
As reported	(6.57)	(0.72)
Proforma	(6.59)	(0.72)

The Black Scholes valuation model has been used for computing the weighted average fair value considering the following inputs in the year 31 March 2015:

Dividend yield	0.00%
Expected volatility	66.93 %
Risk-free interest rate	5.19%
Weighted average share price (Rs.)	109.35
Weighted average exercise price (Rs.)	113.44
Expected life of options granted (in years)	1.32

#### 41. Due to Micro, Small and Medium enterprises

The management has identified enterprises which have provided goods and services to the Company and which qualify under the definition of micro, small and medium enterprises, as defined under Micro, Small and Medium Enterprises Development Act, 2006 (MSMEDA). Accordingly, the disclosure in respect of the amounts payable to such enterprises as at 31 March 2015 has been made in the financial statements based on information received and available with the Company. Further in the view of the management, the impact of interest, if any, that may be payable in accordance with the provisions of the MSMEDA is not expected to be material.

#### 42. Information pursuant to clause 32 of the listing agreements with stock exchanges

		Rs. in lakhs			
Name of the entity	Status	Balance (including interest accrued) as on		Maximum balance during the year ended	
		31 March 2015	31 March 2014	31 March 2015	31 March 2014
Infomedia Press Limited (formerly known as Infomedia 18 Limited)	Subsidiary	2,571.69	2,298.59	2,571.69	2,298.59

There are no transactions of loans and advances to subsidiaries, associate firms/ companies in which directors are interested other than as disclosed above.

There are no loans and advances in the nature of loans where there is no repayment schedule or repayment beyond seven years or no interest or interest below section 186 of the Companies Act 2013.

## Summary of significant accounting policies and other explanatory information for the year ended 31 March, 2015

### 43. Barter transactions

The Company enters into barter transactions, which are recorded at the fair value of consideration receivable or payable. The statement of profit and loss for the year 31 March 2015 reflects revenue from barter transactions of Rs 43.80 lakhs (for the year ended 31 March 2014 Rs 167.82 lakhs) and expenditure of Rs 43.80 lakhs (for the year ended 31 March 2014 Rs 167.82 lakhs) being the fair value of barter transactions provided and received

44. The Company has foreign currency receivables aggregating to Rs. 523.82 lakhs (previous year Rs.546.90 lakhs which are outstanding for more than nine months and foreign currency payables aggregating to Rs.33.05 lakhs (previous year Rs. 20.48 lakhs) which are outstanding for more than six months. The Company is in the process of dealing with the statutory implications of these delays. As the aforementioned is currently not ascertainable, the same shall be provided at the earliest practicable.

### 45. Continuing and discontinuing operations

Pursuant to the business transfer agreement dated 27 February 2013 the Yellow Pages and AskMe business undertakings, forming part of the 'Publishing' segment of the Company, have been disposed off to GetitInfoservices Private Limited. The following statement shows the revenue and expenses of continuing and discontinuing operations:

Rs. In lakhs

Particulars	Continuing Operations		Discontinuing Operations		Total	
	Year ended 31 March 2015	Year ended 31 March 2014	Year ended 31 March 2015	Year ended 31 March 2014	Year ended 31 March 2015	Year ended 31 March 2014
<b>Revenue</b>						
Revenue from operations	7,432.07	10,201.91	-	-	7,432.07	10,201.91
Other income	1,238.55	5,100.10	-	0.04	1,238.55	5,100.14
Prior period income		133.27	-	-		133.27
<b>Revenue</b>	<b>8,670.62</b>	<b>15,435.28</b>	<b>-</b>	<b>0.04</b>	<b>8,670.62</b>	<b>15,435.32</b>
<b>Expenses</b>						
Cost of materials consumed	205.85	465.45	-	-	205.85	465.45
Employee benefits expenses	3,399.40	6,224.75	-	79.52	3,399.40	6,304.27
Other operating expenses	5,649.84	10,379.14	-	38.75	5,649.84	10,417.89
Depreciation and amortization expense	445.48	803.38	-	-	445.48	803.38
Finance costs	5,752.52	5,392.68	-	-	5,752.52	5,392.68
<b>Expenses</b>	<b>15,453.09</b>	<b>23,265.40</b>	<b>-</b>	<b>118.27</b>	<b>15,453.09</b>	<b>23,383.67</b>
<b>Loss before exceptional items and tax</b>	<b>(6,782.47)</b>	<b>(7,830.12)</b>	<b>-</b>	<b>(118.23)</b>	<b>(6,782.47)</b>	<b>7,948.35</b>
Exceptional items *	61,972.70	(779.54)	-	325.60	61,972.70	(453.94)
<b>Loss before tax</b>	<b>(68,755.17)</b>	<b>(7,050.58)</b>	<b>-</b>	<b>(443.83)</b>	<b>(68,755.17)</b>	<b>(7,494.41)</b>

## Summary of significant accounting policies and other explanatory information for the year ended 31 March, 2015

*Exceptional items		Rs. In lakhs				
Particulars	Continuing Operations		Discontinuing Operations		Total	
	Year ended 31 March 2015	Year ended 31 March 2014	Year ended 31 March 2015	Year ended 31 March 2014	Year ended 31 March 2015	Year ended 31 March 2014
Gain on disposal of investment in subsidiary	-	(5.35)	-	-	-	(5.34)
Balances written off	39,886.77	417.82	-	325.60	39,886.77	743.42
Termination benefit	762.00	542.35	-	-	762.00	542.35
Obsolescence / impairment in value of fixed assets	512.98	289.28	-	-	512.98	289.28
Indemnity provision written back	-	(2,023.64)	-	-	-	(2023.65)
Provision for diminution in the value of investments in subsidiaries	20,810.95	-	-	-	20,810.95	-
<b>Total</b>	<b>61,972.70</b>	<b>(779.54)</b>	<b>-</b>	<b>325.60</b>	<b>61,972.70</b>	<b>(453.94)</b>

46. The Company is in the process of addressing the matters specified in Circular No. CIR/CFD/DIL/E/2013 dated 17 January, 2013 read together with Circular No. CIR/CFD/DIL/7/2013 dated May 13, 2013 and Circular No. CIR/CFD/POLICYCELL/14/2013 dated November 29, 2013 issued by the Securities and Exchange Board of India in respect of certain shares held by Network18 Group Senior Professional Welfare Trust.
47. As per Accounting Standard (AS) 17 on "Segment Reporting", segment information has been provided under the Notes to Consolidated Financial Statements.
48. Previous year figures have been regrouped, wherever necessary, to confirm to current year presentation.

As per our Report of even date

For **Walker Chandiook & Co. LLP**  
Chartered Accountants

per **B P Singh**  
Partner

**Place :** Noida  
**Date :** 15 April 2015

For and on behalf of Board of Directors of  
**Network18 Media & Investments Limited**

**Adil Zainulbhai**  
Chairman  
DIN

**Hariharan Mahadevan**  
Group Chief Financial Officer

**Rohit Bansal**  
Director  
DIN

**Yug Samrat**  
Company Secretary