

OPEN MEDIA NETWORK PRIVATE LIMITED

Balance Sheet as at 31st March, 2016

Particulars	Notes	As at 31 March 2016	As at 31st March,2015
<b>EQUITY AND LIABILITIES</b>			
<b>Shareholder's Funds</b>			
Share Capital	2	10,756,000	10,756,000
Reserves and Surplus	3	(198,421,608)	(92,418,186)
Money received against share warrants		-	-
<b>Non-Current Liabilities</b>			
Long -term provisions	4	3,174,666	2,585,420
<b>Current Liabilities</b>			
Short-term borrowings	5	202,753,381	87,990,676
Trade payables	6	9,081,847	8,222,668
Other current liabilities	7	21,259,671	20,449,309
Short-term provisions	8	1,165,713	2,053,357
		<b>49,769,670</b>	<b>39,639,243</b>
<b>ASSETS</b>			
<b>Non-current assets</b>			
<b>Fixed assets</b>			
Tangible assets	9	6,611,815	4,667,700
Intangible assets	10	410,827	191,012
Long- term loans and advances	11	12,525,550	6,259,500
<b>Current assets</b>			
Inventories	12	3,072,611	5,646,948
Trade receivables	13	12,991,954	8,132,938
Cash and cash equivalents	14	9,225,365	10,287,058
Short-term loans and advances	15	4,931,549	4,454,087
		<b>49,769,670</b>	<b>39,639,243</b>
Summary of Significant accounting policies	1	-	-

The accompanying notes are an integral part of the financial statements

For and on behalf of the board of directors of  
Open Media Network Private Limited

As per our report of even date


For VIDYA & CO


Firm Registration No.308022E

Chartered Accountants

  
CA. Jitendra Nagar  
Membership No. 055659  
Partner  
Place :Kolkata  
Date : 20th May, 2016



  
\_\_\_\_\_  
Director

  
\_\_\_\_\_  
Director

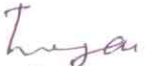
OPEN MEDIA NETWORK PRIVATE LIMITED

Statement of Profit and Loss for the year ended 31st March, 2016

Particulars	Notes	For the Year Ended 31 March 2016	For the Year Ended 31st March,2015
Revenue from operations	16	48,464,477	28,965,519
Other Income	17	42,941,920	48,635,536
<b>Total Revenue</b>		<b>91,406,397</b>	<b>77,601,055</b>
<b>Expenses:</b>			
Cost of materials consumed	18	11,375,393	10,969,839
Employee benefit expense	19	80,308,198	68,386,545
Finance Costs	20	14,550,826	5,395,509
Depreciation and amortization expense	21	1,842,458	8,705,888
Other expenses	22	89,332,946	73,309,757
<b>Total Expenses</b>		<b>197,409,821</b>	<b>166,767,537</b>
<b>LOSS BEFORE TAX AND EXCEPTIONAL ITEM</b>		<b>(106,003,424)</b>	<b>(89,166,482)</b>
<b>Tax expense:</b>			
Current tax		-	-
Deferred tax charge / ( Credit )		-	477,187
<b>LOSS AFTER TAX AND EXCEPTIONAL ITEM</b>		<b>(106,003,424)</b>	<b>(89,643,669)</b>
Earning per equity share:			
(1) Basic		(16.32)	(47.44)
(2) Diluted		(16.32)	(47.44)
See Accompanying Notes to the Financial Statements	1		


The accompanying notes are an integral part of the financial statements


As per our report of even date  
For VIDYA & CO  
Firm Registration No.308022E  
Chartered Accountants

  
CA. Jitendra Nagar  
Membership No. 055659  
Partner



For and on behalf of the board of directors of Open  
Media Network Private Limited

  
\_\_\_\_\_  
Director

  
\_\_\_\_\_  
Director

Place :Kolkata  
Date : 20th May,2016

**NOTES TO FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED MARCH 31, 2016 :****1. Summary Significant Accounting Policies****(i) Basis of Accounting :-**

These financial statements are prepared in accordance with Indian Generally Accepted Accounting Principles (GAAP) under the historical cost convention on the accrual basis except for certain financial instruments which are measured at fair values. GAAP comprises mandatory accounting standards as prescribed by the Companies (Accounting Standards) Rules, 2006, the provisions of the Companies Act, 2013 (to the extent notified). Accounting policies have been consistently applied except where a newly issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hitherto in use.

The preparation of financial statements in conformity with the Accounting Standards require management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of financial statements, and the reported amounts of revenues and expenses during the year.

**(ii) Fixed assets :-**

Fixed Assets are stated at their original cost less depreciation.

**(iii) Depreciation and amortization :-**

Depreciation on original cost and amount added on revaluation of tangible fixed assets is provided on a pro rata basis on the straight line method based on the estimated useful lives of the asset as prescribed under Schedule II to the Companies Act, 2013 which is in line with the technical evaluation carried during the year by the Company's expert.

**(iv) Inventories :-**

Inventory items are valued at cost or net realisable value, whichever is lower.

**(v) Employee Benefits :-**

Short-term Employee Benefits (i.e. benefits payable within one year) are recognised in the period in which employee services are rendered.

Contribution towards provident fund to Government administered provident fund is recognised as expense.

Gratuity Liability is a defined benefit obligations and is provided for on the basis of an actuarial valuation on projected unit credit method made at the end of the financial year.

Accrued liability towards leave encashment benefits, covering eligible employees, evaluated on the basis of year-end actuarial valuation is recognised as charge.

**(vi) Revenue Recognition :-****a) Advertising Revenues**

Advertising Revenue from Current Affairs & Features Magazine is recognised in the period in which the magazines are published and are accounted net of commission and discounts

**b) Subscription Revenues**

Subscription Revenue recognition from subscription to the Company's print publications recognised as earned, prorata on a per issue basis over the subscription period.

**c) Circulation Revenues**

Circulation Revenue includes sales to retail outlets/newsstands, which are subject to returns. The Company records these retail sales upon delivery, net of estimated / actual returns. These estimated / actual returns are based on historical return rate and are revised as necessary based on actual returns realised.



d) Event Business

Revenue from Events is recognised as and when the events take place.

**OPEN MEDIA NETWORK PRIVATE LIMITED**

**NOTES TO FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED MARCH 31, 2016 :**

(vii) Recognition of Income & Expenditure :-

Items on income and expenditure are recognised on accrual (except where there are significant uncertainties) and prudent basis.

(viii) Foreign Currency Transactions.

Transactions in foreign currency are accounted for at the exchange rates prevailing on the date of transactions. Monetary assets and liabilities related to foreign currency transactions remaining unsettled at the end of the year are translated at year end exchange rates. Gains / losses arising out of the fluctuations in the exchange rates are recognised in Profit & Loss Account in the period in which they arise.

(ix) Taxes on Income :-

Current tax is determined as the amount of tax payable in respect of taxable income for the period based on applicable tax rate and laws.

Deferred tax is recognised, subject to consideration of prudence in respect of deferred tax asset, on timing differences, being the difference between taxable income and accounting income that originates in one period and are capable of reversal in one or more subsequent periods and is measured using tax rate and laws that have been enacted or substantively enacted by the Balance Sheet date. Deferred tax assets will be periodically reviewed to reassess realisation thereof.

(x) Provisions :

A provision is recognised when an enterprise has a present obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. Provisions are not discounted to its present value and are determined based on best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates.

(xi) Contingent Liabilities :

No provision is made for liabilities which are contingent in nature, unless it is probable that future events will confirm that an asset has been impaired or a liability incurred as at the balance sheet date and a reasonable estimate of the resulting loss can be made.



OPEN MEDIA NETWORK PRIVATE LIMITED  
NOTES TO FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED March 31, 2016 :

**2. SHARE CAPITAL**

Particulars	As at 31 March 2016 Amount `	As at 31st March,2015 Amount `
<b>Authorised</b>		
7,50,00,000 ( 31st March 2015 : 7,50,00,000) Equity Shares of `10/- par value each	750,000,000	750,000,000
<b>Issued, subscribed and fully paid</b>		
Equity Shares of par value Re.10/- each	10,756,000	10,756,000
<b>Total Issued, subscribed and fully paid-up share capital</b>	<b>10,756,000</b>	<b>10,756,000</b>

Note :- There was a reduction of Share Capital to the extent of Rs 9.85/- per shares as per the H,ble High Court of Calcutta Order No. 1098 date 03/03/2015 and subsequently consolidated @ Rs 10/- per Share vide same Order dated 03/03/2015.

I There has been no change/movements in number of shares outstanding at the beginning and at the end of the reporting period.

Particulars	As at 31 March 2016 Amount `		As at 31st March,2015 Amount `	
	No.	Amount `	No.	Amount `
<b>Equity Shares :</b>				
Outstanding at the beginning of the period	1,075,600	10,756,000	71,706,642	717,066,420
Add: Issued during the year :	-	-	-	-
Less: Reduction in Share Capital	-	-	70,631,042	706,310,420
<b>Outstanding at the end of the period</b>	<b>1,075,600</b>	<b>10,756,000</b>	<b>1,075,600</b>	<b>10,756,000</b>

II The Company has only one class of issued shares i.e. Ordinary shares par value of ` 10/- each per share. Each holder of Ordinary shares is entitled one vote per share and equal right for dividend. The dividend proposed by the Board of Directors is subject to the approval of shareholders in ensuing Annual General Meeting, except in case of interim dividend. In the event of liquidation, the ordinary shareholders are eligible to receive remaining assets of the Company after payment of all preferential amounts, in proportion to their shareholding.

III 1,075,600 ( P.Y. 8,08,600 ) Equity shares of Rs. 10 /- Each are held by M/s. Saregama India Limited, being the holding Company.

IV Details of the Shareholders holding more than 5 % of the shares in the Company:

Sl. No.	Name of Shareholder	As at 31st March, 2016		As at 31st March, 2015	
		No.	% holding	No.	% holding
1	SAREGAMA INDIA LIMITED	1,075,600	100.00	808,600	75.18
2	SPENCER & COMPANY LIMITED	-	-	135,000	12.55

V No Ordinary shares have been reserved for issue under options and contracts / commitments for the sale of shares/disinvestments as at the Balance Sheet date.

VI No Securities have been allotted or has been bought back by the Company during the period of 5 years preceding that date at which the Balance Sheet prepared.

VII No Securities convertible into Equity / Preference shares issued by the Company during the year.

VIII No calls are unpaid by any Directors or Officers of the Company during the year.

**3. RESERVES AND SURPLUS**

Particulars	As at 31 March 2016 Amount `	As at 31st March,2015 Amount `
<b>SURPLUS / (DEFICIT) IN THE STATEMENT OF PROFIT AND LOSS</b>		
Opening Balance - (deficit)	(92,418,186)	(709,084,937)
Add : Loss for the Year	(106,003,424)	(89,643,669)
Less : Appropriations	-	-
Reduction in Equity Share Capital	-	706,310,420
Closing Balance - (deficit)	(198,421,610)	(92,418,186)
<b>TOTAL</b>	<b>(198,421,610)</b>	<b>(92,418,186)</b>



OPEN MEDIA NETWORK PRIVATE LIMITED

NOTES TO FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED March 31, 2016 :

**4. LONG -TERM PROVISIONS**

Particulars	As at 31 March 2016	As at 31st March,2015
	Amount `	Amount `
Provision for Employee Benefits :		
Provision for Leave Encashment	3,174,666	2,585,420
	<b>3,174,666</b>	<b>2,585,420</b>

**5. SHORT-TERM BORROWINGS**

Particulars	As at 31 March 2016	As at 31st March,2015
	Amount `	Amount `
<b>Unsecured :</b>		
Due to Holding Company	202,753,381	87,990,676
( - Payable on Demand )	<b>202,753,381</b>	<b>87,990,676</b>

**6. TRADE PAYABLES**

Particulars	As at 31 March 2016	As at 31st March,2015
	Amount `	Amount `
Trade Payables	9,081,847	8,222,668
	<b>9,081,847</b>	<b>8,222,668</b>

6.1 There were no dues payable to Micro , Small and Medium Enterprises as defined under Micro , Small and Medium Enterprises Development Act'2006 as on 31.03.2016.This has been determined on the basis of information available with the Company.



