

## OPEN MEDIA NETWORK PRIVATE LIMITED

## Balance Sheet as at 31st March, 2017

Particulars	Notes	As at 31 March 2017	As at 31 March 2016
<b>EQUITY AND LIABILITIES</b>			
<b>Shareholder's Funds</b>			
Share Capital	2	10,756,000	10,756,000
Reserves and Surplus	3	(341,731,819)	(198,421,608)
<b>Non-Current Liabilities</b>			
Long-term provisions	4	3,026,130	3,174,666
<b>Current Liabilities</b>			
Short-term borrowings	5	340,971,257	202,753,381
Trade payables	6	11,918,321	9,081,847
Other current liabilities	7	25,151,387	21,259,671
Short-term provisions	8	1,975,491	1,165,713
		<b>52,066,767</b>	<b>49,769,670</b>
<b>ASSETS</b>			
<b>Non-current assets</b>			
<b>Fixed assets</b>			
Tangible assets	9	4,426,120	6,611,815
Intangible assets	10	5,300,746	410,827
Long-term loans and advances	11	6,239,500	12,525,550
<b>Current assets</b>			
Inventories	12	4,408,775	3,072,611
Trade receivables	13	15,878,342	12,991,954
Cash and cash equivalents	14	7,989,217	9,225,365
Short-term loans and advances	15	7,824,067	4,931,549
		<b>52,066,767</b>	<b>49,769,670</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



*T. Nagar*

CA. Jitendra Nagar  
Membership No. 055659  
Partner  
Place :Kolkata  
Date: 22nd May,2017

*[Signature]*

Director

*[Signature]*

Director

OPEN MEDIA NETWORK PRIVATE LIMITED

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

Particulars	Notes	For the Year Ended 31 March 2017	For the Year Ended 31 March 2016
Revenue from operations	16	73,805,716	48,464,477
Other Income	17	887,257	42,941,920
<b>Total Revenue</b>		<b>74,692,973</b>	<b>91,406,397</b>
<b>Expenses:</b>			
Cost of materials consumed	18	10,455,236	11,375,393
Employee benefit expense	19	96,713,383	80,308,198
Finance Costs	20	27,499,477	14,550,826
Depreciation and amortization expense	21	3,613,929	1,842,458
Other expenses	22	79,721,159	89,332,946
<b>Total Expenses</b>		<b>218,003,184</b>	<b>197,409,821</b>
<b>LOSS BEFORE TAX AND EXCEPTIONAL ITEM</b>		<b>(143,310,211)</b>	<b>(106,003,424)</b>
<b>Tax expense:</b>			
Current tax		-	-
Deferred tax charge / ( Credit )		-	-
<b>LOSS AFTER TAX AND EXCEPTIONAL ITEM</b>		<b>(143,310,211)</b>	<b>(106,003,424)</b>
Earning per equity share:			
(1) Basic		(133.24)	(98.55)
(2) Diluted		(133.24)	(98.55)
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

*Signature*  
CA. Jitendra Nagar  
Membership No. 055659  
Partner



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

*Signature*  
Director  
*Signature*  
Director

Place :Kolkata  
Date: 22nd May,2017

**NOTES TO FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED MARCH 31, 2017 :****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**

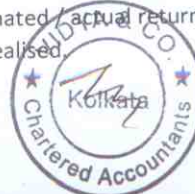
Advertising Revenue from Current Affairs & Features Magazine is recognised in the period in which the magazines are published and are accounted net of commission and discounts

**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.





**OPEN MEDIA NETWORK PRIVATE LIMITED**  
**NOTES TO FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED MARCH 31, 2017 :**

(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, 2017 :**

**2. SHARE CAPITAL**

Particulars	As at 31 March 2017 Amount `	As at 31 March 2016 Amount `
<b>Authorised</b>		
7,50,00,000 ( 31st March 2016 : 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 2017 Amount `		As at 31st March,2016 Amount `	
	No.	Amount `	No.	Amount `
<b>Equity Shares :</b>				
Outstanding at the beginning of the period	1,075,600	10,756,000	1,075,600	10,756,000
Add: Issued during the year :	-	-	-	-
Less: Reduction in Share Capital	-	-	-	-
<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 entitle 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 interm 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. 1,075,600 ) Equity shares of Rs. 10 /- Each are held by M/s. Saregama India Limited , being the holding Comapny.

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

Sl. No.	Name of Shareholder	As at 31st March, 2017		As at 31st March, 2016	
		No.	% holding	No.	% holding
1	SAREGAMA INDIA LIMITED	1,075,600	100.00	1,075,600	100.00

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

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

VII No Securties 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 2017 Amount `	As at 31 March 2016 Amount `
<b>SURPLUS /(DEFICIT) IN THE STATEMENT OF PROFIT AND LOSS</b>		
Opening Balance - (deficit)	(198,421,608)	(92,418,186)
Add : Loss for the Year	(143,310,211)	(106,003,422)
<b>Closing Balance - (deficit)</b>	<b>(341,731,819)</b>	<b>(198,421,608)</b>



OPEN MEDIA NETWORK PRIVATE LIMITED  
NOTES TO FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED March 31, 2017 :

**4. LONG-TERM PROVISIONS**

Particulars	As at 31 March 2017	As at 31 March 2016
	Amount `	Amount `
Provision for Employee Benefits : Provision for Leave Encashment	3,026,130	3,174,666
	<b>3,026,130</b>	<b>3,174,666</b>

**5. SHORT-TERM BORROWINGS**

Particulars	As at 31 March 2017	As at 31 March 2016
	Amount `	Amount `
<u>Unsecured :</u> Due to Holding Company	340,971,257	202,753,381
( - Payable on Demand )	<b>340,971,257</b>	<b>202,753,381</b>

**6. TRADE PAYABLES**

Particulars	As at 31 March 2017	As at 31 March 2016
	Amount `	Amount `
Trade Payables	11,918,321	9,081,847
	<b>11,918,321</b>	<b>9,081,847</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 31.03.2017. This has been determined on the basis of information with the Company.

OPEN MEDIA NETWORK PRIVATE LIMITED  
NOTES TO FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED March 31, 2017 :

**7. OTHER CURRENT LIABILITIES**

Particulars	As at 31 March 2017	As at 31 March 2016
	Amount `	Amount `
<u>Other Liabilities</u> Statutory dues including Provident Fund, Tax Deducted at Source etc.	5,012,763	2,674,325
Liabilities for Expenses	4,344,673	2,982,406
Advance - Subscription	1,870,223	2,133,015
Advance from customers	13,642,128	13,206,425
Security Deposits Received	281,600	263,500
	<b>25,151,387</b>	<b>21,259,671</b>

**8. SHORT-TERM PROVISIONS**

Particulars	As at 31 March 2017	As at 31 March 2016
	Amount `	Amount `
Provision for Employee Benefits : Provision for Leave Encashment	447,350	-
Other Provisions : Provision for Returns of Magazines	1,528,141	1,165,713
	<b>1,975,491</b>	<b>1,165,713</b>





OPEN MEDIA NETWORK PRIVATE LIMITED  
NOTES TO FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED March 31, 2017 :

**9 - TANGIBLE ASSETS**

	Furniture & Fittings	Office Equipment	Computers	TOTAL
<b>Cost or Valuation</b>				
As at March 31, 2015	10,548,149	6,352,870	7,645,982	24,547,001
Additions	-	1,488,798	2,217,900	3,706,698
Disposals	-	563,300	896,700	1,460,000
<b>As at March 31, 2016</b>	<b>10,548,149</b>	<b>7,278,368</b>	<b>8,967,182</b>	<b>26,793,699</b>
Additions	19,913	12,190	-	32,103
Disposals	-	-	232,960	232,960
<b>As at March 31, 2017</b>	<b>10,568,062</b>	<b>7,290,558</b>	<b>8,734,222</b>	<b>26,592,842</b>
<b>Depreciation</b>				
As at March 31, 2015	6,476,970	5,897,307	7,505,024	19,879,301
Charge for the year	1,055,150	305,392	368,293	1,728,835
Disposals	-	563,300	862,952	1,426,252
<b>As at March 31, 2016</b>	<b>7,532,120</b>	<b>5,639,399</b>	<b>7,010,365</b>	<b>20,181,884</b>
Charge for the year	1,054,527	460,103	703,168	2,217,798
Disposals	-	-	232,960	232,960
<b>As at March 31, 2017</b>	<b>8,586,647</b>	<b>6,099,502</b>	<b>7,480,573</b>	<b>22,166,722</b>
<b>Net Block</b>				
<b>At 31 March 2016</b>	<b>3,016,029</b>	<b>1,638,969</b>	<b>1,956,817</b>	<b>6,611,815</b>
<b>At 31 March 2017</b>	<b>1,981,415</b>	<b>1,191,056</b>	<b>1,253,649</b>	<b>4,426,120</b>

**10. INTANGIBLE ASSETS**

	SOFTWARE	TOTAL
<b>Cost or Valuation</b>		
As at March 31, 2015	9,326,618	9,326,618
Additions	333,438	333,438
Disposals	-	-
<b>As at March 31, 2016</b>	<b>9,660,056</b>	<b>9,660,056</b>
Additions	6,286,050	6,286,050
Disposals	8,785,030	8,785,030
<b>As at March 31, 2017</b>	<b>7,161,076</b>	<b>7,161,076</b>
<b>Amortization</b>		
As at March 31, 2015	9,135,606	9,135,606
Charge for the year	113,623	113,623
Disposals	-	-
<b>As at March 31, 2016</b>	<b>9,249,229</b>	<b>9,249,229</b>
Charge for the year	1,396,131	1,396,131
Disposals	8,785,030	8,785,030
<b>As at March 31, 2017</b>	<b>1,860,330</b>	<b>1,860,330</b>
<b>Net Block</b>		
<b>At 31 March 2016</b>	<b>410,827</b>	<b>410,827</b>
<b>At 31 March 2017</b>	<b>5,300,746</b>	<b>5,300,746</b>



**11. LONG-TERM LOANS & ADVANCES**

Particulars	As at 31 March 2017	As at 31 March 2016
	Amount `	Amount `
<b>Unsecured -Considered good</b>		
Security Deposits -Premises	6,131,500	6,131,500
Security Deposit - Others	108,000	108,000
Capital Advance	-	6,286,050
	<b>6,239,500</b>	<b>12,525,550</b>

**12. INVENTORIES**

Particulars	As at 31 March 2017	As at 31 March 2016
	Amount `	Amount `
<b>RAW MATERIALS : (Valued at Cost or Net Realisable Value)</b>		
Papers	4,408,775	3,072,611
- including stock-in-transit `NIL ( PY ` NIL )		
	<b>4,408,775</b>	<b>3,072,611</b>

**13. TRADE RECEIVABLES**

Particulars	As at 31 March 2017	As at 31 March 2016
	Amount `	Amount `
<b>Unsecured -Considered good</b>		
Outstanding for over six months :		
Unsecured - considered good	-	-
Unsecured - considered Doubtful	1,003,212	989,469
Other receivables		
Unsecured - considered good	15,878,342	12,991,954
Less: Provision for Doubtful debts	1,003,212	989,469
<b>Total</b>	<b>15,878,342</b>	<b>12,991,954</b>

**14. CASH AND CASH EQUIVALENTS**

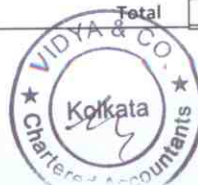
Particulars	As at 31 March 2017	As at 31 March 2016
	Amount `	Amount `
Balance with Banks :		
On Current Accounts	7,968,706	5,122,709
Short Term Deposits	-	3,989,739
Cash in hand (As certified by the Management)	20,511	112,916
<b>Total</b>	<b>7,989,217</b>	<b>9,225,365</b>

*The details of balances as on Balance Sheet dates with banks are as follows :*

In Current Accounts		
ICICI Bank Limited	7,702,549	4,446,782
State Bank of India	1,798	10,924
Bank of India	16,260	16,260
HDFC Bank Ltd	248,100	648,743

**15. SHORT- TERM LOANS & ADVANCES**

Particulars	As at 31 March 2017	As at 31 March 2016
	Amount `	Amount `
<b>Unsecured -Considered good :</b>		
Advance given to Employees	341,698	360,967
Other Advances	137,515	405,152
Prepaid Expenses	1,449,666	1,692,734
Tax deducted at Sources	5,076,658	1,718,311
Provision for Gratuity	818,530	754,386
<b>Total</b>	<b>7,824,067</b>	<b>4,931,549</b>





OPEN MEDIA NETWORK PRIVATE LIMITED  
NOTES TO FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED March 31, 2017 :

<b>16. REVENUE FROM OPERATIONS</b>		
Particulars	For the Year Ended 31 March 2017	For the Year Ended 31 March 2016
	Amount `	Amount `
<b>Sale of services</b>		
- Advertising	62,359,723	24,314,346
- News Stand	4,487,693	4,701,440
- Subscription	2,039,468	1,982,259
- Institutional	4,918,832	4,467,350
- Event	-	12,266,680
- Digital Media Placement	-	732,402
<b>Total</b>	<b>73,805,716</b>	<b>48,464,477</b>

<b>17. OTHER INCOME</b>		
Particulars	For the Year Ended 31 March 2017	For the Year Ended 31 March 2016
	Amount `	Amount `
Interest Received	46,301	111,985
Exchange Fluctuation - Net	-	10,763
Gain on Sale of Fixed Assets	15,000	220,000
Liability Written Back	-	41,000,000
Provision for Doubtful Debts Written Back	250,016	1,424,231
Other Non-operating Income (net of expenses directly attributable to such income)	575,940	174,941
	<b>887,257</b>	<b>42,941,920</b>

<b>18. COST OF RAW MATERIALS CONSUMED</b>		
Particulars	For the Year Ended 31 March 2017	For the Year Ended 31 March 2016
	Amount `	Amount `
<b>PAPERS CONSUMED</b>		
Inventory at the beginning of the Year	3,072,611	5,646,948
Add: Purchase	11,791,401	8,801,055
(Less): Inventory at the end of Year	(4,408,775)	(3,072,611)
	<b>10,455,236</b>	<b>11,375,393</b>

<b>18.1 Details of raw materials consumed</b>	<b>31 March 2017</b>	<b>31 March 2016</b>
	Amount `	Amount `
Papers	10,455,236	11,375,393

<b>19. EMPLOYEE BENEFITS EXPENSES</b>		
Particulars	For the Year Ended 31 March 2017	For the Year Ended 31 March 2016
	Amount `	Amount `
Salaries, Wages, Bonus, etc.	93,184,466	76,841,173
Contribution to Provident fund	2,731,296	2,516,015
Gratuity Expenses	435,856	684,030
Workmen and Staff Welfare Expenses	361,765	266,980
	<b>96,713,383</b>	<b>80,308,198</b>

**19.1** In keeping with the Company's gratuity scheme (a defined benefit plan-funded), eligible employees are entitled to gratuity benefit (at one half months eligible salary for each completed year of service) on retirement / death/incapacitation / resignation etc. Also refer Note 1 (v) for accounting policy relating to gratuity. Following are the further particulars with respect to gratuity.



	(Rs.Thousand)	(Rs.Thousand)
<b>I. Reconciliation of opening and closing balances of the present value of the Defined Benefit Obligation</b>	<b>2016-17</b>	<b>2015-16</b>
(a) Present Value of Obligation at the beginning of the year	2,550.99	2,056.24
(b) Current Service Cost	854.65	744.51
(c) Interest Cost	196.22	148.23
(d) Actuarial Loss / (Gain)	(179.86)	(86.16)
(e) (Benefits Paid)	(134.34)	(311.83)
<b>(f) Present Value of Obligation at the end of the year</b>	<b>3,287.66</b>	<b>2,550.99</b>
<b>II. Reconciliation of opening and closing balances of the fair value of Plan Assets</b>		
(a) Fair Value of Plan Assets at the beginning of the year	3,305.32	3,194.60
(b) Expected Return on Plan Assets	279.05	286.98
(c) Actuarial Gain/(Loss)	156.16	(164.43)
(d) Contributions by employer	500.00	300.00
(e) (Benefits Paid)	(134.34)	(311.83)
<b>(f) Fair Value of Plan Assets as at the end of the year</b>	<b>4,106.19</b>	<b>3,305.32</b>
<b>III. Reconciliation of the present value of Defined Benefit Obligation in 'I' above and the fair value of Plan Assets in 'II' above</b>		
(a) Present Value of Obligation as at the end of the year	3,287.66	2,550.99
(b) Fair Value of Plan Assets as at the end of the year	4,106.19	3,305.32
<b>(c) Liability/(Asset) recognised in the Balance Sheet</b>	<b>(818.53)</b>	<b>(754.33)</b>
<b>IV. Expense charged to the Profit and Loss Account</b>		
(a) Current Service Cost	854.65	744.51
(b) Interest Cost	196.22	148.23
(c) (Expected Return on Plan Assets)	(279.05)	(286.98)
(d) Actuarial Loss / (Gain)	(336.02)	78.27
<b>(e) Total expense charged to the Statement of Profit and Loss*</b>	<b>435.80</b>	<b>684.03</b>
*reflected as 'Contribution to Gratuity Fund' in Note 19 on 'Employee Benefits Expense'		
<b>V. Percentage of each Category of Plan Assets to total Fair Value of Plan Assets as at Balance Sheet date</b>		
(a) Fund with Aviva Life Insurance Company India Ltd	100.00	100.00
<b>VI. Actual Return on Plan Assets</b>	435.21	122.55
<b>VII. Principal Actuarial Assumptions as at Balance Sheet date</b>		
(a) Discount Rate	7.30%	7.90%
(b) Expected Rate of Return on Plan Assets	9.00%	9.00%
(c) Salary Escalation	7.00%	7.00%

The 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. The expected rate of return on plan assets is based on the composition of plan assets held, assessed risks of asset management, historical results of the return on plan assets, the Company's policy for plan asset management and other relevant factors.

**VIII. Other Disclouser**

	2016-17	2015-16	2014-15	2013-14
1) Present Value of the obligation as the end of the year	3,287.66	2,550.99	2,056.24	2,222.06
2) Fair Value of Plan Assets as the end of the year	4,106.19	3,305.32	3,194.60	2,377.26
3) (Surplus) / Deficit at the end of the year	(818.53)	(754.33)	(1,138.36)	(155.20)
4) Experience adjustment on Plan Obligation (Gain/ (Loss)	410.51	55.58	524.37	339.56
4) Experience adjustment on Plan Assets (Gain/ (Loss)	156.16	(164.43)	202.46	(2.79)



**20. FINANCE COSTS**

Particulars	For the Year Ended 31 March 2017	For the Year Ended 31 March 2016
	Amount `	Amount `
Interest Expenses	27,499,477	14,550,826
	<b>27,499,477</b>	<b>14,550,826</b>

**21. DEPRECIATION AND AMORTIZATION EXPENSES**

Particulars	For the Year Ended 31 March 2017	For the Year Ended 31 March 2016
	Amount `	Amount `
Depreciation of Tangible Assets	2,217,798	1,728,835
Depreciation of Intangible Assets	1,396,131	113,623
	<b>3,613,929</b>	<b>1,842,458</b>

**22. OTHER EXPENSES**

Particulars	For the Year Ended 31 March 2017	For the Year Ended 31 March 2016
	Amount `	Amount `
Publishing Expenses	7,153,735	7,355,605
Rent	7,331,256	7,285,044
Power and Fuel	2,679,745	1,928,171
Editorial Expenses	12,195,923	11,862,006
Advertisement, Publicity & Promotion	16,124,858	11,874,812
Digital Media Expenses	-	636,871
Sales Expenses	2,516,990	3,451,818
Event Expenses	-	10,527,182
Repairs and Maintenance		
- Website	1,565,306	1,580,619
- Computers	1,671,387	1,778,391
- Others	336,231	575,122
Travel and Conveyance	6,443,759	8,248,422
Carriage, Freight and forwarding Charges	9,532,607	9,931,401
Subscription and Donations	227,380	281,088
* Auditor's Remuneration	345,000	345,000
Legal Expenses	1,197,256	821,925
Consultancy Expenses	755,696	686,518
Printing and Stationery Expenses	144,788	178,216
Communication Expenses	2,167,218	2,209,916
Insurance Expenses	1,089,994	1,186,465
Office Expenses	1,092,082	947,823
Housekeeping Expenses	2,046,530	1,842,717
Security Charges	1,116,947	1,269,993
Rates and Taxes	103,663	169,773
Exchange Fluctuation - Net	4,603	-
Bank Charges	77,630	46,971
Provision for Magazine Returns	1,186,801	886,847
Bad Debts Written Off	350,016	1,424,231
Provision for Doubtful Debts	263,759	-
	<b>79,721,159</b>	<b>89,332,946</b>

22.1 Auditor's Remuneration	31 March 2017	31 March 2016
	Amount `	Amount `
(i) Statutory Audit Fees	250,000	250,000
(ii) Tax Audit Fees	50,000	50,000
(iii) Service Tax	45,000	45,000
	<b>345,000</b>	<b>345,000</b>





OPEN MEDIA NETWORK PRIVATE LIMITED  
Year ended 31st March, 2017

Notes forming part of the Financial Statements

38 Segment Reporting :

Primary Segment Information (Business Segments)

Particulars	Year ended 31st March, 2017							Year ended 31st March, 2016						
	Publication	Marketing Support Services	Segment Total	Elimination	Total	Knock off with related party	Total	Publication	Marketing Support Services	Segment Total	Elimination	Total	Knock off with related party	Total
1 Segment Revenue														
- External Sales and License Fees	73,805,716	-	73,805,716	-	73,805,716	-	73,805,716	33,354,145	15,110,332	48,464,477	-	48,464,477	732,402	47,732,075
- Intersegment Sales and License Fees	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total	73,805,716	-	73,805,716	-	73,805,716	-	73,805,716	33,354,145	15,110,332	48,464,477	-	48,464,477	732,402	47,732,075
2 Segment Result *	(115,810,734)	-	(115,810,734)		(115,810,734)	(88,200)	(115,722,534)	(91,831,080)	378,483	(91,452,596)		(91,452,596)	732,405	(92,185,003)
Interest expense not allocated to segments						27,499,477	27,499,477					14,550,826	14,550,826	-
Other unallocated expenditure (net)														
Profit before taxation					(143,310,211)	(27,587,677)	(115,722,534)					(106,003,424)	(13,818,421)	(92,185,003)
3 Segment Assets	46,990,109	-	46,990,109		46,990,109	-		47,085,506	965,853	48,051,359		48,051,359	-	
Unallocated					5,076,658							1,718,311		
Total Assets					52,066,767							49,769,670		
4 Segment Liabilities	383,042,586	-	383,042,586		383,042,586	88,200	382,954,386	236,550,275	885,003	237,435,278		237,435,278		
Unallocated					-							-		
Total Liabilities					383,042,586	88,200	382,954,386					237,435,278		
5 Segment Capital Expenditure	6,318,153	-	6,318,153					3,560,698	146,000	3,706,698				
6 Segment Depreciation and amortisation	3,613,929	-	3,613,929					1,761,921	80,537	1,842,458				
7 Segment non-cash expenditure other than Depreciation and amortisation	350,016	-	350,016					1,424,231	-	1,424,231				

Business Segments- The internal business segmentation and activities are :-  
Publication and New Initiative

Secondary Segment Information ( Geographical Segments)

	12 Months to 31.03.17	12 Months to 31.03.16
Segment Revenue		
- within India	73,379,823	46,755,290
- outside India	425,893	1,709,187
Total	73,805,716	48,464,477
Segment Assets		
- within India	46,990,109	48,051,359
- outside India	-	-
Total	46,990,109	48,051,359
Capital Expenditure		
- within India	6,318,153	3,706,698
- outside India	-	-
Total	6,318,153	3,706,698

The Geographical Segments considered for disclosure are India and outside India.



OPEN MEDIA NETWORK PRIVATE LIMITED  
NOTES TO FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED March 31, 2017 :

23.2 In view of the ongoing business restructuring initiatives undertaken by the Company for improvement in revenue and reduction in cost, on-going financial support as required from time to time from the Parent Company and the future business projections of the Company, the management considers it appropriate to prepare the Company's accounts on a 'going concern basis' inspite of losses incurred by the Company and erosion of its net worth.

	(As at 31st March, 2017)	(As at 31st March, 2016)
23.2 Contingent liabilities	NIL	NIL
Contingent liabilities		
23.3 Additional information :-		
A. Expenditure in Foreign Exchange :	(As at 31st March, 2017)	(As at 31st March, 2016)
Travelling	405,720	470,972
Editorial Expenses (Net of TDS)	1,914,009	2,347,985
Others	-	-
	<u>2,319,729</u>	<u>2,818,957</u>
B. Value of imports calculated on CIF basis	(As at 31st March, 2017)	(As at 31st March, 2016)
Raw Materials - Papers	10,068,131	6,126,880
C. Earning in Foreign Exchange	(As at 31st March, 2017)	(As at 31st March, 2016)
Export	-	-
- Advertisements	335,449	1,625,113
- Subscription	90,444	84,074
- Others	-	-
	<u>425,893</u>	<u>1,709,187</u>

23.4 DISCLOSURE ON SPECIFIED BANK NOTES (SBNs)

During the year, the Company had specified bank notes or other denomination note as defined in the MCA notification G.S.R. 308(E) dated March 31, 2017 on the details of Specified Bank Notes (SBN) held and transacted during the period from November 8, 2016 to December, 30 2016, the denomination wise SBNs and other notes as per the notification is given below :

Particulars	SBNs*	Other denomination Notes	Total
Closing cash in hand as on November 8, 2016	172,000	3,055	175,055
(+) Permitted receipts	-	127,320	127,320
(-) Permitted payments	172,000	94,296	266,296
(-) Amount deposited in Banks	-	-	-
Closing cash in hand as on December 30, 2016	-	36,079	36,079

\* For the purposes of this clause, the term 'Specified Bank Notes' shall have the same meaning provided in the notification of the Government of India, in the Ministry of Finance, Department of Economic Affairs number S.O. 3407(E), dated the 8th November, 2016.

23.5 Related Party Disclosures in keeping with AS 18 issued by ICAI.

Name of the Related Party	Nature of Relationship
Rainbow Investments Limited	Ultimate Holding Company ( upto 28th March 2017)
Composuer Services Pvt. Ltd.	Ultimate Holding Company ( w.e.f. 29th March 2017)
Saregama India Limited	Holding Company
RPG Global Music Limited	Fellow Subsidiary Company
Saregama Plc.	Fellow Subsidiary Company
Kolkata Metro Networks Limited	Fellow Subsidiary Company
Saregama Regency Optimedia Private limited	Joint Venture of Holding Company ( Saregama India Ltd. )

Related Party Transactions		(Rupees)					
Particulars	Period	Holding Company	Ultimate Holding Company	Fellow Subsidiaries			Joint Venture of Holding Company ( Saregama India Ltd. )
				RPGG	SPLC	KMNL	
Interest Expenses	Current Year	27,499,477	-	-	-	-	-
	Previous Period	14,550,826	-	-	-	-	-
Sales Expense	Current Year	88,200	-	-	-	-	-
	Previous Period	-	-	-	-	-	-
Digital Media Placement	Current Year	-	-	-	-	-	-
	Previous Period	732,402	-	-	-	-	-
Repayment of Advance	Current Year	-	-	-	-	-	-
	Previous Period	-	-	-	-	-	-
Receipt towards Advance	Current Year	138,217,886	-	-	-	-	-
	Previous Period	120,137,821	-	-	-	-	-
Balance outstanding at year end. Trade payables	Current Year	88,200	-	-	-	-	-
	Previous Period	-	-	-	-	-	-
Balance outstanding at year end. Short-term borrowing	Current Year	340,971,267	-	-	-	-	-
	Previous Period	202,753,381	-	-	-	-	-

23.6 The company has reclassified previous year figures to confirm to this year's classification.

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

CA. Jitendra Nagar  
Membership No. 055659



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

*[Signature]*

Director

*[Signature]*

Director

Place :Kolkata  
Date: 22nd May,2017