

OPEN MEDIA NETWORK PRIVATE LIMITED

Balance Sheet as at 31st March, 2015

(All amounts in Rs ,unless otherwise stated)

Particulars	Notes	As at 31st March,2015	As at 31st March,2014
EQUITY AND LIABILITIES			
Shareholder's Funds			
Share Capital	2	10,756,000	717,066,420
Reserves and Surplus	3	(92,418,186)	(709,084,937)
Non-Current Liabilities			
Long -term provisions	4	2,585,420	2,677,450
Current Liabilities			
Short-term borrowings	5	87,990,676	-
Trade payables	6	8,222,668	9,928,525
Other current liabilities	7	20,449,309	17,256,406
Short-term provisions	8	2,053,357	2,647,513
		39,639,243	40,491,377
ASSESTS			
Non-current assets			
Fixed assets			
Tangible assets	9	4,667,700	13,202,308
Intangible assets	10	191,012	60,859
Deferred tax Assets (Net)	11	-	477,187
Long- term loans and advances	12	6,259,500	6,252,500
Current assets			
Inventories	13	5,646,948	1,715,135
Trade receivables	14	8,132,938	8,480,979
Cash and cash equivalents	15	10,287,058	6,091,256
Short-term loans and advances	16	4,454,087	4,211,153
		39,639,243	40,491,377
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, 2015

Director

Director

OPEN MEDIA NETWORK PRIVATE LIMITED

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

(All amounts in Rs ,unless otherwise stated)

Particulars	Notes	For the Year Ended 31st March,2015	For the Year Ended 31st March,2014
Revenue from operations	17	28,965,519	72,923,890
Other Income	18	48,635,536	50,726,173
Total Revenue		77,601,055	123,650,063
Expenses:			
Cost of materials consumed	19	10,969,839	11,944,465
Employee benefit expense	20	68,386,545	65,701,056
Finance Costs	21	5,395,509	-
Depreciation and amortization expense	22	8,705,888	2,325,919
Other expenses	23	73,309,757	82,969,487
Total Expenses		166,767,537	162,940,927
LOSS BEFORE TAX AND EXCEPTIONAL ITEM		(89,166,482)	(39,290,864)
Tax expense:			
Current tax		-	-
Deferred tax charge / (Credit)		477,187	(957,678)
LOSS AFTER TAX AND EXCEPTIONAL ITEM		(89,643,669)	(38,333,186)
Earning per equity share:			
(1) Basic		(13.80)	(47.44)
(2) Diluted		(13.80)	(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

Tiger
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 : 20th May,2015

OPEN MEDIA NETWORK PRIVATE LIMITED

NOTES TO FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED MARCH 31, 2015 :

1. Summary Significant Accounting Policies

<p>(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.</p> <p>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.</p>
<p>(ii) Fixed assets :- Fixed Assets are stated at their original cost less depreciation.</p>
<p>(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 line with the technical evaluation carried during the year by the Company's expert.</p>
<p>(iv) Inventories :- Inventory items are valued at cost or net realisable value, whichever is lower.</p>
<p>(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.</p> <p>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.</p> <p>Accrued liability towards leave encashment benefits , covering eligible employees, evaluated on the basis of year-end actuarial valuation is recognised as charge.</p>
<p>(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</p> <p>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.</p> <p>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.</p>



OPEN MEDIA NETWORK PRIVATE LIMITED
NOTES TO FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED MARCH 31, 2014 :

(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, 2015 :

(All amounts in Rs ,unless otherwise stated)

2. SHARE CAPITAL

Particulars	As at 31st March,2015 Amount `	As at 31st March,2014 Amount `
Authorised		
7,50,00,000 (31st March 2014 : 7,50,00,000) Equity Shares of ` 10/- par value each	750,000,000	750,000,000
Issued, subscribed and fully paid		
Equity Shares of par value Re.10/- each	10,756,000	717,066,420
Total Issued, subscribed and fully paid-up share capital	10,756,000	717,066,420

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 change/movements in number of shares outstanding at the beginning and at the end of the reporting period.

Particulars	As at 31st March,2015		As at 31st March,2014	
	No. of shares held	Amount `	No. of shares held	Amount `
Equity Shares :				
Outstanding at the beginning of the period	71,706,642	717,066,420	10,000	100,000
Add: Issued during the year :				
Issued to Holding Company	-	-	42,032,642	420,326,420
Issued to Promoter Group	-	-	29,664,000	296,640,000
Less: Reduction in Share Capital	70,631,042	706,310,420	-	-
Outstanding at the end of the period	1,075,600	10,756,000	71,706,642	717,066,420

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 8,08,600 (P.Y. 4,20,42,642) 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, 2015		As at 31st March, 2014	
		No. of shares held	% holding	No. of shares held	% holding
1	SAREGAMA INDIA LIMITED	808,600	75.18	42,042,642	58.63
2	FAIR LUCK COMMERCIAL COMPANY LIMITED	-	-	12,300,000	17.15
3	SPENCER & Company LIMITED	135,000	12.55	9,000,000	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 Blance Sheet date.

VI No Securites 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 prepared.

VII No Securites convertible into Equity / Preference sahres issued bu 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 31st March,2015 Amount `	As at 31st March,2014 Amount `
SURPLUS /(DEFICIT) IN THE STATEMENT OF PROFIT AND LOSS		
Opening Balance - (deficit)	(709,084,937)	(670,751,751)
Add : Loss for the Year	(89,643,669)	(38,333,186)
Less :Appropriations		
Reduction in Equity Share Capital	706,310,420	-
Closing Balance - (deficit)	(92,418,186)	(709,084,937)
TOTAL	(92,418,186)	(709,084,937)



OPEN MEDIA NETWORK PRIVATE LIMITED
NOTES TO FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED March 31, 2015 :

(All amounts in Rs ,unless otherwise stated)

4. LONG -TERM PROVISIONS		
Particulars	As at 31st March,2015 Amount `	As at 31st March,2014 Amount `
Provision for Employee Benefits :		
Provision for Gratuity	-	(155,200)
Provision for Leave Encashment	2,585,420	2,832,650
	2,585,420	2,677,450

5. SHORT-TERM BORROWINGS		
Particulars	As at 31st March,2015 Amount `	As at 31st March,2014 Amount `
Unsecured :		
Due to Holding Company	87,990,676	-
(- Payable on Demand)	87,990,676	-

6. TRADE PAYABLES		
Particulars	As at 31st March,2015 Amount `	As at 31st March,2014 Amount `
Trade Payables	8,222,668	9,928,525
	8,222,668	9,928,525

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 31.03.2015. This has been determined on the basis of information available with the Company.

7. OTHER CURRENT LIABILITIES		
Particulars	As at 31st March,2015 Amount `	As at 31st March,2014 Amount `
Other Liabilities		
Statutory dues including Provident Fund, Tax Deducted at Source etc.	1,612,255	6,872,377
Employee Benefit Payable	127,151	205,913
Liabilities for Expenses	3,556,990	7,497,580
Advance - Subscription	1,863,489	2,335,487
Advance from customers	13,028,924	69,049
Security Deposits Received	260,500	276,000
	20,449,309	17,256,406

8. SHORT -TERM PROVISIONS		
Particulars	As at 31st March,2015 Amount `	As at 31st March,2014 Amount `
Provision for Employee Benefits :		
Provision for Leave Encashment	413,570	466,870
Other Provisions :		
Provision for Returns of Magazines	1,639,787	2,180,643
	2,053,357	2,647,513



OPEN MEDIA NETWORK PRIVATE LIMITED
NOTES TO FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED March 31, 2015 :
(All amounts in Rs ,unless otherwise stated)

9 - TANGIBLE ASSETS

	Furniture & Fittings	Office Equipment	Computers	TOTAL
Cost or Valuation				
At 1 April 2013	10,548,149	6,313,599	7,765,712	24,627,460
Additions	-	66,271	85,170	151,441
Disposals	-	54,500	105,000	159,500
As at March 31, 2014	10,548,149	6,325,370	7,745,882	24,619,401
Additions	-	83,500	66,000	149,500
Disposals	-	56,000	165,900	221,900
As at March 31, 2015	10,548,149	6,352,870	7,645,982	24,547,001
Depreciation				
At 1 April 2013	2,768,571	1,287,915	5,172,898	9,229,384
Charge for the year	667,270	296,219	1,254,462	2,217,951
Disposals	-	6,260	23,982	30,242
As at March 31, 2014	3,435,841	1,577,874	6,403,378	11,417,093
less: Adjustment consequent to revision of useful lives pursuant to Schedule II to the Companies Act, 2013.	1,986,988	3,880,203	772,427	6,639,618
Charge for the year	1,054,141	456,151	495,119	2,005,411
Disposals	-	16,921	165,900	182,821
As at March 31, 2015	6,476,970	5,897,307	7,505,024	19,879,301
Net Block				
At 31 March 2014	7,112,308	4,747,496	1,342,504	13,202,308
At 31 March 2015	4,071,179	455,563	140,958	4,667,700

10. INTANGIBLE ASSETS

	SOFTWARE	TOTAL
Cost or Valuation		
At 1 April 2013	9,135,606	9,135,606
Additions	-	-
Disposals	-	-
As at March 31, 2014	9,135,606	9,135,606
Additions	191,012	191,012
Disposals	-	-
As at March 31, 2015	9,326,618	9,326,618
Amortization		
At 1 April 2013	8,966,779	8,966,779
Charge for the year	107,968	107,968
Disposals	-	-
As at March 31, 2013	9,074,747	9,074,747
Charge for the year	60,859	60,859
Disposals	-	-
As at March 31, 2014	9,135,606	9,135,606
Net Block		
At 31 March 2014	60,859	60,859
At 31 March 2015	191,012	191,012



OPEN MEDIA NETWORK PRIVATE LIMITED
NOTES TO FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED March 31, 2015 :
 (All amounts in Rs ,unless otherwise stated)

11. DEFERRED TAX ASSETS / (LIABILITIES) (NET)

Particulars	As at 31st March,2015	As at 31st March,2014
	Amount `	Amount `
Deferred Tax Liability		
- Depreciation	-	1,403,375
Gross Deferred Tax Liability	-	1,403,375
Deferred Tax Asset		
- Items allowable for tax purpose on payment	-	1,880,562
Gross Deferred Tax Asset	-	1,880,562
Net Deferred Tax Assets (Liabilities) Net	-	477,187

12. LONG-TERM LOANS & ADVANCES

Particulars	As at 31st March,2015	As at 31st March,2014
	Amount `	Amount `
Unsecured -Considered good		
Security Deposits -Premises	6,171,500	6,171,500
Security Deposit - Others	88,000	81,000
	6,259,500	6,252,500

13 . INVENTORIES

Particulars	As at 31st March,2015	As at 31st March,2014
	Amount `	Amount `
RAW MATERIALS : (Valued at Cost or Net Realisable Value)		
Papers	5,646,948	1,715,135
- including stock-in-transit ` 30,11,595/- (PY ` Nil/-)		
	5,646,948	1,715,135

14. TRADE RECEIVABLES

Particulars	As at 31st March,2015	As at 31st March,2014
	Amount `	Amount `
Unsecured -Considered good		
Outstanding for over six months :		
Unsecured - considered good	-	1,004,349
Unsecured - considered Doubtful	2,413,699	2,233,171
Other receivables		
Unsecured - considered good	8,132,938	7,476,630
Less: Provision for Doubtful debts	2,413,699	2,233,171
Total	8,132,938	8,480,979

15. CASH AND CASH EQUIVALENTS

Particulars	As at 31st March,2015	As at 31st March,2014
	Amount `	Amount `
Balance with Banks :		
On Current Accounts	6,597,342	1,600,048
Short Term Deposits	3,600,000	4,424,765
Cash on hand (As certified by the Management)	89,716	66,443
Total	10,287,058	6,091,256

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

In Current Accounts		
ICICI Bank Limited	5,914,847	1,579,158
State Bank of India	23,500	10,890
Bank of India	523,995	10,000
HDFC Bank Ltd	135,000	-

16. SHORT- TERM LOANS & ADVANCES

Particulars	As at 31st March,2015	As at 31st March,2014
	Amount `	Amount `
Unsecured -Considered good :		
Advance given to Employees	135,070	389,994
Other Advances	668,214	939,267
Prepaid Expenses	1,806,017	2,090,118
Tax deducted at Sources	706,370	791,774
Provision for Gratuity	1,138,416	-
Total	4,454,087	4,211,153



OPEN MEDIA NETWORK PRIVATE LIMITED
NOTES TO FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED March 31, 2015 :
 (All amounts in Rs ,unless otherwise stated)

17. REVENUE FROM OPERATIONS

Particulars	For the Year Ended 31st March,2015	For the Year Ended 31st March,2014
	Amount `	Amount `
Sale of services		
- Advertising	14,482,159	62,225,739
- News Stand	6,137,892	5,867,749
- Subscription	2,053,224	2,078,762
- Institutional	3,329,264	2,751,640
- Event	1,200,000	-
- Digital Media Placement	1,762,980	-
Total	28,965,519	72,923,890

18. OTHER INCOME

Particulars	For the Year Ended 31st March,2015	For the Year Ended 31st March,2014
	Amount `	Amount `
Interest on Income Tax Refund	58,308	78,812
Interest Received	123,832	168,386
Gain on Exchange Fluctuation - Net	-	181,671
Gain on Sale of Fixed Assets	22,554	-
Liability Written Back	48,000,000	50,000,000
Provision for Doubtful Debts Written Back	233,618	-
Other Non-operating Income (net of expenses directly attributable to such income)	197,224	297,304
	48,635,536	50,726,173

19. COST OF RAW MATERIALS CONSUMED

Particulars	For the Year Ended 31st March,2015	For the Year Ended 31st March,2014
	Amount `	Amount `
PAPERS CONSUMED		
Inventory at the beginning of the Year	1,715,135	4,225,117
Add: Purchase	14,901,652	9,434,483
(Less): Inventory at the end of Year	(5,646,948)	(1,715,135)
	10,969,839	11,944,465

19.1 Details of raw materials consumed

	31st March,2015	31st March,2014
	Amount `	Amount `
Papers	10,969,839	11,944,465

20. EMPLOYEE BENEFITS EXPENSES

Particulars	For the Year Ended 31st March,2015	For the Year Ended 31st March,2014
	Amount `	Amount `
Salaries, Wages, Bonus, etc.	65,961,475	63,103,633
Contribution to Provident fund	2,103,771	2,092,169
Gratuity Expenses	69,030	83,620
Workmen and Staff Welfare Expenses	252,269	421,634
	68,386,545	65,701,056

20.1 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.



I. Reconciliation of opening and closing balances of the present value of the Defined Benefit Obligation		(Rs.Thousand)	(Rs.Thousand)
		2014-15	2013-14
(a) Present Value of Obligation at the beginning of the year		2,222.06	2,256.94
(b) Current Service Cost		524.72	699.75
(c) Interest Cost		173.68	171.72
(d) Actuarial Loss / (Gain)		(195.69)	(580.68)
(e) (Benefits Paid)		(668.53)	(325.67)
(f) Present Value of Obligation at the end of the year		2,056.24	2,222.06
II. Reconciliation of opening and closing balances of the fair value of Plan Assets			
(a) Fair Value of Plan Assets at the beginning of the year		2,377.26	2,495.76
(b) Expected Return on Plan Assets		231.22	209.96
(c) Actuarial Gain/(Loss)		202.46	(2.79)
(d) Contributions by employer		1,052.19	-
(e) (Benefits Paid)		(668.53)	(325.67)
(f) Fair Value of Plan Assets as at the end of the year		3,194.60	2,377.26
III. Reconciliation of the present value of Defined Benefit Obligation in 'I' above and the fair value of Plan Assets in 'II' above			
(a) Present Value of Obligation as at the end of the year		2,056.24	2,222.06
(b) Fair Value of Plan Assets as at the end of the year		3,194.60	2,377.26
(c) Liability/(Asset) recognised in the Balance Sheet		(1,138.36)	(155.20)
IV. Expense charged to the Profit and Loss Account			
(a) Current Service Cost		524.72	699.75
(b) Interest Cost		173.68	171.72
(c) (Expected Return on Plan Assets)		(231.22)	(209.96)
(d) Actuarial Loss / (Gain)		(398.15)	(577.89)
(e) Total expense charged to the Statement of Profit and Loss*		69.03	83.62
*reflected as 'Contribution to Gratuity Fund' in Note 20 on 'Employee Benefits Expense'			
V. Percentage of each Category of Plan Assets to total Fair Value of Plan Assets as at Balance Sheet date			
(a) Fund with Aviva Life Insurance Company India Ltd		100.00	100.00
VI. Actual Return on Plan Assets		433.68	207.17
VII. Principal Actuarial Assumptions as at Balance Sheet date			
(a) Discount Rate		7.80%	9.20%
(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.



OPEN MEDIA NETWORK PRIVATE LIMITED

NOTES TO FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED March 31, 2015 :

(All amounts in Rs ,unless otherwise stated)

21. FINANCE COSTS

Particulars	For the Year Ended 31st March,2015	For the Year Ended 31st March,2014
	Amount `	Amount `
Interest Expenses	5,395,509	-
	5,395,509	-

22. DEPRECIATION AND AMORTIZATION EXPENSES

Particulars	For the Year Ended 31st March,2015	For the Year Ended 31st March,2014
	Amount `	Amount `
Depreciation of Tangible Assets	8,645,029	2,217,951
Depreciation of Intangible Assets	60,859	107,968
	8,705,888	2,325,919

22.1

The company has charged depreciation in keeping with the requirements of Schedule II to the Companies Act, 2013. Consequently, the estimated useful lives of fixed assets have been revised, in keeping with the provisions of schedule II to the Companies Act, 2013 effective 1st April, 2014. Pursuant to the said revision in useful lives, the depreciation expense for the year ended 31st March, 2015 is higher and profit before tax is lower by Rs 66.40 lacs.

The revision of the useful lives will result in the following changes in the depreciation expense as compared to the original useful life of the assets

Particulars	(Rs in Lacs)	
	2015-16	2016-17 onwards
Increase/(decrease) in depreciation expense	1.91	-66.75



23. OTHER EXPENSES

Particulars	For the Year Ended 31st March,2015	For the Year Ended 31st March,2014
	Amount `	Amount `
Publishing Expenses	6,936,201	8,146,591
Rent	7,309,665	7,370,295
Power and Fuel	2,033,203	1,646,494
Editorial Expenses	8,601,890	8,538,254
Advertisement, Publicity & Promotion	10,816,894	11,872,459
Digital Media Expenses	1,532,724	-
Sales Expenses	3,172,907	4,187,339
Repairs and Maintenance		
- Website	1,692,830	2,388,774
- Computers	1,645,329	1,399,699
- Others	630,799	365,012
Travel and Conveyance	5,522,683	6,478,372
Carriage, Freight and forwarding Charges	8,687,464	8,715,053
Subscription and Donations	287,372	231,982
Consultancy Expenses (Incl. Audit Fees refer details below)	4,653,085	4,575,870
Printing and Stationery Expenses	126,490	191,868
Communication Expenses	2,510,614	2,281,270
Insurance Expenses	1,567,174	1,696,360
Office Expenses	917,707	856,570
Housekeeping Expenses	1,716,309	1,541,915
Security Charges	861,162	903,203
Rates and Taxes	210,090	5,796,333
Loss on Sale of Fixed Assets	-	28,240
Loss on Exchange Fluctuation - Net	11,517	23,134
Bank Charges	72,397	80,937
Provision for Magazine Returns	1,275,486	1,420,292
Bad Debts Written Off	103,618	-
Provision for Doubtful Debts	414,146	2,233,171
	73,309,757	82,969,487

23.1 Details of Payment to auditor

	31st March,2015	31st March,2014
	Amount `	Amount `
(i) Statutory Audit Fees	250,000	230,000
(ii) Tax Audit Fees	50,000	40,000
(iii) Certification	-	100,000
(iv) Reimbursement of Expenses	45,732	27,192
	345,732	397,192



OPEN MEDIA NETWORK PRIVATE LIMITED
NOTES TO FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED March 31, 2015 :

(All amounts in Rs., unless otherwise stated)

- 24.1 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, 2015)	(As at 31st March, 2014)
24.2 Contingent liabilities		
Income tax demand under dispute AY: 2012-13	6,780	-
24.3 Additional information :-		
A. Expenditure in Foreign Exchange :	(As at 31st March, 2015)	(As at 31st March, 2014)
Travelling	-	319,232
Editorial Expenses (Net of TDS)	1,990,210	403,125
Others	136,973	200,930
	<u>2,127,183</u>	<u>923,287</u>
B. Value of imports calculated on CIF basis	(As at 31st March, 2015)	(As at 31st March, 2014)
Raw Materials - Papers	13,469,116	6,842,794
C. Earning in Foreign Exchange	(As at 31st March, 2015)	(As at 31st March, 2014)
Export	-	-
- Advertisements	1,498,377	1,049,750
- Subscription	87,212	107,812
- Others	-	123,314
	<u>1,585,589</u>	<u>1,280,876</u>

24.4 Related Party Disclosures in keeping with AS 18 issued by ICAI:

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					
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	SROPL
Equity Share Allotment	Current Year Previous Period	- 100,000,000	- -	- -	- -	- -	- -
Expense reimbursements	Current Year Previous Period	320,248 -	- -	- -	- -	- -	- -
Staff Welfare Expenses	Current Year Previous Period	20,976 -	- -	- -	- -	- -	- -
Interest Expenses	Current Year Previous Period	5,375,126 -	- -	- -	- -	- -	- -
Event Income	Current Year Previous Period	1,200,000 -	- -	- -	- -	- -	- -
Digital Media Placement	Current Year Previous Period	1,762,980 -	- -	- -	- -	- -	- -
Reduction in Share Capital	Current Year Previous Period	414,120,020 -	- -	- -	- -	- -	- -
Advance Converted to Equity during the year	Current Year Previous Period	- 320,326,420	- -	- -	- -	- -	- -
Receipt towards Equity Share allotment	Current Year Previous Period	- 100,000,000	- -	- -	- -	- -	- -
Repayment of Advance	Current Year Previous Period	- 2,000,000	- -	- -	- -	- -	- -
Receipt towards Advance	Current Year Previous Period	82,295,302 75,866,293	- -	- -	- -	- -	- -
Balance outstanding at year end. Short-term borrowing	Current Year Previous Period	87,990,676 -	- -	- -	- -	- -	- -

- 24.5 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

Director

Director

Place :Kolkata
Date: 20th May, 2015