

OPEN MEDIA NETWORK PRIVATE LIMITED

Balance Sheet as at 31st March, 2017

Particulars	Notes	As at 31 March 2017	As at 31 March 2016
EQUITY AND LIABILITIES			
Shareholder's Funds			
Share Capital	2	10,756,000	10,756,000
Reserves and Surplus	3	(341,731,819)	(198,421,608)
Non-Current Liabilities			
Long-term provisions	4	3,026,130	3,174,666
Current Liabilities			
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
		52,066,767	49,769,670
ASSETS			
Non-current assets			
<i>Fixed assets</i>			
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
Current assets			
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
		52,066,767	49,769,670
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



Jitendra Nagar

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

[Signature]

Director

[Signature]

Director

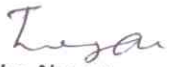
OPEN MEDIA NETWORK PRIVATE LIMITED

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
Total Revenue		74,692,973	91,406,397
Expenses:			
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
Total Expenses		218,003,184	197,409,821
LOSS BEFORE TAX AND EXCEPTIONAL ITEM		(143,310,211)	(106,003,424)
Tax expense:			
Current tax		-	-
Deferred tax charge / (Credit)		-	-
LOSS AFTER TAX AND EXCEPTIONAL ITEM		(143,310,211)	(106,003,424)
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



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: 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

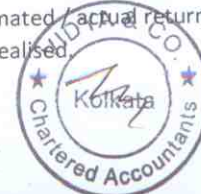
Advertising Revenue from Current Affairs & Features Magazine is recognised in the period in which the magazines are published and are accounted net of commission and discounts

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

Note :- There was a reduction of Share Capital to the extent of Rs 9.85/- per shares as per the Hon'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 `
Equity Shares :				
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	-	-	-	-
Outstanding at the end of the period	1,075,600	10,756,000	1,075,600	10,756,000

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. 1,075,600) 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, 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 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 is 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 2017 Amount `	As at 31 March 2016 Amount `
SURPLUS /(DEFICIT) IN THE STATEMENT OF PROFIT AND LOSS		
Opening Balance - (deficit)	(198,421,608)	(92,418,186)
Add : Loss for the Year	(143,310,211)	(106,003,422)
Closing Balance - (deficit)	(341,731,819)	(198,421,608)



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
	3,026,130	3,174,666

5. SHORT-TERM BORROWINGS		
Particulars	As at 31 March 2017	As at 31 March 2016
	Amount `	Amount `
Unsecured :		
Due to Holding Company	340,971,257	202,753,381
(- Payable on Demand)	340,971,257	202,753,381

6. TRADE PAYABLES		
Particulars	As at 31 March 2017	As at 31 March 2016
	Amount `	Amount `
Trade Payables	11,918,321	9,081,847
	11,918,321	9,081,847

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 `
Other Liabilities		
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
	25,151,387	21,259,671

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
	1,975,491	1,165,713



