

B S R & Associates LLP

Chartered Accountants

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INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF NDTV NETWORKS LIMITED

Report on the Consolidated Financial Statements

We have audited the accompanying consolidated financial statements of **NDTV Networks Limited** ("the Holding Company"), its subsidiaries and associates (collectively referred to as "the Group"), comprising of the Consolidated Balance Sheet as at 31 March 2016, the Consolidated Statement of Profit and Loss, the consolidated Cash flow statement for the year then ended, and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the consolidated financial statements").

Management's Responsibility for the Consolidated Financial Statements

The Holding Company's Board of Directors is responsible for the preparation of the consolidated financial statements in terms of the requirements of the Companies Act, 2013 ("the Act") that give a true and fair view of the consolidated financial position, consolidated financial performance and consolidated cash flows of the Group 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. The respective Board of Directors of the companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Group and for preventing and detecting frauds and other irregularities; the selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the 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, which have been used for the purpose of preparation of the consolidated financial statements by the Directors of the Holding Company, as aforesaid.

Auditor's Responsibility

Our responsibility is to express an opinion on these consolidated financial statements based on our audit. While conducting the audit, 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.

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 consolidated financial statements are free from material misstatement.



An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Holding Company's preparation of the consolidated financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Holding Company's Board of Directors, as well as evaluating the overall presentation of the consolidated financial statements.

We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion on the consolidated financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid consolidated 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 consolidated state of affairs of the Group as at 31 March 2016, their consolidated loss and their consolidated cash flows for the year ended on that date.

Other Matters

The consolidated financial statements of the Group for the year ended 31 March 2015 were audited by Price Waterhouse, Chartered Accountants who expressed an unmodified opinion on those statements on 2 May 2015.

Report on Other Legal and Regulatory Requirements

1. As required by Section 143(3) of the Act, we report, to the extent applicable, 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 purposes of our audit of the aforesaid consolidated financial statements;
 - (b) In our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidated financial statements have been kept so far as it appears from our examination of those books;
 - (c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss and the Consolidated Cash flow statement dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated financial statements;
 - (d) In our opinion, the aforesaid consolidated financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014;



B S R & Associates LLP

- (e) On the basis of the written representations received from the directors of the Holding Company as on 31 March 2016 taken on record by the Board of Directors of the Holding Company and the report of the statutory auditors of its subsidiary companies incorporated in India, none of the Directors of the Group companies incorporated in India is disqualified as on 31 March 2016 from being appointed as a Director of that company in terms of sub-section 2 of Section 164 of the Act;
- (f) With respect to the adequacy of the internal financial controls over financial reporting of the Group and the operating effectiveness of such controls, refer to our separate Report in 'Annexure A'; and
- (g) 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. The Group does not have any pending litigations as at 31 March 2016 which would impact its financial position.
 - ii. The Group has long-term contracts as at 31 March 2016 for which there were no material foreseeable losses. The Group has no outstanding derivative contracts as at 31 March 2016;
 - iii. The Group does not have any dues on account of Investor Education and Protection Fund.

For B S R & Associates LLP

Chartered Accountants

Firm registration number: 116231W/ W-100024



Rakesh Dewan

Partner

Membership number: 092212

Place: Gurgaon
Date: 5 May 2016

Annexure A to the Independent Auditor's Report of even date on the consolidated financial statements of NDTV Networks Limited

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

In conjunction with our audit of the consolidated financial statements of the Company as of and for the year ended March 31, 2016, we have audited the internal financial controls over financial reporting of NDTV Networks Limited ("the Holding Company") and its subsidiary companies, which are companies incorporated in India, as of that date.

Management's Responsibility for Internal Financial Controls

The respective Board of Directors of the Holding Company and its subsidiary companies, which are companies incorporated in India, are responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India (ICAI). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to the respective company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditor's Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both issued by the ICAI. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting



Meaning of Internal Financial Controls Over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, the Holding Company and its subsidiary companies, which are companies incorporated in India, have, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2016, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the ICAI.

For B S R & Associates LLP
Chartered Accountants
Firm registration number: 116231W/ W-100024



Rakesh Dewan
Partner

Membership number: 092212

Place: Gurgaon
Date: 5 May 2016

NDTV Networks Limited

in Rs million

Consolidated Balance Sheet	Notes	As at March 31, 2016	As at March 31, 2015
Equity and liabilities			
Shareholders' funds			
Share capital	3	325.24	323.99
Reserves and surplus	4	452.66	677.80
		<u>777.90</u>	<u>1,001.79</u>
Share application money pending allotment	5	-	1.25
Minority interest		1,383.55	1,607.79
Non-current liabilities			
Long-term borrowings	6	150.00	133.33
Other long-term liabilities	7	50.00	35.00
Long-term provisions	8	16.75	16.03
		<u>216.75</u>	<u>184.36</u>
Current liabilities			
Trade payables	9		
-total outstanding dues of micro enterprises and small enterprises		-	-
-total outstanding dues of creditors other than micro enterprises and small enterprises		641.66	504.10
Other current liabilities	10	240.57	192.33
Short-term provisions	8	0.66	0.61
		<u>882.89</u>	<u>697.04</u>
TOTAL		<u><u>3,261.09</u></u>	<u><u>3,492.22</u></u>
Assets			
Non-current assets			
Fixed assets			
Tangible assets	11	72.14	75.80
Intangible assets	11	1,086.85	1,049.79
Capital work-in-progress		2.11	6.56
Non-current investments	12	27.08	27.08
Deferred tax asset (net)	13	6.08	1.67
Long-term loans and advances	14	494.35	254.89
Other non-current assets	16.2	10.92	30.26
		<u>1,699.53</u>	<u>1,446.05</u>
Current assets			
Inventories	15	69.00	85.12
Trade receivables	16.1	614.08	619.67
Cash and bank balances	17	673.44	1,039.16
Short-term loans and advances	14	173.90	260.02
Other current assets	16.2	31.14	42.20
		<u>1,561.56</u>	<u>2,046.17</u>
TOTAL		<u><u>3,261.09</u></u>	<u><u>3,492.22</u></u>
Summary of significant accounting policies	2		

The accompanying notes are an integral part of the financial statements.

As per our report of even date attached

For **BSR & Associates LLP**
Chartered Accountants
ICAI Firm Registration No 116231W/W-100024



Rakesh Dewan
Partner
Membership No: 092212

Place: **GURGAON**
Date: **5 MAY 2016.**

For and on behalf of the Board of Directors of
NDTV Networks Limited



K V L Narayan Rao
Director



Saurav Banerjee
Director, Finance and Group CFO



Ajay Mankotia
Managing Director



Vignesh Aggrwal
Chief Financial Officer

Place: **NEW DELHI**
Date: **4 MAY 2016.**

NDTV Networks Limited

in Rs million except per share data

Consolidated Statement of Profit and Loss	Notes	Year ended	
		March 31, 2016	March 31, 2015
Income			
Revenue from operations	18	1,718.49	1,613.74
Other income	19	72.47	111.50
Total revenue (I)		1,790.96	1,725.24
Expenses			
Purchase of stock-in-trade		145.21	212.43
Changes in inventories of stock in trade	20	5.64	(3.84)
Production expenses	21	469.99	505.86
Employee benefits expense	22	483.17	403.10
Operations and administration expenses	23	443.88	320.20
Marketing, distribution and promotion expenses		556.20	358.76
Impairment of goodwill	11	27.71	1,215.07
Depreciation and amortisation expense	24	33.74	30.97
Finance costs	25	42.69	10.99
Total (II)		2,208.23	3,053.54
Loss before tax (I)-(II)		(417.27)	(1,328.30)
Tax expense			
Current tax		71.43	89.02
Provision for income tax for earlier years		-	(0.07)
Deferred tax		(4.41)	26.27
Total tax expense		67.02	115.22
Loss for the year		(484.29)	(1,443.52)
Share of minority		(170.56)	13.64
Share in profit of associate		(1.37)	-
Loss for the year carried to reserves and surplus		(315.10)	(1,457.16)
Loss per equity share (nominal value of share Rupees 10/- (previous year Rs 10))			
	26		
Basic and diluted		(5,356.75)	(24,771.98)
Summary of significant accounting policies	2		

The accompanying notes are an integral part of the financial statements.

As per our report of even date attached

For **BSR & Associates LLP**
Chartered Accountants
ICAI Firm Registration No 116231W/W-100024



Rakesh Dewan
Partner
Membership No: 092212

Place: GURGAON
Date: 5 MAY 2016

For and on behalf of the Board of Directors of
NDTV Networks Limited



K V L Narayan Rao
Director



Saurav Banerjee
Director, Finance and Group CFO



Ajay Mankotia
Managing Director



Yogesh Aggarwal
Chief Financial Officer

Place: NEW DELHI
Date: 4 MAY 2016

NDTV Networks Limited

in Rs million

Consolidated Cash Flow Statement	Notes	Year ended March 31, 2016	Year ended March 31, 2015
Cash flow from operating activities			
Loss before tax		(417.27)	(1,328.30)
Adjustments:			
Depreciation and amortisation		33.74	30.97
Impairment of goodwill		27.71	1,215.07
Provision for gratuity		4.28	6.68
(Profit) /Loss on sale of fixed assets		(0.07)	0.08
Advances from customers written back		-	(0.50)
Liabilities for operating expenses written back		(8.90)	(4.79)
Provision for doubtful debts		15.14	2.68
Bad debt written off		4.47	1.49
Provision for doubtful debts written back		(3.72)	(1.35)
Employee stock compensation expense		15.41	19.13
Unrealised foreign exchange loss/(gain)		-	(0.18)
Finance costs		42.69	10.99
Interest income		(54.66)	(109.67)
Operating profit/(loss) before working capital changes		(341.18)	(157.70)
Movements in working capital :			
Increase/ (decrease) in trade payables		146.46	(13.00)
Increase / (decrease) in provisions		(3.51)	(1.84)
Increase/ (decrease) in other current liabilities		(25.02)	(11.49)
Increase/ (decrease) in other long-term liabilities		15.00	35.00
Decrease / (increase) in trade receivables		(10.30)	87.28
Decrease / (increase) in inventories		16.12	29.45
Decrease / (increase) in long-term loans and advances		(122.66)	(231.65)
Decrease / (increase) in short-term loans and advances		12.38	(116.51)
Decrease / (increase) in other assets		(14.55)	-
Cash used in operations		(327.26)	(380.47)
Direct taxes paid		(113.36)	(96.24)
Net cash flow used in operating activities (A)		(440.62)	(476.71)
Cash flows from investing activities			
Purchase of tangible/intangible fixed assets, including CWIP		(95.45)	(18.47)
Proceeds from sale of fixed assets		4.10	0.33
Purchase of investment		(1.37)	-
Interest received		77.53	88.36
Net proceeds from fixed deposits		64.84	486.68
Net cash flow generated from investing activities (B)		49.65	556.90
Cash flows from financing activities			
Proceed from/ (payment to) minority shareholder		275.6	-
Proceeds from borrowings		90.00	160.00
Redemption of non-cumulative redeemable preference share		(283.00)	-
Proceeds from issue of share capital		29.55	17.46
Finance costs paid		(35.80)	(17.65)
Net cash flow generated from financing activities (C)		76.36	159.81
Net increase/(decrease) in cash and cash equivalents (A + B + C)		(314.61)	240.00
Cash and cash equivalents at the beginning of the year		391.4	151.38
Cash and cash equivalents at the end of the year		76.78	391.39
Components of cash and cash equivalents			
		As at	As at
		March 31, 2016	March 31, 2015
Cash in hand		1.14	1.13
Balances with banks:			
- Current account		51.04	17.76
- Deposits with original maturity of less than three months		24.60	372.50
		76.78	391.39

Summary of significant accounting policies

2



NDTV Networks Limited
Consolidated Cash Flow Statement

1. The above cash flow statement has been prepared under the indirect method set out in Accounting Standard-3 "Cash Flow Statements" as specified under section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rule 2014.

As per our report of even date attached

For **BSR & Associates LLP**
Chartered Accountants
ICAI Firm Registration No 116231W/W-100024



Rakesh Dewan
Partner
Membership No: 092212

Place: **GURGAON**
Date: **5 MAY 2016**

For and on behalf of the Board of Directors of
NDTV Networks Limited



K V L Narayan Rao
Director



Saurav Banerjee
Director, Finance and Group CFO



Ajay Mankotia
Managing Director



Yogesh Aggrwal
Chief Financial Officer

Place: **NEW DELHI**
Date: **4 MAY 2016**

NDTV Networks Limited

Notes to the Consolidated Financial Statements for the year ended March 31, 2016

1. Corporate information

NDTV Networks Limited was incorporated on June 10, 2010 under the Companies Act, 1956, is a subsidiary of New Delhi Television Limited ("NDTV"), the holding Company. The Company has various subsidiaries which are in the business of television media, maintenance and operation of ndtv.com and other websites, content providing and into different E-commerce business on various platforms.

2. Summary of significant accounting policies

2.1 Basis of preparation and principles of consolidation

(a) The consolidated financial statements ("CFS") of the Company comprise the Company, its subsidiaries and associates (collectively referred to as "the Group"). The CFS have been prepared to comply in all material aspects with applicable accounting principles in India, the applicable Accounting Standards prescribed under Section 133 of the Companies Act, 2013 ('Act') read with Rule 7 of the Companies (Accounts) Rules, 2014, the provisions of the Act (to the extent notified) and other accounting principles generally accepted in India, to the extent applicable and in particular Accounting Standard 21 (AS 21) - 'Consolidated Financial Statements' and Accounting Standard 23 (AS 23) - 'Accounting for Investments in Associates in Consolidated Financial Statements'. The Group follows the mercantile system of accounting and recognises income and expenditure on accrual basis and prepares its accounts on a going concern basis.

(b) The financial statements of the Company and its subsidiaries have been combined on a line-by-line basis by adding together the book values of like items of assets, liabilities, income and expenses. Intra group balances and intra group transactions and resulting unrealised profits are eliminated in full. Unrealised losses resulting from intra group transactions are also eliminated unless cost cannot be recovered. The consolidated financial statements have been prepared using uniform accounting policies for like transactions and other events in similar circumstances.

(c) The CFS include the share of profit/loss of the associate companies which has been accounted as per the 'Equity method', and accordingly, the share of profit / loss of each of the associate companies from the date of acquisition has been added to / deducted from the cost of investments. An associate is an enterprise in which the investor has significant influence and which is neither a subsidiary nor a joint venture of the investor.

(d) The notes and significant policies to the CFS are intended to serve as a guide for better understanding of the Group's position. In this respect, the Group has disclosed such notes and policies, which represent the required disclosure.

(e) Reserves and surplus shown in the Consolidated Balance Sheet includes the Group's share in the respective reserves of subsidiaries. Reserve attributable to minority stakeholders is reported as part of minority interest in the consolidated Balance Sheet.

(f) Minority interests in the net assets of the consolidated subsidiaries consists of the amount of equity attributable to the minority shareholders at the dates on which the investments are made by NDTV Networks Limited in the subsidiary companies and further movements in their share in the equity, subsequent to the dates of investments as stated above.

All assets and liabilities have been classified as current or non-current in accordance with the individual entities under the Group's operating cycle and other relevant criteria. Based on the nature of the product or services and the time between the acquisition of assets for processing and their realisation in cash and cash equivalents, the Group has ascertained its operating cycle as 12 months for the purpose of current - non current classification of assets and liabilities.

2.2 Goodwill / capital reserve

Subsidiaries

Goodwill represents the difference between the cost of acquisition and the Group's share in the net worth of a subsidiary at each point of time of making the investment in the subsidiary. For this purpose, the Group's share of net worth is determined on the basis of the latest financial statements prior to the acquisition after making necessary adjustments for material events between the date of such financial statements and the date of the respective acquisition. Negative goodwill is shown as capital reserve.

2.3 Use of estimates

In the preparation of the financial statements, the management of each entity in the Group makes appropriate estimates and assumptions [in conformity with the applicable accounting principles in India] that affect the reported balances of assets and liabilities and disclosures relating to contingent assets and liabilities as at the date of the financial statements and reported amounts of income and expenses during the period. Examples of such estimates include provisions for doubtful debts, future obligations under employee retirement benefit plans, income taxes, and the useful lives of fixed assets and intangible assets.

Provisions: Provisions are recognised when there is a present obligation as a result of a past event. It is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and there is a reliable estimate of the amount of the obligation. Provisions are measured at the best estimate of the expenditure required to settle the present obligation at the Balance sheet date and are not discounted to their present value.

Contingent liability: Contingent liabilities are disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Group or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle or a reliable estimate of the amount cannot be made.

2.4 Tangible assets

Tangible assets, except in the cases mentioned below, are stated at the cost of acquisition, which includes taxes, duties, freight, insurance and other incidental expenses incurred for bringing the assets to the working condition required for their intended use, less depreciation and impairment.

Fixed assets purchased under barter arrangements are stated at the fair market value as at the date of purchase.

Depreciation on tangible assets is provided on a pro-rata basis on the straight line method over the estimated useful lives of the assets. The useful lives as estimated for tangible assets are in accordance with the useful lives as indicated in Schedule II of the Companies Act, 2013 except for the following classes of assets where different useful lives have been used.



NDTV Networks Limited

Notes to the Consolidated Financial Statements for the year ended March 31, 2016

Asset head	Useful Life (years)
Computers	3-6

The estimates of useful lives of the assets are based on technical evaluation.

Individual assets costing less than Rs. 5,000 are depreciated at the rate of 100% in the year of acquisition.

The useful lives are reviewed by the management at each financial year-end and revised, if appropriate. In case of a revision, the unamortised depreciable amount is charged over the revised remaining useful life.

Any loss arising from the retirement of and gains or losses arising from disposal of fixed assets which are carried at cost are recognised in the Statement of Profit and

2.5 Intangible assets

Intangible assets are recognised if they are separately identifiable and the Group controls the future economic benefits arising out of them. All other expenses on intangible items are charged to the profit and loss account. Intangible assets are stated at cost less accumulated amortisation and impairment.

Gains or losses arising from the retirement or disposal of an intangible asset are determined as the difference between the net disposal proceeds and the carrying amount of the asset and recognised as income or expense in the Statement of Profit and Loss.

Amortisation on intangible assets is provided using the Straight Line Method based on the useful lives as estimated by the management. Amortisation is charged on a pro-rata basis for assets purchased/sold during the year. Individual assets costing less than Rs. 5,000 are amortised at the rate of 100% in the year of acquisition. The management's estimates of useful lives for intangible assets are given below:

Asset head	Useful Life (years)
Computer software	6
Website	6

Amortisation method and useful lives are reviewed at each reporting date. If the useful life of an asset is an estimated to be significantly different from previous estimate, the amortisation period is changed accordingly. If there has been a significant change in the expected pattern of economic benefit from the asset, the amortisation method is changed to reflect the changed pattern.

2.6 Leases

Assets taken on leases where significant risks and rewards of ownership are retained by the lessor are classified as operating leases. Lease rentals are charged to the Statement of Profit and Loss on a straight line basis over the lease term.

2.7 Impairment of tangible and intangible assets

The carrying values of assets are reviewed at each reporting date to determine if there is indication of any impairment, using external and internal sources. If any indication exists, the asset's recoverable amount is estimated. For assets that are not yet available for use, the recoverable amount is estimated at each reporting date. Impairment occurs where the carrying value of the asset or its cash generating unit exceeds the present value of future cash flows expected to arise from the continuing use of the asset or its cash generating unit and its eventual disposal. The impairment loss to be expensed is determined as the excess of the carrying amount over the higher of the asset's net sales price or present value of future cash flows from use of the assets as determined above. An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount. Impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined net of depreciation or amortisation, if no impairment loss had been recognised.

2.8 Revenue recognition

Advertisement revenue from broadcasting is recognised when the advertisements are displayed.

Subscription revenue from direct-to-home satellite operators and other distributors for the right to distribute the channels is recognised when the service has been provided as per the terms of the contract.

Revenues from production arrangements are recognised when the contract period begins and the programming is available for telecast pursuant to the terms of the agreement. Typically the milestone is reached when the finished product has been delivered or made available to and accepted by the customer. Revenue from equipment given out on lease is accounted for on an accrual basis over the period of use of the equipment.

Revenue from sale of licenses and services is recognized as per terms of contract when no significant uncertainty exists with respect to ultimate collection.

Revenue from content provided to Mobile VAS operators is recognized when services are rendered and no significant uncertainty exists with respect to ultimate collection.

Income from the display of graphical advertisements ("display advertising") is recognised on the website as "impressions" are delivered. An "impression" is delivered when an advertisement appears in pages viewed by users.

Revenue from the display of text based links to the websites of its advertisers ("search advertising") is recognised for those display's which are placed on the website. Search advertising revenue is recognised as "clickthroughs" occur. A "click-through" occurs when a user clicks on an advertiser's listing.

Revenue from services provided is recognised when persuasive evidence of an arrangement exists; the consideration is fixed or determinable; and it is reasonable to expect ultimate collection. Such revenues are recognised as the services are provided.

Revenue from online sale of goods are recognised when the goods have been delivered and all the risk and rewards of ownership has been transferred to the buyer.

Commission from online booking of gadgets and its accessories under marketplace model is recognized when the product is delivered to the buyer.

2.9 Investments

Investments that are readily realisable and intended to be held for not more than a year from the date of acquisition are classified as current investments. All other investments are classified as long-term investments. However, that part of long term investments which is expected to be realised within 12 months after the reporting date is also presented under 'current assets' as "current portion of long term investments".

Long-term investments (including current portion thereof) are carried at cost less any other-than-temporary diminution in value, determined separately for each individual investment.

Any reductions in the carrying amount and any reversals of such reductions are charged or credited to the Statement of Profit and Loss.



NDTV Networks Limited

Notes to the Consolidated Financial Statements for the year ended March 31, 2016

2.10 Inventories

Stores , spares and tapes

Stores and spares consist of blank video tapes (Beta Cam and DVC) and equipment spare parts and are valued at the lower of cost or net realisable value. Cost is measured on a First In First Out (FIFO) basis.

Programmes under production and finished programmes

Inventories related to television software (programmes completed, in process of production, available for sale or purchased programmes) are stated at the lower of cost (which includes direct production costs, story costs, acquisition of footage and allocable production overheads) and net realisable value. The cost of purchased programmes is amortised over the initial licence period. The Group charges to the Statement of Profit and Loss, the costs incurred on non-news programmes produced by it based on the estimated revenues generated by the first and the subsequent telecasts.

Stock in trade

Inventories related to trade are stated at the lower of cost and net realisable value. The value of stock has been specific to the order placed by the customer. The stock in trade comprises apparels, dresses and fashion accessories. Net realisable value is estimated selling price in the ordinary course of business less the estimated cost to make the sale.

2.11 Foreign currency transaction

Transactions in foreign currency are recorded at the rates of exchange in force at the time the transactions are effected. All monetary assets and liabilities denominated in foreign currency are restated at the year-end exchange rate. All non-monetary assets and liabilities are stated at the rates prevailing on the dates of the transactions.

Gains / (losses) arising out of fluctuations in the exchange rates are recognised as income / expense in the period in which they arise.

2.12 Employee benefits

Short-term employee benefits

Employee benefits payable wholly within twelve months of receiving employee services are classified as short-term employee benefits. These benefits include salaries and wages and bonus. The undiscounted amount of short-term employee benefits to be paid in exchange for employee services is recognised as an expense as the related service is rendered by employees.

Defined contribution plans

The Company's provident fund scheme is a defined contribution plan. The Company's contribution paid/payable under the scheme is recognised as an expense in the Statement of Profit and Loss during the period in which the employee renders the related service.

Defined benefit plans

The Company's gratuity benefit scheme is defined benefit plan. The Company's net obligation in respect of a defined benefit plan is calculated by estimating the amount of future benefit that employees have earned in return for their service in the current and prior periods; that benefit is discounted to determine its present value. Any unrecognised past service costs and the fair value of any plan assets are deducted. The calculation of the Company's obligation under the plan is performed annually by a qualified actuary using the projected unit credit method.

The Company recognises all actuarial gains and losses arising from defined benefit plans immediately in the Statement of Profit and Loss. All expenses related to defined benefit plans are recognised in employee benefits expense in the Statement of Profit and Loss. When the benefits of a plan are improved, the portion of the increased benefit related to past service by employees is recognized in Statement of Profit and Loss on a straight-line basis over the average period until the benefits become vested. The Company recognizes gains and losses on the curtailment or settlement of a defined benefit plan when the curtailment or settlement occurs.

2.13 Employee stock based compensation

The Group calculates the employee stock compensation expense based on the intrinsic value method wherein the excess of market price of underlying equity shares as on the date of the grant of options over the exercise price of the options given to employees under the Employee Stock Option Scheme of the respective entities within the Group, is recognised as deferred stock compensation expense and is amortised over the vesting period in accordance with the prescribed accounting treatment.

2.14 Earnings per share (EPS)

Basic EPS

The earnings considered in ascertaining the Groups basic EPS comprise the net profit/ (loss) after tax. The number of shares used in computing basic EPS is the weighted average number of shares outstanding during the year.

Diluted EPS

The net profit/ (loss) after tax and the weighted average number of shares outstanding during the year are adjusted for all the effects of dilutive potential equity shares for calculating the diluted EPS, except when the results will be anti-dilutive.

2.15 Other income

Interest Income is recognized on a proportion of time basis taking into account the principal outstanding and the rate applicable.



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Notes to the Consolidated Financial Statements for the year ended March 31, 2016

2.16 Barter transactions

Barter transactions are recognised at the fair value of the consideration received or rendered. When the fair value of the transactions cannot be measured reliably, the revenue / expense is measured at the fair value of the goods / services provided or received, adjusted by the amount of cash or cash equivalent transferred.

In the normal course of business, the Company enters into a transaction in which it purchases an asset or a service for business purposes and/or makes an investment in a customer and at the same time negotiates a contract for sale of advertising to the seller of the asset or service, as the case may be. Arrangements though negotiated contemporaneously, may be documented in one or more contracts. The Company's policy for accounting for each transaction negotiated simultaneously is to record each element of the transaction based on the respective estimated fair values of the assets or services purchased or investments made and the airtime sold. Assets which are acquired in the form of investments are recorded as investments and accounted for accordingly. In determining their fair value, the Company refers to independent appraisals (where available), historical transactions or comparable cash transactions.

2.17 Taxes on income

Income-tax expense comprises current tax (i.e. amount of tax for the period determined in accordance with the income-tax law) and deferred tax charge or credit (reflecting the tax effects of timing differences between accounting income and taxable income for the period). Income-tax expense is recognised in profit or loss except that tax expense related to items recognised directly in reserves is also recognised in those reserves.

Current tax is measured at the amount expected to be paid to (recovered from) the taxation authorities, using the applicable tax rates and tax laws. Deferred tax is recognised in respect of timing differences between taxable income and accounting income i.e. differences that originate in one period and are capable of reversal in one or more subsequent periods. The deferred tax charge or credit and the corresponding deferred tax liabilities or assets are recognised using the tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date. Deferred tax assets are recognised only to the extent there is reasonable certainty that the assets can be realised in future; however, where there is unabsorbed depreciation or carried forward loss under taxation laws, deferred tax assets are recognised only if there is a virtual certainty supported by convincing evidence that sufficient future taxable income will be available against which such deferred tax assets can be realised. Deferred tax assets are reviewed as at each balance sheet date and written down or written-up to reflect the amount that is reasonably/virtually certain (as the case may be) to be realised.

2.18 Segment reporting

The accounting policies adopted for segment reporting are in conformity with the accounting policies adopted for the group. Further, inter-segment revenue have been accounted for based on the transaction price agreed to between segments which is primarily market based. Revenue and expenses, which relate to the group as a whole and are not allocable to segments on a reasonable basis, have been included under "Unallocated corporate expenses".

2.19 Cash and cash equivalents

In the cash flow statement, cash and cash equivalents includes cash in hand, demand deposits with banks, and other short-term highly liquid investments with original maturities of three months or less.



NDTV Networks Limited

Notes to the Consolidated Financial Statements for the year ended March 31, 2016

3. Share capital	in Rs million	
	As at March 31, 2016	As at March 31, 2015
Authorised		
70,000(previous year 70,000) equity shares of Rs.10/- each	0.70	0.70
37,250,000 (previous year 33,250,000) preference shares of Rs.10/- each	372.5	332.50
Subscribed and fully paid-up		
Equity shares		
58,823(previous year 58,823) equity shares of Rs.10/- each	0.59	0.59
Non-cumulative redeemable preference shares		
32,465,000(previous year 32,340,000) preference shares of Rs.10/- each	324.65	323.40
	325.24	323.99

(a) Reconciliation of the shares outstanding at the beginning and at the end of the reporting year

Equity shares	As at March 31, 2016		As at March 31, 2015	
	Numbers	in Rs million	Numbers	in Rs million
At the beginning of the year	58,823	0.59	58,823	0.59
Outstanding at the end of the year	58,823	0.59	58,823	0.59

Non-cumulative redeemable preference shares	As at March 31, 2016		As at March 31, 2015	
	Numbers	in Rs million	Numbers	in Rs million
At the beginning of the year	32,340,000	323.40	27,000,000	270.00
Issued during the year (Refer note 3(e)(iii))	2,955,000	29.55	5,340,000	53.40
Redeemed during the year (Refer note 3(e)(ii))	(2,830,000)	(28.30)	-	-
Outstanding at the end of the year	32,465,000	324.65	32,340,000	323.40

(b) Shares held by holding company/ultimate holding company and /or their subsidiaries/associates

	As at March 31, 2016		As at March 31, 2015	
	Numbers	in Rs million	Numbers	in Rs million
Equity shares of Rs 10 each fully paid held by	50,000	0.50	50,000	0.50
Preference shares of Rs.10/- each fully paid held by	32,465,000	324.65	32,340,000	323.40

(c) Details of shareholders holding more than 5% shares in the Company

Name of the shareholder	As at March 31, 2016		As at March 31, 2015	
	Numbers	% holding	Numbers	% holding
Equity shares of Rs 10 each fully paid up held by				
New Delhi Television Limited	50,000	85.00%	50,000	85.00%
Non-Cumulative Redeemable Preference Shares of Rs 10 each				
New Delhi Television Limited	32,465,000	100.00%	32,340,000	100.00%

(d) Rights and restrictions attached to equity shares

The Company has a single class of equity shares. Accordingly, all equity shares rank equally with regard to dividends and share in the Company's residual assets. The equity shares are entitled to receive dividend as declared from time to time. The voting rights of an equity shareholder on a poll (not on show of hands) are in proportion to its share of the paid-up equity capital of the Company. Voting rights cannot be exercised in respect of shares on which any call or other sums presently payable have not been paid. Failure to pay any amount called up on shares may lead to forfeiture of the shares. On winding up of the Company, the holders of equity shares will be entitled to receive the residual assets of the Company in proportion to the number of equity shares held.

(e) Rights and restrictions attached to Non-cumulative redeemable preference shares *

(i) The Company has allotted Non-Cumulative Redeemable Preference Shares of face value of Rs. 10/- each, fully paid to NDTV Studios Limited (Merged with New Delhi Television Limited pursuant to Scheme of Arrangement on December 17, 2010, w.e.f. appointed date April 1, 2010), at a premium of Rs.90/- per share, for an aggregate sum of Rs. 2700 million.



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Notes to the Consolidated Financial Statements for the year ended March 31, 2016

These preference Shares are redeemable at a premium in the 20th year from the date of issue i.e. October 15, 2010 at the discretion of Board of Directors in one or more tranches. These shares can also be redeemed at any time earlier than 20th year from the date of issue subject to unanimous approval from the shareholders. The shares are redeemable at a minimum premium at which they were issued, subject to the profits of the Company and adequate balance in security premium account for redemption.

(ii) During the year, the Company has redeemed 2,830,000 Non-cumulative redeemable preference shares at Rs 100/- per share. Premium on redemption amounting to Rs. 254.7 has been adjusted against securities premium account as per the provisions of Section 52 of Companies Act 2013

(iii) The Company has further allotted 2,955,000 Non-Cumulative Redeemable Preference Shares of face value of Rs. 10/- each, fully paid to New Delhi Television Limited for an aggregate sum of Rs 29.55 million. These Preference Shares are redeemable at a premium to be decided at the time of redemption in the 15th year from the date of issue i.e. February 05, 2015 at the discretion of Board of Directors in one or more tranches. These shares can also be redeemed at any time earlier than 15th year from the date of issue subject to unanimous approval from the shareholders.

4. Reserves and surplus	in Rs million	
	As at March 31, 2016	As at March 31, 2015
Securities premium account		
Balance as at the beginning of the year	2,628.43	2,628.43
Less: redemption of preference shares(refer note 3(e)(ii))	(254.70)	-
Balance as at the end of the year	2,373.73	2,628.43
Employee stock options outstanding account (refer note 28)		
Compensation for options granted till date	49.04	33.87
Less: deferred employee stock compensation	(11.30)	(11.54)
Balance as at the end of the year	37.74	22.33
Capital reserve		
Balance as at the beginning of the year	-	-
Additions during the year	329.25	-
Balance as at the end of the year	329.25	-
Deficit in the statement of profit and loss		
Balance as at the beginning of the year	(1,972.96)	(515.80)
Loss for the year	(315.10)	(1,457.16)
Balance as at the end of the year	(2,288.06)	(1,972.96)
Total reserves and surplus	452.66	677.80

5. Share application money pending allotment	in Rs million			
	As at March 31, 2016		As at March 31, 2015	
	Number of Shares	Amount	Number of Shares	Amount
Non-cumulative redeemable preference shares of face value of Rs 10 each proposed to be issued at par (Refer note below)	-	-	125,000	1.25
	-	-	125,000	1.25

Preference share has been allotted in the current year, the Company has sufficient authorised capital to cover the share capital amount on allotment of above share



NDTV Networks Limited

Notes to the Consolidated Financial Statements for the year ended March 31, 2016

6. Long-term borrowings

in Rs million

	As at	As at	As at	As at
	March 31, 2016	March 31, 2015	March 31, 2016	March 31, 2015
	Non-current		Current	
Term loan (secured)				
Term loan from Bank (refer note below)	150.00	133.33	100.00	26.67
Secured borrowings	-	-	(100.00)	(26.67)
	150.00	133.33	-	-

Nature of security	Terms of repayment
The term loan from bank amounting to Rs 250 million (previous year Rs 160 million) are secured by:	36 equal monthly instalments amounting to Rs.8.33 million each after moratorium of 12 months from the date of first disbursement. i.e. 30 September 2014
1) Charge on all current and fixed assets of the NDTV Convergence Limited and:	During the year Company has repaid 6 equal instalments starting 30 October 2015 amounting to Rs 50 million.
a) Fixed Deposits of Rs.35 million (previous year 18.67 million) under lien with bank.	
b) Fixed Deposit of Rs.9.54 million (previous year Rs 5.04 million) equivalent to 3 months interest on term loan under lien with bank.	Rate of Interest is bank's base rate plus 1.75% per annum payable on monthly rests. Effective rate of interest as on March 31, 2016 is 12% per annum.
2) New Delhi Television Limited (NDTV) and Group Company have issued an unconditional and irrevocable guarantees in favour of the NDTV Convergence Limited to the extent of Rs.350 million and Rs.300 million respectively. These guarantees are valid till the tenure of loan.	
3) NDTV has created a charge in favour of bank on its under construction properties of Rs.50 million	

7. Other long term liabilities

in Rs million

	As at	As at
	March 31, 2016	March 31, 2015
Security deposit from related party *	50.00	35.00
	50.00	35.00

* Payable to New Delhi Television Limited, the holding company (refer note 31)

8. Provisions

in Rs million

	As at March 31, 2016		As at March 31, 2015	
	Long-Term	Short-Term	Long-Term	Short-Term
Provision for employee benefits				
Provision for gratuity (refer note 27)	16.75	0.63	16.03	0.58
Other provisions				
Provision for fringe benefit tax	-	0.03	-	0.03
	16.75	0.66	16.03	0.61

9. Trade payables

in Rs million

	As at	As at
	March 31, 2016	March 31, 2015
Trade payables		
-total outstanding dues of micro enterprises and small enterprises; (refer note 35)	-	-
-total outstanding dues of creditors other than micro enterprises and small enterprises	641.66	504.10
	641.66	504.10

10. Other current liabilities

in Rs million

	As at	As at
	March 31, 2016	March 31, 2015
Current maturities of long-term borrowings (refer note 6)	100.00	26.67
Advances from customers	25.43	37.41
Income received in advance/deferred income	11.70	4.23
Interest accrued and due on borrowings	2.63	1.70
Book overdraft	9.82	22.60
Employee benefits payable	58.96	45.16
Statutory dues payable	26.62	23.57
Payable to NDTV group employees trust	-	1.55
Payable to related party*	-	23.02
Payable for purchase of fixed asset	5.41	6.42
	240.57	192.33

* Payable to New Delhi Television Limited, the holding company, on account of purchase of ordinary shares of Astro Awani Network SDN.BHD (refer note 31)



NDTV Networks Limited

Notes to the consolidated financial statements for the year ended March 31, 2016

11. Tangible Assets

Particulars	(in Rs. million)					
	Plant and machinery	Computers	Office equipment	Furniture and fixtures	Vehicles	Total
Gross block						
As at April 1, 2015	97.12	54.02	9.40	4.65	7.14	172.33
Additions	3.78	9.73	1.86	0.20	9.11	24.68
Disposals	0.11	5.06	0.87	0.07	0.96	7.07
As at March 31, 2016	100.79	58.69	10.39	4.78	15.29	189.94
Depreciation						
As at April 1, 2015	54.71	30.64	5.37	1.54	4.27	96.53
Charge for the year	10.93	8.13	1.96	1.01	2.27	24.30
Disposals	-	1.89	0.52	-	0.62	3.03
As at March 31, 2016	65.64	36.88	6.81	2.55	5.92	117.80
Net block						
As at March 31, 2016	35.16	21.81	3.57	2.23	9.37	72.14
Particulars						
Gross block						
As at April 1, 2014	92.59	47.90	8.48	4.62	7.79	161.38
Additions	4.53	6.29	1.10	0.03	-	11.95
Disposals	-	0.17	0.18	-	0.65	1.00
As at March 31, 2015	97.12	54.02	9.40	4.65	7.14	172.33
Depreciation						
As at April 1, 2014	44.89	23.39	3.66	0.64	3.29	75.87
Charge for the year	9.82	7.29	1.87	0.90	1.37	21.25
Disposals	-	0.04	0.16	-	0.39	0.59
As at March 31, 2015	54.71	30.64	5.37	1.54	4.27	96.53
Net block						
As at March 31, 2015	42.41	23.38	4.03	3.11	2.87	75.80



NDTV Networks Limited

Notes to the consolidated financial statements for the year ended March 31, 2016

11. Intangible Assets

Particulars	(in Rs. million)			
	Computer software	Website	Goodwill	Total
Gross block				
As at April 1, 2015	38.17	25.60	2,235.47	2,299.24
Additions	3.29	12.73	58.19	74.21
Disposals	-	-	-	-
As at March 31, 2016	41.46	38.33	2,293.66	2,373.45
Amortisation				
As at April 1, 2015	19.88	14.50	-	34.38
Charge for the year	5.54	3.90	-	9.44
Disposals	-	-	-	-
As at March 31, 2016	25.42	18.40	-	43.82
Impairment				
As at April 1, 2015	-	-	1,215.07	1,215.07
Charge for the year	-	-	27.71	27.71
Disposals	-	-	-	-
As at March 31, 2016	-	-	1,242.78	1,242.78
Net block				
As at March 31, 2016	16.04	19.93	1,050.88	1,086.85
Particulars				
Gross block				
As at April 1, 2014	35.31	24.55	2,231.55	2,291.41
Additions	2.86	1.05	3.92	7.83
Disposals	-	-	-	-
As at March 31, 2015	38.17	25.60	2,235.47	2,299.24
Amortisation				
As at April 1, 2014	13.47	11.19	-	24.66
Charge for the year	6.41	3.31	-	9.72
Disposals	-	-	-	-
As at March 31, 2015	19.88	14.50	-	34.38
Impairment				
As at April 1, 2014	-	-	-	-
Charge for the year	-	-	1,215.07	1,215.07
Disposals	-	-	-	-
As at March 31, 2015	-	-	1,215.07	1,215.07
Net block				
As at March 31, 2015	18.29	11.10	1,020.40	1,049.79



NDTV Networks Limited

Notes to the Consolidated Financial Statements for the year ended March 31, 2016

12. Non-current investments	in Rs million	
	As at March 31, 2016	As at March 31, 2015
Trade investments (valued at cost unless stated otherwise)		
Unquoted		
Astro Awani Network Sdn Bhd	27.08	27.08
- 1,712,250 (previous year 1,712,250) Ordinary Shares of RM (Malaysian Ringgit) 1/- each Fully Paid Up		
Investment in associates		
Fifth Gear Ventures Limited		
- 21,000 (previous year Nil) Equity Shares of Rs. 10/- each Fully Paid Up	0.21	-
Add: Share of loss for the year	(0.21)	-
	-	-
Special Occasions Limited		
- 25,000 (previous year Nil) Equity Shares of Rs. 10/- each Fully Paid Up	0.25	-
Add: Share of loss for the year	(0.25)	-
	-	-
Brickbuybrick Projects Limited		
- 20,000 (previous year Nil) Equity Shares of Rs. 10/- each Fully Paid Up	0.20	-
Add: Share of loss for the year	(0.20)	-
	-	-
Redster Digital Limited		
- 25,000 (previous year Nil) Equity Shares of Rs. 10/- each Fully Paid Up	0.25	-
Add: Share of loss for the year	(0.25)	-
	-	-
OnArt Quest Limited		
- 21,250 (previous year Nil) Equity Shares of Rs. 10/- each Fully Paid Up	0.21	-
Add: Share of loss for the year	(0.21)	-
	-	-
On Demand Transportation Technologies Limited		
- 25,000 (previous year Nil) Equity Shares of Rs. 10/- each Fully Paid Up	0.25	-
Add: Share of loss for the year	(0.25)	-
	-	-
	27.08	27.08
Aggregate amount of unquoted investments	28.45	27.08



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Notes to the Consolidated Financial Statements for the year ended March 31, 2016

13. Deferred tax asset (net)

	in Rs million	
	As at March 31, 2016	As at March 31, 2015
Deferred tax liability		
Fixed assets: Impact of difference between tax depreciation and depreciation/ amortization charged for the financial reporting	(8.67)	(8.54)
	<u>(8.67)</u>	<u>(8.54)</u>
Deferred tax asset		
Impact of expenditure charged to the statement of profit and loss in	3.82	3.14
Carry forward losses and unabsorbed depreciation	1.64	-
Provision for gratuity	-	2.18
Provision for doubtful debts and advances	9.29	10.20
Gross deferred tax asset	<u>14.75</u>	<u>15.52</u>
Net deferred tax asset *	<u>6.08</u>	<u>1.67</u>

* In view of carry forward tax loss / unabsorbed depreciation and absence of virtual certainty supported by convincing evidence that sufficient future taxable income will be available against which deferred tax assets can be realised, the Group has recognised deferred tax asset only to the extent of deferred tax liability, except for NDTV Convergence Limited.

14. Loans and advances

	in Rs million			
	As at March 31, 2016	As at March 31, 2015	As at March 31, 2016	As at March 31, 2015
	Long-Term		Short-Term	
Security deposit				
Unsecured, considered good	12.67	15.18	-	1.00
Unsecured, considered doubtful	1.19	0.50	-	-
	13.86	15.68	-	1.00
Provision for doubtful security deposit	(1.19)	(0.50)	-	-
	<u>12.67</u>	<u>15.18</u>	-	<u>1.00</u>
Loans and advances to related party				
Security deposit	300.00	160.00	-	-
Advance for services	41.64	40.67	-	1.56
	<u>341.64</u>	<u>200.67</u>	-	<u>1.56</u>
Advances recoverable in cash or kind				
Considered good	-	-	12.09	2.66
	-	-	<u>12.09</u>	<u>2.66</u>
Other loans and advances				
Advance income tax [net of provision of Income Tax of Rs. 311.71 million (previous year Rs. 275.12 million)]	140.04	23.24	-	73.73
Prepaid expenses	-	-	27.92	14.15
Loan to employees	-	-	22.56	83.41
Advance recoverable from directors *	-	15.80	36.14	20.34
Advances and imprest to employees	-	-	3.50	2.34
Receivable from payment gateway	-	-	1.20	-
Receivable from logistic partner	-	-	14.85	-
Due from government authorities	-	-	55.64	60.83
	<u>494.35</u>	<u>254.89</u>	<u>173.90</u>	<u>260.02</u>

* The Company had paid managerial remuneration for the years 2011-12, 2012-13 and 2013-14 which was in excess of specified limits/existing Central Government approvals. Following the outcome of representations made to Central Government, the Company has reversed the excess remuneration paid till March 31, 2014, amounting to Rs 36.14 million which is now being held in trust by the respective Directors and accordingly shown as advance recoverable from directors.

15. Inventories (Lower of cost and net realisable value)

	in Rs million	
	As at March 31, 2016	As at March 31, 2015
Stores and spares	-	1.39
Stock in trade [including stock in transit Rs 0.07 million (previous year Rs 1.21 million)]	2.87	8.51
Finished programmes	62.71	74.99
Programmes under production	3.42	0.23
	<u>69.00</u>	<u>85.12</u>



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Notes to the Consolidated Financial Statements for the year ended March 31, 2016

16.1. Trade receivables	in Rs million	
	As at March 31, 2016	As at March 31, 2015
Unsecured, considered good unless stated		
Outstanding for a period exceeding six months from the date they are due for payment		
Unsecured, considered good	28.00	9.38
Unsecured, considered doubtful	47.92	36.50
	75.92	45.88
Provision for doubtful receivables	(47.92)	(36.50)
	28.00	9.38
Others		
Unsecured, considered good	586.08	610.29
	614.08	619.67

16.2. Other assets	in Rs million			
	As at March 31, 2016		As at March 31, 2015	
	Non-current	Current	Non-current	Current
Deposit due to mature after 12 months of the reporting date	1.01	24.01	-	-
Margin money deposit	9.55	0.28	-	-
Unamortised finance charges	-	5.96	-	2.39
Interest accrued on fixed deposits	0.36	0.01	16.59	39.81
Unbilled revenue	-	-	14.55	-
	10.92	30.26	31.14	42.20

17. Cash and bank balances	in Rs million	
	As at March 31, 2016	As at March 31, 2015
Cash and cash equivalents		
Cash in hand	1.14	1.13
Balances with banks		
Current accounts	51.04	17.76
Deposits with original maturity of less than three months	24.60	372.50
	76.78	391.39
Other bank balances		
Deposits due to mature within 12 months of the reporting date	555.86	647.77
Margin money deposit - under lien	40.80	-
	673.44	1,039.16



NDTV Networks Limited

Notes to the Consolidated Financial Statements for the year ended March 31, 2016

18. Revenue from operations	in Rs million	
	Year ended March 31, 2016	Year ended March 31, 2015
Revenue from operations		
Advertisement revenue	295.90	294.93
Subscription revenue	108.50	106.76
Mobile VAS revenue	211.14	231.70
Consultancy	48.89	15.84
Other news delivery avenues	744.40	601.44
Events revenue	39.53	21.97
Other business income	86.49	130.67
Sale of goods [include Rs 1.94 million related to previous period (previous year Rs nil)]	142.23	193.18
Sale of television software	28.79	10.61
Other operating revenue		
Provision for doubtful debts written back	3.72	1.35
Advance written back	-	0.50
Liabilities for operating expenses written back	8.90	4.79
	1,718.49	1,613.74
19. Other income	in Rs million	
	Year ended March 31, 2016	Year ended March 31, 2015
Interest income on bank deposits	53.20	108.74
Interest income on income tax refund	1.46	0.93
Foreign exchange fluctuations (net)	5.57	-
Profit on sale of fixed assets	0.07	-
Miscellaneous income	11.72	0.60
Rental income	0.45	1.23
	72.47	111.50
20 Changes in inventory of stock in trade	in Rs million	
	Year ended March 31, 2016	Year ended March 31, 2015
Stock at the beginning of the year	8.51	4.67
Less: stock at the end of the year	2.87	8.51
	5.64	(3.84)
21 Production and service expenses	in Rs million	
	Year ended March 31, 2016	Year ended March 31, 2015
Consultancy and professional fee	42.17	37.21
Hire charges	0.90	1.59
Graphic, music and editing	0.36	0.92
Video cassettes	0.48	0.16
Subscription, footage and news service	45.36	105.95
Software expenses	10.74	6.07
Transmission and up linking	27.94	38.62
Hosting and streaming services	142.34	124.54
Travelling	10.18	13.79
Amortisation of programme	88.03	102.57
Trade mark / license fee	16.78	16.79
Other service	13.73	-
Other production	70.98	57.65
	469.99	505.86
22. Employee benefits expense	in Rs million	
	Year ended March 31, 2016	Year ended March 31, 2015
Salaries, wages and other benefits	440.02	361.00
Contribution to provident fund	21.23	16.94
Staff welfare	6.51	6.03
Employee stock compensation expense [include Rs 1.81 million related to previous year (previous year Rs nil)]	15.41	19.13
	483.17	403.10



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Notes to the Consolidated Financial Statements for the year ended March 31, 2016

23. Operations and administration expenses

	in Rs million	
	Year ended March 31, 2016	Year ended March 31, 2015
Rent	40.50	34.36
Rates and taxes	10.11	14.07
Electricity and water	11.77	9.28
Printing and stationery	0.70	1.00
Postage and courier	0.49	0.91
Books, periodicals and news papers	6.98	5.43
Local conveyance, travelling and taxi hire expenses	34.76	30.82
Business promotion	3.52	3.53
Repair and maintenance		
- Plant and machinery	8.90	7.43
- Building	6.58	5.98
Corporate social responsibility	2.26	1.72
Auditors remuneration *	4.50	3.90
Insurance	10.07	7.29
Communication	14.74	11.71
Vehicle running and maintenance	18.21	13.87
Generator hire and running	0.34	0.33
Personnel security	1.75	1.67
Staff training	1.16	0.02
Provision for doubtful debts	15.14	2.68
Bad debt and doubtful advances written off	4.47	85.02
Less: adjusted against provisions	-	(83.53)
Legal, professional and consultancy	224.39	151.69
Subscription expenses	3.45	5.13
Brokerage and commission	5.15	0.87
Foreign exchange fluctuations (net)	-	2.60
Loss on sale of assets	-	0.08
Miscellaneous expense	13.94	2.34
	443.88	320.20

* Auditors remuneration

	in Rs million	
	Year ended March 31, 2016	Year ended March 31, 2015
Audit fee	3.88	3.42
In other capacity:		
Other services - certification fees	-	0.09
Certification fees	0.62	0.39
Reimbursement of expenses	4.50	3.90

24. Depreciation and amortisation expense

	in Rs million	
	Year ended March 31, 2016	Year ended March 31, 2015
Depreciation of tangible assets	24.3	21.25
Amortisation of intangible assets	9.44	9.72
	33.74	30.97

25. Finance costs

	in Rs million	
	Year ended March 31, 2016	Year ended March 31, 2015
Interest		
-Long term borrowings (refer note 6)	35.18	6.60
-Short term borrowings (refer note 6)	-	0.14
-Others	0.57	2.24
Bank charges	3.65	0.01
Amortisation of finance charges	3.29	1.20
Guarantee commission	-	0.80
	42.69	10.99



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Notes to the Consolidated Financial Statements for the year ended March 31, 2016

26. Loss per share (EPS)

The following reflects the profit and share data used in the basic and diluted EPS computations:

	in Rs million except per share data	
	Year ended March 31, 2016	Year ended March 31, 2015
Loss attributable to equity shareholders	(315.10)	(1,457.16)
Number of equity shares outstanding at the beginning of the year	58,823	58,823
Number of equity shares outstanding at year end (Nos.)	58,823	58,823
Weighted average number of equity shares outstanding during the year for basic EPS (Nos.)	58,823	58,823
Weighted average number of equity shares outstanding during the year for diluted EPS (Nos.) (Refer note 3(e))	58,823	58,823
Basic loss per Equity share (Rs.)	(5,356.75)	(24,771.98)
Diluted loss per Equity share (Rs.)	(5,356.75)	(24,771.98)
Nominal value per share (Rs)	10.00	10.00

27. Post employment benefit obligation

The reconciliation of opening and closing balances of the present value of the defined benefit obligations are as below:

Particulars	in Rs million	
	As at March 31, 2016	As at March 31, 2015
Changes in the present value of the obligation:		
Obligations at year beginning	16.61	11.80
Service cost – Current	3.80	2.40
Service cost – Past	-	(0.52)
Interest Cost	1.21	1.10
Actuarial (gain) / loss	(0.73)	3.69
Benefit paid	(3.51)	(1.86)
Obligations at year end	<u>17.38</u>	<u>16.61</u>

Particulars	in Rs million	
	Year ended March 31, 2016	Year ended March 31, 2015
Expense recognised in the statement of Profit and Loss		
Service cost – Current	3.80	2.40
Service cost – Past	-	(0.52)
Interest cost	1.21	1.10
Actuarial (gain) / loss	(0.73)	3.69
Total cost included in the employee benefits	<u>4.28</u>	<u>6.68</u>

The principal assumptions used in determining post-employment benefit obligations are shown below:

Particulars	As at	
	March 31, 2016	March 31, 2015
Discount rate	7.70%	7.8% - 7.9%
Future salary increases	5.00%	5.00%
Future salary increases-NDTV Convergence Limited	20% for 1st year, 15% for 2nd year, 10% for 3rd year, 7.5% for 4th year and 5% thereafter	20% for 1st year, 15% for 2nd year, 10% for 3rd year, 7.5% for 4th year and 5% thereafter
Future salary increases-Red Pixels Ventures Limited	7.7% for 1st year, 8.08% for 2nd year, 8.49% for 3rd year, 8.91% for 4th year and 9.36% thereafter	Not applicable

The estimates of future salary increases, considered in the actuarial valuation, take account of inflation, seniority, promotion and other relevant factors such as supply and demand factors in the employment market. The demographic assumptions were as per the published rates of "Life Insurance Corporation of India (2006-08) Mortality Table (ultimate), which is considered a standard table.

Actuary's estimates of contributions for the next financial year is Rs. 3.75 million (previous year Rs.3.62 million)

Experience adjustment

	in Rs million				
	Year ended March 31, 2016	Year ended March 31, 2015	Year ended March 31, 2014	Year ended March 31, 2013	Year ended March 31, 2012
(Gain) / loss on plan liabilities	3.81	0.35	1.43	2.00	0.26



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Notes to the Consolidated Financial Statements for the year ended March 31, 2016

28 Employee stock based compensation plans

As at March 31, 2016, the Group has the following share-based payment arrangement for the employees of the Group

(a) NDTV Lifestyle Limited -Employee Stock Option Plan

The Board of Directors of NDTV Lifestyle, on May 9, 2008, allotted 483,487 equity shares, fully paid up to the trustees of NDTV Group Employees Trust which would hold such shares on behalf of employees of NDTV Lifestyle and employees of the Company (ultimate parent) hereinafter referred to as beneficiaries as notified from time to time. The Trust Deed provides that if beneficiary employees cease to be an employee before the expiry of the period specified (vesting period), the employee will stand divested of all or part entitled shares on staggered basis.

NDTV Lifestyle is recognising the excess of the fair value based on independent valuation over the issue price as employee stock compensation expense over the vesting period. Since vesting period has been completed, Accordingly an amount of Rs Nil (previous year Nil) has been charged to Statement of Profit and Loss during the year

(b) NDTV Convergence Limited -Employee Stock Option Plan

Employee Stock Option Plan - ESOP (CONVERGENCE) - 2007

This plan entitles certain employees and directors of the group to purchase the common shares of NDTV Convergence (a subsidiary) at the exercise price, subject to compliance with vesting conditions. All exercised options shall be settled by allotment of shares. Upon vesting, the employees can acquire one common share of NDTV Convergence for every option.

The terms and conditions related to the grant of the share options are as follows:

Grant date/employees entitled	Number of options granted	Vesting conditions	Contractual life of options
Opening outstanding options as of April 1, 2015 granted to the employees.	3,029	Refer notes	4-12 years
Total share options as of March 31, 2016	3,029		

Note:

For the options granted, total vesting period is 48 months. 50% of the options granted will vest after the completion of 24 months of the continuous service from the grant date and the balance 50% will vest after the completion of 48 months of the continuous service from the grant date.

Reconciliation of outstanding share options

The number and weighted average exercise prices of share options under employee stock option plans are as follows:

Particulars	As at March 31, 2016		As at March 31, 2015	
	No. of options	Weighted average exercise price (Amount in Rs)	No. of options	Weighted average exercise price (Amount in Rs)
Outstanding at the beginning of the year	3,029	10	1,934	10
Granted during the year	-	-	1,095	10
Outstanding at the end of the year	3,029	10	3,029	10
Exercisable at the end of the year	967	10	-	-

The options outstanding as at March 31, 2016 have an exercise price of Rs.10 and a weighted average contractual life of 9.98 years.

The inputs used in the measurement of grant-date fair values are as follows:

Particulars	Year ended March 31, 2015
Share price (in Rs)	13,865
Exercise price (in Rs)	10
Expected volatility	0.00%
Expected life	6 - 8 years
Expected dividend	0.00%
Risk-free interest rate	7.86% - 8.0%

(c) Red Pixels Ventures Limited-Employee Stock Option Plan

Red Pixels Ventures Limited - Employee Stock Option Plan 2016 ('the 2016 plan')

In 2016, the Red Pixels Ventures Limited (a subsidiary) approved the 2016 Plan. The plan entitles key management personnel and senior employees of the group to purchase the common shares of Red Pixels Ventures Limited at the exercise price on the grant date, subject to compliance with vesting conditions. All exercised options shall be settled by allotment of shares. Upon vesting, the employees can acquire one common share of Red Pixels Ventures Limited for every option.

The terms and conditions related to the grant of the share options are as follows:

Grant date/employees entitled	Number of options granted	Vesting conditions	Contractual life of options
Options granted to the employees during the year ended March 31, 2016	17,940	Refer notes	13 years
Total share options as of March 31, 2016	17,940		

Note:

For options granted total vesting period is 36 months. 50% of the options granted will vest after the completion of 24 months of the continuous service from the grant date and the balance 50% will vest after the completion of 36 months of the continuous service from the grant date.

Reconciliation of outstanding share options

The number and weighted average exercise prices of share options under employee stock option plans are as follows:



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Notes to the Consolidated Financial Statements for the year ended March 31, 2016

Particulars	As at March 31, 2016	
	No. of options	Weighted average exercise price (Amount in Rs)
Granted during the year	17,940	59,400
Outstanding at the end of the year	17,940	59,400
Exercisable at the end of the year	-	-

The options outstanding at March 31, 2016 have an exercise price of Rs. 59,400 and a weighted average contractual life of 12.91 years. The inputs used in the measurement of grant-date fair values are as follows:

Particulars	Year ended March 31, 2016
Share price (in Rs)	59,400
Exercise price (in Rs)	59,400
Expected volatility	0.00%
Expected life	6 - 8 years
Expected dividend	0.00%
Risk-free interest rate	7.8% - 8.0%

(c) SmartCooky Internet Limited - Employee Stock Option

Smart Cooky Internet Limited - Employee Stock Option Plan 2016 ('the 2016 plan')

In 2016, the Smart Cooky Internet Limited (a subsidiary) approved the 2016 Plan. The plan entitles key management personnel and senior employees of the group to purchase the common shares of the Smart Cooky Internet Limited at the exercise price on the grant date, subject to compliance with vesting conditions. All exercised options shall be settled by allotment of shares. Upon vesting, the employees can acquire one common share of the Smart Cooky Internet Limited for every option.

The terms and conditions related to the grant of the share options are as follows:

Grant date/employees entitled	Number of options granted	Vesting conditions	Contractual life of options
Options granted to the employees during the year ended March 31, 2016	14,150	Refer notes	13 years
Total share options as of March 31, 2016	14,150		

Note:

For options granted total vesting period is 36 months. 50% of the options granted will vest after the completion of 24 months of the continuous service from the grant date and the balance 50% will vest after the completion of 36 months of the continuous service from the grant date.

Reconciliation of outstanding share options

The number and weighted average exercise prices of share options under employee stock option plans are as follows:

Particulars	As at March 31, 2016	
	No. of options	Weighted average exercise price (Amount in Rs)
Granted during the year	14,150	15,840
Outstanding at the end of the year	14,150	15,840
Exercisable at the end of the year	-	-

The options outstanding at March 31, 2016 have an exercise price of Rs. 15,840 and a weighted average contractual life of 12.91 years.

The inputs used in the measurement of grant-date fair values are as follows:

Particulars	Year ended March 31, 2016
Share price (in Rs)	15,840
Exercise price (in Rs)	15,840
Expected volatility	0.00%
Expected life	6-8 years
Expected dividend	0.00%
Risk-free interest rate	7.8% - 8.0%



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Notes to the Consolidated Financial Statements for the year ended March 31, 2016

Particulars	in Rs million except per share data	
	Year ended March 31, 2016	Year ended March 31, 2015
Net profit as reported	(315.10)	(1,457.16)
Add: Employee stock option compensation expense as per intrinsic value method [includes Rs 1.81 million related to previous period (previous year: Nil)]	15.41	19.13
Less: Employee stock option compensation expense as per fair value [includes Rs 1.81 million related to previous period (previous year : Nil)]	(40.96)	(19.12)
Adjusted proforma net profit	(340.65)	(1,457.16)
Loss per share		
As reported - basic	(5,356.75)	(24,771.98)
As reported - diluted	(5,356.75)	(24,771.98)
Adjusted proforma - basic	(5,791.11)	(24,771.87)
Adjusted proforma - diluted	(5,791.11)	(24,771.87)

29. Leases

The Company has taken various residential/commercial premises/Vehicles under cancellable operating leases. The rental expense for the current year, in respect of operating leases was Rs.21.48 million (previous year 34.36 million). The Company has taken residential/commercial premises on lease which are non-cancellable period. The future minimum lease payments in respect of such leases are as follows:

	in Rs million	
	As at March 31, 2016	As at March 31, 2015
Within one year	12.84	19.50
After one year and not more than five years	2.98	15.83
Pavable after five years	-	-
Total minimum lease payments	15.82	35.33

30. Segment reporting

The Group has considered "business segment" as primary segment. For management purposes, the Group is organised on a worldwide basis into two business segments which are 1) Television, Media and related operations 2) Retail/E-commerce. The Geographical segments have been considered as secondary segments under which the domestic segment includes sales to customers located in India and the overseas segment includes sales to customers located outside India.

Primary segment information (Business segments)

	in Rs Million					
			Year ended			
	March 31, 2016	March 31, 2015	March 31, 2016	March 31, 2015	March 31, 2016	March 31, 2015
	External sales		Internal segment sales		Total	
I. Segment revenue						
a) Television media and related operations	1,559.55	1,418.01	62.86	15.66	1,622.40	1,433.67
b) Retail/E-commerce	158.94	195.73	-	-	158.94	195.73
Segment total	1,718.49	1,613.74	62.86	15.66	1,781.35	1,629.40
Eliminations	-	-	-	-	(62.86)	(15.66)
Revenue from operations	1,718.49	1,613.74	62.86	15.66	1,718.49	1,613.74
II. Segment results						
a) Television Media and related operations					(32.15)	(1,052.58)
b) Retail/E-commerce					(342.43)	(264.73)
Loss before interest and tax					(374.58)	(1,317.31)
Finance cost					42.69	10.99
Loss before tax					(417.27)	(1,328.30)
Tax expense					67.02	115.22
Loss for the year after tax					(484.29)	(1,443.52)



NDTV Networks Limited

Notes to the Consolidated Financial Statements for the year ended March 31, 2016

in Rs Million

	As at			
	March 31, 2016	March 31, 2015	March 31, 2016	March 31, 2015
	Segment assets		Segment liabilities	
III. Other information				
a) Television Media and related operations	2,743.26	3,325.07	953.39	746.53
b) Retail/E-commerce	372.13	70.19	146.25	134.87
	3,115.39	3,395.26	1,099.64	881.40

in Rs Million

	Year ended					
	March 31, 2016	March 31, 2015	March 31, 2016	March 31, 2015	March 31, 2016	March 31, 2015
	Capital expenditure		Depreciation		Non cash expenditure other than depreciation	
a) Television Media and related operations	69.17	21.32	54.26	1,239.82	52.93	22.37
b) Retail/E-commerce	26.23	0.92	7.19	6.22	1.55	0.86
	95.40	22.24	61.45	1,246.04	54.48	23.23

Secondary segment information

in Rs Million

	Year ended					
	March 31, 2016	March 31, 2015	March 31, 2016	March 31, 2015	March 31, 2016	March 31, 2015
	Domestic		Overseas		Total	
Revenue from external customers	1,424.02	78.10	366.94	123.87	1,790.96	201.97
Capital expenditure during the year	95.40	0.92	-	-	95.40	0.92
	1,519.42	79.02	366.94	123.87	1,886.36	202.89

in Rs million

	As at					
	March 31, 2016	March 31, 2015	March 31, 2016	March 31, 2015	March 31, 2016	March 31, 2015
	Domestic		Overseas		Total	
Segment assets	3,045.80	205.48	69.59	9.50	3,115.39	214.98
	3,045.80	205.48	69.59	9.50	3,115.39	214.98

Notes:-

- Domestic segment includes delivery of goods sold / services rendered in India.
- Overseas segment includes delivery of goods sold / services rendered in India.
- Segment assets includes fixed assets, inventories, trade receivable, investments, cash and bank balances, other current assets, loans and advances.
- Capital expenditure during the year includes fixed assets.



NDTV Networks Limited
Notes to the Consolidated Financial Statements for the year ended March 31, 2016

31. Related party disclosures

a) The following Companies are considered in the consolidation of financial statements:

Name of the entity	Country of incorporation	Date of becoming a part of group	Shareholding as on March 31, 2016 (Directly or indirectly)	Shareholding as on March 31, 2015 (Directly or indirectly)
SUBSIDIARIES				
NDTV Convergence Limited ("NDTV Convergence")	India	26-Dec-06	75% held by>NNL, 17% held by New Delhi Television Limited(NDTV)	75% held by>NNL, 17% held by NDTV
NDTV Labs Limited ("NDTV Labs")	India	26-Dec-06	99.97% held by>NNL	99.97% held by>NNL
NDTV Lifestyle Holdings Limited ("NLHL")	India	09-Jul-10	51% held by>NNL	51% held by>NNL
NDTV Lifestyle Limited ("NDTV Lifestyle")	India	26-Dec-06	96.40% held by NLHPL	92.66% held by NLHPL
NDTV Ethnic Retail Limited	India	26-Mar-13	14.10% held by NDTV Worldwide Limited 22.78% held by NDTV Convergence Limited 43.09% held by NDTV Lifestyle Holdings Limited	14.98% held by NDTV Worldwide Limited 24.20% held by NDTV Convergence Limited 45.78% held by NDTV Lifestyle Holdings Limited
Indianroots Retail Private Limited	India	28-Nov-13	100% held by the NDTV Ethnic Retail Limited	100% held by the NDTV Ethnic Retail Limited
Red Pixel Gadgets Limited	India	24-Jun-15	57% held by NDTV Convergence Limited, 38% held by NDTV	-
SmartCooky Ventures Limited	India	24-Jun-15	57% held by NDTV Convergence Limited, 38% held by NDTV	-
Red Pixels Ventures Limited	India	01-Sep-15	55.57% held by NDTV Convergence Limited, 37.04% held by NDTV	-
SmartCooky Internet Limited	India	01-Sep-15	57.42% held by NDTV Convergence Limited, 38.27% held by NDTV	-
ASSOCIATES				
Fifth Gear Ventures Limited	India	01-Sep-15	39.57% held by NDTV Convergence Limited, 39.58% held by NDTV	-
Fifth Gear Auto Limited	India	24-Jun-15	47.50% held by NDTV Convergence Limited, 47.50% held by NDTV	-
Special Occasions Limited	India	06-Oct-15	47.50% held by NDTV Convergence Limited, 47.50% held by NDTV	-
BrickbuyBrick Ventures Limited	India	24-Jun-15	38% held by NDTV Convergence Limited, 57% held by NDTV	-
BrickbuyBrick Projects Limited	India	01-Oct-15	40% held by NDTV Convergence Limited, 60% held by NDTV	-
Redster Digital Limited	India	26-Nov-15	50% held by NDTV Convergence Limited, 50% held by NDTV	-
OnArt Quest Limited	India	22-Dec-15	42.50% held by NDTV Convergence Limited, 42.50% held by NDTV	-
On Demand Transportation Technologies Limited	India	05-Oct-15	50% held by NDTV Convergence Limited, 50% held by NDTV	-



NDTV Networks Limited

Notes to the consolidated financial statements for the year ended March 31, 2016

b) Additional information as required under Schedule III to the Companies Act, 2013 of enterprises consolidated as Subsidiary, Associates and Joint Ventures.

Name of the entity	As at March 31, 2016		As at March 31, 2015		Year ended March 31, 2016		Year ended March 31, 2015	
	As a % of consolidated net assets	Amount in Rs million	As a % of consolidated net assets	Amount in Rs million	Share in Profit or Loss	Amount in Rs million	Share in Profit or Loss	Amount in Rs million
Parent Company								
NDTV Networks Limited	143%	1,113.50	105%	1,050.32	3%	(10.33)	83%	(1,203.88)
Subsidiaries								
Indian								
NDTV Lifestyle Limited	23%	179.78	16%	158.93	20%	(64.14)	6%	(90.00)
NDTV Lifestyle Holding Limited	39%	299.94	107%	1,072.15	15%	(46.64)	-4%	59.39
NDTV Labs Limited	1%	4.36	1%	5.57	0%	(1.20)	0%	(0.40)
NDTV Convergence Limited	47%	366.68	31%	307.92	-14%	45.18	-4%	56.08
NDTV Ethnic Retail Limited	39%	301.68	13%	127.07	45%	(140.46)	11%	(155.70)
Indianroots Retail Limited	-37%	(290.95)	-11%	(111.14)	57%	(179.81)	7%	(109.01)
SmartCooky Ventures Limited	0%	0.02	0%	-	0%	(0.46)	NA	NA
SmartCooky Internet Limited	2%	15.25	0%	-	7%	(20.90)	NA	NA
Red Pixel Gadgets Limited	0%	0.02	0%	-	0%	(0.46)	NA	NA
Red Pixels Ventures Limited	22%	171.17	0%	-	21%	(65.07)	NA	NA
Minority interests in all subsidiaries	-178%	(1,383.55)	-160%	(1,607.78)	-54%	(170.56)	1%	13.64
Associates (Investment as per equity method)								
Fifth Gear Ventures Limited	0%	-	0%	-	0.1%	(0.21)	NA	NA
Special Occasions Limited	0%	-	0%	-	0.1%	(0.25)	NA	NA
Brickbybrick Projects Limited	0%	-	0%	-	0.1%	(0.20)	NA	NA
Redster Digital Limited	0%	-	0%	-	0.1%	(0.25)	NA	NA
OnArt Quest Limited	0%	-	0%	-	0.1%	(0.21)	NA	NA
On Demand Transportation Technologies Limited	0%	-	0%	-	0.1%	(0.25)	NA	NA
Total	100%	777.90	100%	1,003.04	100%	(315.10)	100%	(1,457.16)

NA- Not applicable



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Nature of relationship / transaction	Year ended March 31, 2016			Year ended March 31, 2015						
	Holding Company	Other subsidiary	KMP	Relative of KMP	Total	Holding Company	Other subsidiary	KMP	Relative of KMP	Total
Pledge of under construction property	-	-	-	-	-	50.00	-	-	-	50.00
New Delhi Television Limited	140.00	-	-	-	140.00	160.00	-	-	-	160.00
Security deposit given	-	-	-	-	-	13.57	-	-	-	13.57
New Delhi Television Limited	-	-	-	-	-	22.57	-	-	-	22.57
Recovery of excess remuneration	-	-	-	-	-	-	-	-	-	-
Dr Pranay Roy	-	-	-	-	-	-	-	-	-	-
Mr. K.V.L. Narayana Rao	-	-	-	-	-	-	-	-	-	-
Share application money received	28.30	-	-	-	28.30	22.35	-	-	-	22.35
New Delhi Television Limited	16.78	-	-	-	16.78	16.79	-	-	-	16.79
Trade mark/License Fee paid	-	-	-	-	-	69.78	-	-	-	69.78
New Delhi Television Limited	-	-	-	-	-	-	-	-	2.86	2.86
Services availed of	-	-	-	-	-	-	-	-	-	-
Seema Chandra	-	-	-	-	-	-	-	-	-	-
Reimbursement of expenses	272.18	-	-	-	272.18	181.28	-	-	-	181.28
New Delhi Television Limited	-	1.47	-	-	1.47	-	8.70	-	-	8.70
NDTV Worldwide Limited	-	8.04	-	-	8.04	-	-	-	-	-
Fifth Gear Ventures Limited	-	0.14	-	-	0.14	-	-	-	-	-
OnArt Quest Limited	-	0.03	-	-	0.03	-	-	-	-	-
Brickbybrick Ventures Limited	-	3.59	-	-	3.59	-	-	-	-	-
Special Occasions Limited	-	0.07	-	-	0.07	-	0.06	-	-	0.06
NDTV Media Limited	-	-	-	-	-	-	-	-	-	-
Rent paid to	18.55	-	-	-	18.55	15.21	-	-	-	15.21
New Delhi Television Limited	114.64	-	-	-	114.64	95.95	-	-	-	95.95
Shared service cost paid to	-	3.41	-	-	3.41	-	3.14	-	-	3.14
New Delhi Television Limited	-	-	-	-	-	-	-	-	-	-
NDTV Worldwide Limited	-	-	-	-	-	-	-	-	-	-
Programs purchased	-	-	-	-	-	17.86	-	-	-	17.86
New Delhi Television Limited	-	-	-	-	-	66.00	-	-	-	66.00
Archive content cost	-	-	-	-	-	1.48	-	-	-	1.48
New Delhi Television Limited	-	-	-	-	-	-	-	-	-	-
Corporate social responsibility reimbursement	-	-	-	-	-	0.80	-	-	-	0.80
New Delhi Television Limited	-	-	-	-	-	35.00	-	-	-	35.00
Guarantee commission paid	15.00	-	-	-	15.00	-	-	-	-	-
New Delhi Television Limited	-	-	-	-	-	4.89	-	-	-	4.89
Security deposit received	-	-	-	-	-	-	-	-	-	-
New Delhi Television Limited	-	-	-	-	-	-	-	-	-	-
Share Application money refunded/adjusted	-	-	-	-	-	-	-	-	-	-
New Delhi Television Limited	283.00	-	-	-	283.00	-	-	-	-	-
Redemption of Non Cumulative Redeemable	-	-	-	-	-	-	-	-	-	-
Preference shares	-	-	-	-	-	-	-	-	-	-
New Delhi Television Limited	-	-	-	-	-	-	-	-	-	-



NDTV Networks Limited
Notes to the Consolidated Financial Statements for the year ended March 31, 2016

Nature of relationship / transaction	Year ended March 31, 2016				Year ended March 31, 2015					
	Holding Company	Other subsidiary	KMP	Relative of KMP	Total	Holding Company	Other subsidiary	KMP	Relative of KMP	Total
Issue of Non Cumulative Redeemable Preference shares New Delhi Television Limited	28.30	-	-	-	28.30	53.40	-	-	-	53.40
Remuneration to KMP										
Dr. Prannoy Roy	-	-	-	-	-	-	-	4.00	-	4.00
Mr. Vikramaditya Chandra	-	-	-	-	-	-	-	11.25	-	11.25
Mr. K.V.L. Narayan Rao	-	-	-	-	-	-	-	5.07	-	5.07
Ms. Smeeta Chakrabarti	-	-	8.00	-	8.00	-	-	8.46	-	8.46
Professional fee paid to KMP										
Dr. Prannoy Roy	-	-	-	-	-	-	-	0.50	-	0.50
Ms. Smeeta Chakrabarti	-	-	6.27	-	6.27	-	-	4.27	-	4.27
Director Fees										
Mr. K.V.L. Narayan Rao	-	-	-	-	-	-	-	2.43	-	2.43

Balances at the year end	As at March 31, 2016				As at March 31, 2015					
	Holding Company	Other subsidiary	KMP	Relative of KMP	Total	Holding Company	Other subsidiary	KMP	Relative of KMP	Total
Trade receivables										
New Delhi Television Limited	299.48	-	-	-	299.48	132.29	-	-	-	132.29
NDTV Worldwide Limited	-	0.27	-	-	0.27	-	26.09	-	-	26.09
NDTV Media Limited	-	0.08	-	-	0.08	-	0.08	-	-	0.08
OnArt Quest Limited	-	0.58	-	-	0.58	-	-	-	-	-
Loans and advances										
New Delhi Television Limited	41.64	-	-	-	41.64	42.23	-	-	-	42.23
Dr. Prannoy Roy	-	-	13.57	-	13.57	-	-	13.57	-	13.57
Mr. K.V.L. Narayan Rao	-	-	22.57	-	22.57	-	-	22.57	-	22.57
Ms. Smeeta Chakrabarti	-	-	0.36	-	0.36	-	-	0.36	-	0.36
Security deposit recoverable										
New Delhi Television Limited	300.00	-	-	-	300.00	160.00	-	-	-	160.00
Trade Payable										
New Delhi Television Limited	333.34	-	-	-	333.34	260.99	-	-	-	260.99
NDTV Worldwide Limited	-	7.86	-	-	7.86	-	3.43	-	-	3.43
NDTV Media Limited	-	0.90	-	-	0.90	-	1.60	-	-	1.60
Other current liabilities										
New Delhi Television Limited	-	-	-	-	-	27.37	-	-	-	27.37
Security deposit payable										
New Delhi Television Limited	50.00	-	-	-	50.00	35.00	-	-	-	35.00
Share application money pending allotment										
New Delhi Television Limited	-	-	-	-	-	1.25	-	-	-	1.25



NDTV Networks Limited

Notes to the Consolidated Financial Statements for the year ended March 31, 2016

32. Capital commitments

Estimated amount of contracts remaining to be executed on capital account, not provided for (net of capital advances)

Particulars	in Rs million	
	As at March 31, 2016	As at March 31, 2015
Commitments	-	1.87
	-	1.87

33. Contingent liabilities

Group has given a bank guarantee for Rs 0.10 million (previous year Rs. 0.38 million) in the ordinary course of business.

34. Unhedged foreign currency exposure

The foreign currency exposures that are not hedged by a derivative instrument or otherwise are as follows:

Particulars	As at March 31, 2016			As at March 31, 2015		
	Amount in foreign currency in million	Exchange rate	Amount in Rs million	Amount in foreign currency in million	Exchange rate	Amount in Rs million
Receivables						
GBP	0.00	95.09	0.08	0.01	92.46	0.49
USD	0.62	66.33	42.00	1.22	62.59	76.55
LKR	0.92	0.45	0.42	-	-	-
Payables						
USD	0.87	66.33	57.67	0.67	62.59	42.12

35. Details of dues to micro and small enterprises as defined under the MSMED Act, 2006

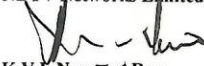
	in Rs million	
	As at March 31, 2016	As at March 31, 2015
(a) The amounts remaining unpaid to micro, small and medium enterprises as at the end of the year		
- Principal	Nil	Nil
- Interest	Nil	Nil
(b) The amount of interest paid by the buyer as per the Micro Small and Medium Enterprises	Nil	Nil
(c) The amounts of the payments made to micro and small suppliers beyond the appointed day during each accounting year	Nil	Nil
(d) The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under Micro Small and Medium Enterprises Development Act, 2006	Nil	Nil
(e) The amount of interest accrued and remaining unpaid at the end of each accounting year	Nil	Nil
(f) The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise for the purpose of disallowance as a deductible expenditure under the Micro Small and Medium Enterprises Development Act, 2006	Nil	Nil

For BSR & Associates LLP
Chartered Accountants
ICAI Firm Registration No 116231W/W-100024



Rakesh Dewan
Partner
Membership No: 092212

For and on behalf of the Board of Directors of
NDTV Networks Limited



K V L Narayan Rao
Director



Saurav Banerjee
Director, Finance and Group CFO



Ajay Mankotia
Director



Yogesh Aggarwal
Chief Financial Officer

Place: GURGAON
Date: 5 MAY 2016

Place: NEW DELHI
Date: 4 MAY 2016.

in Rs million

S.No	Name of the subsidiary	Red Pixel Ventures Limited	Red Pixel Gadgets Limited*	SmartCooly Internet Limited	SmartCooly Ventures Limited*
1	Capital	0.54	0.48	0.52	0.48
2	Reserves	172.01	(0.46)	14.73	(0.46)
3	Total Assets	224.97	0.37	32.29	0.37
4	Total Liabilities	224.97	0.37	32.29	0.37
5	Investments	-	-	-	-
6	Turnover	13.13	-	0.23	-
7	Profit before Taxation	(65.07)	(0.46)	(20.90)	(0.46)
8	Provision for Taxation	-	-	-	-
9	Profit after Taxation	(65.07)	(0.46)	(20.90)	(0.46)
10	Dividend	-	-	(20.90)	(0.46)
11	% of Shareholding	55.57% held by Company, 37.04% held by New Delhi Television Limited	57% held by Company, 38% held by New Delhi Television Limited	57.42% held by Company, 38.27% held by New Delhi Television Limited	57% held by Company, 38% held by New Delhi Television Limited

* Yet to commence business operations

Part 'B': Associates and Joint Venture
Statement pursuant to Section 129 (3) of the Companies Act, 2013 related to Associate Companies

Name of Associates / Joint Venture	Last audited Balance Sheet Date	NDTV Ethnic Retail Limited	Brickbybrick Projects Limited *	Brickbybrick Ventures Limited *	Fifth Gear Ventures Limited	Fifth Gear Auto Limited *	Special Occasions Limited	On Demand Transportation Technology *	Redster Digital Limited *	OHART Guest Limited
1.	Share of Associate/Joint Venture held by the company on the year end	05-May-16	05-May-16	05-May-16	05-May-16	05-May-16	05-May-16	05-May-16	05-May-16	05-May-16
2.	No.	32,314 @ Rs.4021.22	20,000 @ Rs. 10	19,000 @ Rs.10	21,000 @ Rs. 10	23,750 @ Rs.10	25,000 @ Rs. 10	25,000 @ Rs. 10	25,000 @ Rs. 10	21,250 @ Rs. 10
3.	Amount of Investment in Associates/Joint Venture	55.33	40.00%	38%	39.58%	47.50%	47.50%	50%	50%	42.50%
4.	Extent of Holding %	22.78%	40.00%	38%	39.58%	47.50%	47.50%	50%	50%	42.50%
5.	Description of how there is significant influence	-	-	-	-	-	-	-	-	-
6.	Reason of why the associates/joint venture is not consolidated	68.75	0.18	0.01	28.51	0.01	22.94	(0.13)	0.73	(5.38)
7.	Networth attributable to Shareholding as per latest audited Balance Sheet	(33.15)	(0.02)	(0.18)	(0.21)	(0.21)	(0.25)	(0.25)	(0.02)	(0.21)
8.	Profit / Loss for the year	(107.32)	(0.04)	(0.29)	(37.42)	(0.24)	(16.77)	(0.51)	(0.02)	(12.94)
9.	i. Considered in Consolidation	-	-	-	-	-	-	-	-	-
10.	ii. Not considered in Consolidation	-	-	-	-	-	-	-	-	-

* Yet to commence business operations

For and on behalf of Board



Dr. Pranav Roy
 Director



Radhika Roy
 Director



Saurav Banerjee
 Director, Finance & Group CFO



Vikramaditya Chandra
 Group CEO & Director