



# **KAL RADIO LIMITED**

## **ANNUAL REPORT 2017**



## KAL Radio Limited



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### CORPORATE INFORMATION

#### BOARD OF DIRECTORS

K. Shanmugam	Managing Director
K.Vijaykumar	Director
J.Ravindran	Independent Director
Mrs.Nisha Narayanan	Director (From 31/03/2017)
Mr.Nicholas Martin Paul	Independent Director (From 31/03/2017)
Mr.B.Surendar	Director (From 31/03/2017)

#### COMPANY SECRETARY

Mrs.Uma Madhu

#### STATUTORY AUDITOR

N.Priya (Membership No.223834), Chartered Accountant  
New # 41, Ramanujam Street, T.Nagar, Chennai - 600 017.

#### PRINCIPAL BANKER

City Union Bank Limited

#### REGISTERED OFFICE

Murasoli Maran Towers,  
73, MRC Nagar Main Road,  
MRC Nagar,  
Chennai - 600 028.

## DIRECTORS' REPORT TO THE SHAREHOLDERS

Your Directors have pleasure in presenting their report for the year ended March 31, 2017 together with the Balance Sheet and the Profit and Loss account Statement for the year ended on that date.

### FINANCIAL HIGHLIGHTS

*(Rupees in Lakhs)*

Particulars	March 31, 2017	March 31, 2016
Revenues	8947.06	7993.48
Other Income	932.70	944.49
<b>Total Income</b>	<b>9879.76</b>	<b>8937.97</b>
Expenditure (Excluding interest, depreciation & amortization)	5722.09	4378.67
<b>Earning before interest, tax, depreciation &amp; amortization (EBITDA)</b>	<b>4157.67</b>	<b>4559.30</b>
Interest	0.04	0.13
Depreciation and amortization	931.50	1167.69
<b>Earning before taxation (EBT)</b>	<b>3226.13</b>	<b>3391.48</b>
Current Tax	1045.00	802.00
MAT Credit	108.38	598.79
Deferred Tax	(221.93)	(176.87)
<b>Profit transferred to Balance Sheet</b>	<b>2294.68</b>	<b>2167.56</b>

### OPERATIONS

The broadcasting revenue of the company for the year 2016-17 has increased by 11.19% to Rs.8947.06 Lakhs from Rs.7993.48 Lakhs of the previous year.

Your Company has achieved an after tax profit of Rs.2294.68 Lakhs as against Rs.2167.56 Lakhs in the previous year.

Your Directors are of the view that the profit would substantially increase in the years to come on account of measures taken on improving certain areas, both in business and fiscal front during the current year and the Board of Directors are striving hard to make profits in the upcoming years.

There were no changes in the nature of business. No material changes and commitments have occurred after the close of the year till the date of this Report, which affect the financial position of the Company.

There are adequate financial controls commensurate with the size of the organization and with reference to the Financial Statements.

### DIVIDEND

The Board of Directors had decided to conserve the profits and hence not recommended any dividend for the current financial year 2016-2017.

## **PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS UNDER SECTION 186**

Details of Loan, Guarantees and Investments covered under the provisions of Section 186 of the Companies Act, 2013 are given in the notes to financial statements.

## **PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES:**

Details of contracts or arrangements entered into with the related parties as referred to in sub-section (1) of section 188 of the Companies Act, 2013 for the financial year 2016-17 which is mentioned in Annexure C of this report in the form AOC-2, are given in the notes to Financial Statements.

## **BUSINESS REVIEW**

During the year under review, the Company has established the name of the radio stations in the minds of the listeners and advertisers by adopting innovative strategies in programming and mix of music.

The Company has further strengthened its leadership position as the No.1 FM station in the Southern Region of India.

## **DIRECTORS**

In accordance with the provisions of the Companies Act, 2013 and the Articles of Association of the Company, Mr. K. Vijaykumar, Director of the Company will retire at the ensuing Annual General Meeting and being eligible, seeks re-appointment. The Board of Directors recommends his reappointment at the ensuing Annual General Meeting.

The Board appointed Ms.Nisha Narayanan, Mr.Nicholas Martin Paul & Mr.B.Surendar as Additional Directors of the Company with effect from 31<sup>st</sup> March, 2017 after taking necessary approval from Ministry of Information & Broadcasting.

## **DECLARATION BY INDEPENDENT DIRECTOR:**

The Company has received necessary declarations from the Independent Directors under section 149(7) of the Companies Act, 2013 that he meets the criteria of independence laid down in section 149(6) of the Companies Act, 2013.

## **MEETINGS OF THE BOARD:**

During the Financial Year 2016-2017, the Board met 7 times on:

<b>S No.</b>	<b>Dates of Meeting of the Board</b>	<b>Quarter</b>	<b>No of directors on the date of meeting</b>	<b>Total no of directors attended</b>
1	19/04/16	Apr-June	3	2
2	25/05/16	Apr-June	3	3
3	04/08/16	July-Sep	3	2

4	31/10/16	Oct-Dec	3	2
5	23/12/16	Oct-Dec	3	3
6	06/02/17	Jan-Mar	3	2
7	31/03/17	Jan-Mar	6	5

The meetings of the Board were held periodically and 120 days has not lapsed between two meetings as prescribed under section 173(1) of the Companies Act, 2013.

#### **AUDIT COMMITTEE**

The Company has an independent Audit Committee pursuant to Section 177 of the Companies Act, 2013.

The composition of the audit committee is disclosed below as required under section 177(8) of the Companies Act, 2013:

<b>Name of Member</b>	<b>Category</b>
Mr.J.Ravindran	Chairman
Mr. Shanmugam	Member
Mr. VijayKumar	Member
Mr.Nicholas Martin Paul	Member

The Committee meetings were attended by invitation by the representatives of Internal Auditors and Statutory Auditors.

During the financial year there were no instances in which the Board had not accepted any recommendations of the Audit Committee.

#### **CORPORATE SOCIAL RESPONSIBILITY (CSR)**

The Company had constituted a CSR Committee pursuant to the provisions of Section 135 of the Companies Act, 2013. The policy is given in Annexure A. The Committee for CSR held two meetings during the year.

The Composition of the Committee is as follows

Mr.J.Ravindran - Chairman of the Committee

Mr.K.Shanmugam - Member of the Committee

Mr.Vijaykumar - Member of the Committee

The details of the expenditure incurred by your company towards CSR activities, during the Financial Year are enclosed as Annexure A to this report.

#### **NOMINATION AND REMUNERATION COMMITTEE**

The Company has a Nomination & Remuneration Committee pursuant to Section 178 of the Companies Act, 2013. The Policy is given in Annexure D

## AUDITORS

Mr.V.Thiyagarajhen [Membership No: 29295], Chartered Accountant, Chennai was appointed as Statutory Auditor of the Company for the financial year 2016-17. Mr.V.Thiyagarajhen submitted his resignation vide his letter dated 28th March, 2017. The Board accepted his resignation and recorded its sincere appreciation for the valuable services rendered during his fruitful tenure with the Company.

The Board appointed Ms.N.Priya [Membership No: 223834] Chennai as Statutory Auditor for the financial year 2016-17 in place of Mr.V.Thiyagarajhen. The Board recommends for re-appointment of Ms.N.Priya as Statutory Auditor of the Company for the Financial Year 2017-18 and shall hold office from the conclusion of this Annual General Meeting until the conclusion of the Sixteenth Annual General Meeting (subject to ratification of the appointment by the members at every AGM held after this AGM) and that the Board of Directors of the Company be and hereby authorized to fix such remuneration as may be determined by the audit committee in consultation with the auditors."

Ms.N.Priya, being eligible for re-appointment and based on the recommendation of the Audit Committee, the Board of Directors hereby recommends the appointment of Ms.N.Priya as the statutory auditor of the Company for the financial year 2017-18.

## INTERNAL AUDIT

Pursuant to the provisions of section 138 of the Companies Act, 2013, such class or classes of companies shall be required to appoint an internal auditor to conduct internal audit of the functions and activities of the Company. Since our Company is covered under the above criteria, we had already appointed internal auditor for the financial year 2016-17.

## SECRETARIAL AUDIT

As per the provisions of Section 204 of the Companies Act, 2013 and The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Company had already appointed M/s.Lakshmmi Subramanian & Associates, a firm of Company Secretaries in Practice to undertake the Secretarial Audit of the Company for the financial year 2016-17.

## FIXED DEPOSITS

Your Company has not accepted any deposits from the public during the financial year ended March 31, 2017.

## SUBSIDIARIES OR ASSOCIATE COMPANIES:

The following are the list of Subsidiaries, and Associates during the financial year 2016-17.

S.No	Name of the Company	Percentage of shares	Category
NIL	NIL	NIL	NIL

**PREVIOUS SUBSIDIARIES/JOINT VENTURES/ASSOCIATE COMPANIES THAT HAVE CEASED TO BE SUBSIDIARIES/JOINT VENTURES/ASSOCIATE COMPANIES OF THE COMPANY:**

S.No	Name of the Company	Percentage of shares	Category
NIL	NIL	NIL	NIL

**Conservation of Energy:**

The Company is engaged in FM Radio Broadcasting operations and the information.

Though the company has not carried on any manufacturing activities, it had taken steps to conserve energy in its office, consequent to which energy consumption has been minimized. Since the company has not carried on any industrial activities, disclosures regarding impact of measures on cost of production of goods, total energy consumption, etc., are not applicable

**Technology Absorption:**

The Company has become fully operational and is adopting the State of Art technology.

**Foreign Exchange Inflow & Outgo:**

Since the company has not carried on any export during the financial year under review, the disclosures requirement relating to exports, initiatives taken to increase exports; development of new export markets for products and services and export plans is not applicable to the company.

Foreign Exchange earned during the year: Rs. Nil (Previous Year : Nil)

Foreign Exchange used during the year: Rs. 38,28,103/- (Previous Year : Nil)

**DIRECTORS' RESPONSIBILITY STATEMENT**

In terms of Section 134 (3) (c) and 134 (5) of the Companies Act, 2013 your Directors confirm that

- a) In the preparation of the annual accounts for the financial year 2016-17, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- b) The Appropriate accounting policies had been selected and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as on 31st March, 2017 and of the profit and loss of the company for that period;
- c) Had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities; To ensure this, the Company has adequate internal control systems, consistent with its size and nature of operations. Periodic internal audits are conducted to provide reasonable assurance of compliance with these systems.
- d) The financial statements have been prepared on a going concern basis.

- e) Proper internal financial controls were in place and that the financial controls were adequate and were operating effectively.
- f) The directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

## **STATEMENT CONCERNING DEVELOPMENT AND IMPLEMENTATION OF RISK MANAGEMENT POLICY OF THE COMPANY**

The Board of Directors of the Company are in charge of the risk management and periodically take up the review of the risk mitigation measures.

## **DISCLOSURE UNDER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013**

Your Company has always believed in providing a safe and harassment free workplace for every individual working in the Company through various interventions and practices. The Company always endeavors to create and provide an environment that is free from discrimination and harassment including sexual harassment.

The Company aims at prevention of harassment of employees and lays down the guidelines for identification, reporting and prevention of undesired behavior. The Board of Directors are responsible for redressal of complaints related to sexual harassment.

<b>S.No</b>	<b>Name</b>	<b>Category</b>
1	Ms. Nisha Narayanan	Member
2	Ms. V.Rani	Member
3	Ms. Anitha Kumar	Member
4	Mr. C.Venkatesh	Member
5	Mr.G. Rengarajan	Member

During the year ended 31 March 2017, the committee did not receive any complaints pertaining to sexual harassment.

## **HUMAN RESOURCES**

Employees in any organization are considered as valuable assets. Our success largely depends on our ability to attract and retain the best of talent in the industry. Your Company always endeavours to provide such an environment that each and every employee is motivated to contribute his/her best so as to achieve the objectives of the Organization.

Your Directors also place on record their heartiest appreciation for the sincere, devoted and dedicated services rendered by the staff for the smooth functioning of the Company.



**DETAILS OF SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS/ COURTS/ TRIBUNALS IMPACTING THE GOING CONCERN STATUS AND COMPANY'S OPERATIONS IN FUTURE:**

During the year, there were no such instances of significant and material orders passed by the regulators, courts or tribunals, which affect the going concern status of the Company.

**DETAILS REGARDING MIGRATION OF EXISTING FREQUENCIES FROM FM RADIO PHASE-II TO PHASE-III & NEW FREQUENCIES IN BATCH-2 OF PHASE-III**

The Company has obtained clearance from Ministry of Information & Broadcasting for migrating the existing FM radio stations from Phase-II to Phase-III during Nov.,2016. The Company had made the requisite payment and migrated all the existing radio stations from FM radio Phase-II to Phase-III and accordingly signed the GOPA with the Ministry of Information & Broadcasting.

The Company participated in the Batch-2 of Phase-III FM radio auction during the financial year 2016-17 and the Company was the successful bidder in 6 cities (Hyderabad new frequency, Salem, Erode, Vellore, Nellore & Hubli-Dharwad). The Company got the Letter of Intent after making the requisite fees and is in process of setting up the infrastructure facilities for the new frequencies. These are expected to be operational during the financial year 2017-18.

**APPRECIATIONS AND ACKNOWLEDGEMENT**

The Directors acknowledge with gratitude and wish to place on record their deep appreciation for the valuable assistance and kind co-operation extended to the Company by the Company's Bankers, Financial Institution, Governmental Authorities, Statutory Authorities, Advertisement Agencies, Customers, Suppliers, Advisors, Shareholders and the Employees for their continuous support and faith reposed in the Company.

The Board also wishes to place on record their gratitude for the support, encouragement and positive reception given by the listeners at its various FM Radio stations.

For and on behalf of the Board of Directors

Place : Chennai  
Date : May 24, 2017

**K. Shanmugam**  
Managing Director

**J.Ravindran**  
Director

## ANNEXURE A

### ANNUAL REPORT ON CORPORATE SOCIAL RESPONSIBILITY (CSR) ACTIVITIES

(Section 135 of the Companies Act, 2013 read with The Companies (CSR Policy) Rules, 2014)

1. **The CSR Policy is appended here**

2. **Composition of the CSR Committee:**

Mr. J.Ravindran  
Mr. K,Shanmugam  
Mr. K.Vijaykumar

3. **Average net profit of the company for the last three financial years -**  
Rs.2229.87 Lakhs

4. **Prescribed CSR Expenditure (two percent of the amount as in item 3 above)**

The Company is required to spend Rs.44.60 Lakhs towards CSR.

5. **Details of CSR spend during the financial year:**

- Total amount to be spent for the financial year - Rs.44.60 Lakhs.
- Total amount spent for the financial year - Rs.51.87 Lakhs
- Amount unspent, if any - Nil
- The manner in which the money is spent is given below

(Rs/Lakhs)

S.No	Projects/Services	Relevant Section of Schedule VII in which the Project is covered (Note 1)	Locations	Amount Outlay (Budget) Projects or Program wise	Amount Spent on the Project or Programs	Cumulative Expenditure upto the reporting periods	Amount Spent : Direct or through implementing Agency
1	Acham Thavir (Remove the Fear) Activity	(ii)	Tamil Nadu	4.51	4.51	4.51	Direct
2	Anti Tobacco Campaign	(i)	Karnataka/Tamil Nadu/Pondy	1.69	1.69	1.69	Direct
3	Blood Donation Camp	(i)	Tamil Nadu/Pondy	0.42	0.42	0.42	Direct
4	Soundless Diwali	(iv)	Kerala/Karnataka	4.24	4.24	4.24	Direct

- (iii) Promoting gender equality, empowering women, setting up homes and hostels for women and orphans; setting up old age homes, day care centre and such other facilities for senior citizens.
- (iv) Ensuring environmental sustainability, ecological balance, protection of flora and fauna, animal welfare, agroforestry, conservation of natural resources and maintaining quality of soil, air and water;
- (v) Protection of national heritage, art and culture, including restoration of buildings and sites of historical importance and works of art; setting up public libraries; promotion and development of traditional arts and handicrafts;
- (vi) Contributions or funds provided to technology incubators located within academic institutions which are approved by the Central Government;
- (vii) Contributing to rural development projects; and
- (viii) Such other activities and projects covered in Schedule VII to the Companies Act, 2013 from time to time.

**(b) Modalities and Implementation Schedule for execution of projects or programs or CSR activities:**

The Company will undertake its CSR activities either directly or even to collaborate with other entities. The implementation Schedule for CSR activities will be dependent on the availability of eligible projects.

**(c) Expenditure:**

The Company shall endeavor to spend, in every financial year at least 2% of the average net profits of the Company made during the 3 immediately preceding financial years for CSR Policy.

For this purpose, "average net profit" shall be calculated in accordance with provisions of Section 198 of the Companies Act, 2013, after deducting therefrom the dividends that may be received from companies in India which are covered under and complying with the provisions of Section 135 of the Companies Act 2013.

The Company will give preference to the local area(s) in and around our offices in India. The Company may use the CSR capacities of their own personnel in executing the CSR activities and also effectively monitoring the same but such CSR expenditure shall not exceed 5% of total CSR expenditure of the company in one financial year.

**(d) Monitoring Process:**

The Company Secretary & Compliance Officer shall submit a report to the CSR Committee annually about the end-use of contributions made.

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S.No	Projects/Services	Sector	Locations	Amount Outlay (Budget) Projects or Program wise	Amount Spent on the Project or Programs	Cumulative Expenditure upto the reporting periods	Amount Spent : Direct or through implementing Agency
5	Heat Ko Bajjo & Red FM Bajjo	(i)	Karnataka	0.58	0.58	0.58	Direct
6	Jai Matti Ganesha	(i)	AP/Telengana	3.02	3.02	3.02	Direct
7	Kelkunnundo	(ii)	Kerala	1.79	1.79	1.79	Direct
8	Neer Thedum Paravai	(iv)	Tamil Nadu	0.07	0.07	0.07	Direct
9	Water for Police	(i)	Karnataka	0.89	0.89	0.89	Direct
10	Plastic Challenge	(iv)	Kerala	0.25	0.25	0.25	Direct
11	Red Shakthi	(ii)	Kerala	9.73	9.73	9.73	Direct
12	Salaam Ladies	(iii)	Telengana	22.59	22.59	22.59	Direct
13	Spread a Smile	(ii)	Telengana	1.96	1.96	1.96	Direct
14	Super Sadhaki	(iii)	Karnataka	0.06	0.06	0.06	Direct
15	World Health Day	(i)	Tamil Nadu	0.07	0.07	0.07	Direct
	<b>Total</b>			<b>51.87</b>	<b>51.87</b>	<b>51.87</b>	

Note 1 :

- (i) Eradicating hunger, poverty and malnutrition, promoting preventive health care and sanitation and making available safe drinking water,
- (ii) Promoting education, including special education and employment enhancing vocation skills especially among children, women, elderly, and the differently abled and livelihood enhancement projects,
- (iii) Promoting gender equality, empowering women, setting up homes and hostels for women and orphans; setting up old age homes, daycare centres and such other facilities for senior citizens and measures for reducing inequalities faced by socially and economically backward ,
- (iv) ensuring environmental sustainability, ecological balance, protection of flora and fauna, animal welfare, agro forestry, conservation of natural resources and maintaining quality of soil, air and water;

## **CORPORATE SOCIAL RESPONSIBILITY (CSR) POLICY AS RECOMMENDED BY CSR COMMITTEE**

Over the years the Company has been involved in a number of activities, in the areas of health and education. Accordingly, the company decided to focus mainly on the following activities to be referred to as CSR activities.

- (i) Promoting preventive and general health care and sanitation;
- (ii) Promoting education by providing financial assistance to deserving educational institutions, meritorious and needy students, including special education and employment enhancing vocation skills, especially among children, women, elderly and the differently abled; promoting livelihood enhancement projects;

## ANNEXURE C

### FORM MGT - 9 EXTRACT OF ANNUAL RETURN

As on the financial year ended on 31/03/2017  
[Pursuant to section 92(3) of the Companies Act, 2013 and Rule 12(1) of the Companies  
(Management and Administration) Rules, 2014]

#### I. REGISTRATION AND OTHER DETAILS:

CIN	U92131TN2005PLC057755
Registration Date	07/10/2005
Name of the Company	KAL RADIO LIMITED
Category/Sub - Category of the Company	Company having Share Capital
Address of the Registered Office and Contact details	Murasoli Maran Towers, 73, MRC Nagar Main Road, MRC Nagar, Chennai - 600028
Whether listed company	No
Name, address and contact details of Registrar and Transfer Agent, if any	Not Applicable

#### II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY:

All the business activities contributing 10% or more of the total turnover of the company shall be stated:-

S.No	Name and Description of main products / services	NIC Code of the Product/ service	% to total turnover of the company
1	Broadcasting Services	60100	100%

#### III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES:

S.No.	Name and address of the company	CIN/GLN	Holding/ Subsidiary/ Associate	% of Shares Held	Applicable Section
1.	Sun TV Network Limited	L22110TN1985PLC012491	Holding	98.18%	2(87)

There are no Subsidiary & Associate Companies.

**IV. SHAREHOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)**

i) *Category-wise Share Holding:*

Category Of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% of Change during the year
	De ma t	Physical	Total	% of Total Shar es	D e m a t	Physical	Total	% of Total Shares	
<b>(A) Promoters</b>									
<b>(1) Indian</b>									
(a) Individual /HUF	-	2749995	2749995	1.82	-	2749995	2749995	2.22	NIL
(b) Central Govt	-		-	-	-	-	-	-	-
(c) State Govt (s)	-		-	-	-	-	-	-	-
(d) Bodies Corp.	-	148415000	148415000	98.18	-	121305000	121305000	97.78	NIL
(e) Banks / FI	-		-	-	-	-	-	-	-
(f) Any Other....	-		-	-	-	-	-	-	-
<b>Sub-Total (A) (1)</b>	-	<b>151164995</b>	<b>151164995</b>	<b>100</b>	-	<b>124054995</b>	<b>124054995</b>	<b>100</b>	<b>NIL</b>
<b>(2)</b>									
(a) NRIs - Individuals	-		-	-	-	-	-	-	-
(b) Other - Individuals	-		-	-	-	-	-	-	-
(c) Bodies Corp.	-		-	-	-	-	-	-	-
(d) Banks / FI	-		-	-	-	-	-	-	-
(e) Any Other....	-		-	-	-	-	-	-	-
<b>Sub-Total (A) (2)</b>	-		-	-	-	-	-	-	-
<b>Total Shareholding of Promoter (A) = (A) (1) + (A) (2)</b>	-	<b>151164995</b>	<b>151164995</b>	<b>100</b>	-	<b>124054995</b>	<b>124054995</b>	<b>100</b>	<b>NIL</b>



Clearing Members									
Trust									
<b>Sub-Total (B)(2)</b>		<b>5</b>	<b>5</b>	<b>0.00</b>		<b>5</b>	<b>5</b>	<b>0.00</b>	<b>NIL</b>
<b>Total Public Shareholding</b>									
<b>= (B) (1) + (B) (2)</b>									
<b>C. Shares held by custodian for GDRs &amp; ADRs</b>		-	-	-	-	-	-	-	-
<b>Grand Total (A+B+C)</b>		<b>151165000</b>	<b>151165000</b>	<b>100</b>	<b>0</b>	<b>124055000</b>	<b>124055000</b>	<b>100</b>	<b>NIL</b>

*(ii) Shareholding of Promoters:*

S.No	Shareholders' Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% of Change during the year
		No. of Shares	% of Total Shares of the Company	% of Shares Pledged/Encumbered to Total Shares	No. of Shares	% of Total Shares of the Company	% of Shares Pledged/Encumbered to Total Shares	
1	Sun TV Network Limited	148415000	98.18	NIL	121305000	97.78	NIL	NIL
2	Mr. Kalanithi Maran	2749995	1.82	NIL	2749995	2.22	NIL	NIL
	<b>Total</b>	<b>151164995</b>	<b>100.00</b>	<b>NIL</b>	<b>124054995</b>	<b>100.00</b>	<b>NIL</b>	<b>NIL</b>



(iii) Change in Promoters' Shareholding ( please specify, if there is no change):

S.No	Particulars	Shareholding at the beginning of the year		Cumulative Shareholding at the end of the year	
		No. of Shares	% of Total Shares of the Company	No. of Shares	% of Total Shares of the Company
	At the beginning of the year	124054995			
	Date wise Increase/ Decrease in Promoters Share holding during the year specifying the reasons for increase/decrease ( e.g. allotment/transfer/bonus /sweat equity etc): 23/12/2016 : Allotment to Sun TV Network Limited	-  27110000	-	-	-
	At the end of the year	151164995	100.00	124054995	100.00

(iv) Shareholding Pattern of Top Ten Shareholders (Other than Directors, Promoters and Holders of GDRs and ADRs):

S.No	For each of the Top 10 Shareholders	Shareholding at the beginning of the year		Cumulative Shareholding at the end of the year	
		No. of Shares	% of Total Shares of the Company	No. of Shares	% of Total Shares of the Company
	Nil				

(v) *Shareholding of Directors and Key Managerial Personnel:*

S.No	For Each of the Directors and KMP	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1	<b>Mr. K.Shanmugam</b>				
	At the beginning of the year	1	0.00	1	0.00
	Date wise increase/ decrease in shareholding during the year	-	-	-	-
	At the end of the year	1	0.00	1	0.00
2	<b>Mr.K.Vijaykumar</b>				
	At the beginning of the year	1	0.00	1	0.00
	Date wise increase/ decrease in shareholding during the year	-	-	-	-
	At the end of the year	1	0.00	1	0.00

**IV. INDEBTEDNESS:**

**Indebtedness of the Company including interest outstanding/ accrued but not due for payment**

Particulars	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
<b>Indebtedness at the beginning of the Financial year</b>				
(i) Principal Amount (ii) Interest due but not paid (iii) Interest accrued but not due <b>Total (i+ii+iii)</b>	<b>NIL</b>			
<b>Change in indebtedness during the year</b>				
Addition Reduction <b>Net Change</b>	<b>NIL</b>			
<b>Indebtedness at the beginning of the Financial year</b>				
(i) Principal Amount (ii) Interest due but not paid (iii) Interest accrued but not due <b>Total (i+ii+iii)</b>	<b>NIL</b>			

**VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL:****A. Remuneration to Managing Director, Whole-time Directors and/or Manager:***(Rs/Lakhs)*

<b>S.No</b>	<b>Particulars of Remuneration</b>	<b>Name of MD/WTD/Manager</b>	<b>Total Amount</b>
		<b>Mr.K.Shanmugam</b>	
1	Gross salary		
(a)	Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	58.61	58.61
(b)	Value of perquisites u/s 17(2) Income-tax Act, 1961	NIL	NIL
c)	Profits in lieu of salary under section 17(3) Income-tax Act, 1961	NIL	NIL
2	Stock Option	NIL	NIL
3	Sweat Equity	NIL	NIL
4	Exgratia / Bonus	1.39	1.39
5	Others, please specify	NIL	NIL
<b>Total (A)</b>		<b>60.00</b>	<b>60.00</b>
<b>Ceiling as per the Act</b>			

**B. Remuneration to other Directors:**

S.No	Particulars of Remuneration	Name of Directors		Total Amount
		Mr.J.Ravindran	Mr.Vijaykumar	
	3. Independent Directors Fee for attending board committee meetings Commission Others, please specify			
<b>Total (1)</b>		-	-	-
	4. Other Non-Executive Directors • Fee for attending board / committee meetings • Commission • Others, please specify			
<b>Total (2)</b>		-	-	-
<b>Total (B) = (1)+(2)</b>		-	-	-
<b>Total Managerial Remuneration</b>		-	-	-
<b>Overall Ceiling as per the Act</b>				

**C. Remuneration to other Directors key managerial personnel other than MD/MANAGER/WTD:**

S.No	Particulars of Remuneration	Key Managerial Personnel
		CS (Rs. In Lakhs)
(a)	Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	24.66
(b)	Value of perquisites u/s 17(2) Income-tax Act, 1961	-
(c)	Profits in lieu of salary under section 17(3) Income-tax Act, 1961	-
2	Stock Option	-
3	Sweat Equity	-
4	Commission - as a % of profit	-
5	Others, please specify	-
<b>Total (A)</b>		<b>24.66</b>

**VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:**

Type	Section of the Companies Act	Brief Description	Details of Penalty / Punishment/ Compounding fees imposed	Authority [RD/ NCLT/ COURT]	Appeal made, if any (give Details)
Penalty	NIL				
Punishment					
Compounding					
<b>C. OTHER OFFICERS IN DEFAULT</b>					
Penalty	NIL				
Punishment					
Compounding					

## ANNEXURE C

### FORM AOC - 2

*(Pursuant to Clause (h) of Sub-Section (3) of Section 134 of the Companies Act, 2013 read with Rule 8(2) of the Companies (Accounts) Rules, 2014)*

Form for disclosure of particulars of contracts/arrangements entered into by the Company with related parties referred to in Sub-section (1) of Section 188 of the Companies Act, 2013 including certain arms length transactions under third proviso thereto -

1. Details of contracts or arrangements or transactions not at arm's length basis : NIL
2. Details of material contracts or arrangement or transactions at arm's length basis during the year: NIL

## ANNEXURE D REMUNERATION POLICY

This policy on Nomination and Remuneration of Directors, Key Managerial Personnel and Senior Management has been formulated by the Nomination and Remuneration Committee (NRC or the Committee) and has been approved by the Board of Directors in compliance with Section 178 of the Companies Act, 2013 read along with the applicable rules thereto and Clause 49 of the Listing Agreement, as amended from time to time.

### **Objective and purpose:**

- i. To guide the board by laying down criteria and terms and conditions in relation to appointment and removal of Directors, Key Managerial Personnel and Senior Management.
- ii. To evaluate the performance of the members of the Board.
- iii. To recommend to the Board a policy, relating to the remuneration for Directors, Key Managerial Personnel and formulate criteria for remuneration payable to Senior Management Personnel and other employees.
- iv. To provide Key Managerial Personnel and Senior Management performance based incentives / rewards relating to the Company's operations.
- v. To retain, motivate and promote talent and to ensure long-term sustainability of talented Senior Management and create competitive advantage through a structured talent review.

### **Definitions:**

**"Remuneration"** means any money or its equivalent given or passed to any person for services rendered by him and includes perquisites as defined under the Income-tax Act, 1961;

**"Key Managerial Personnel"** means:

- i) Managing Director, or Chief Executive Officer or Manager and in their absence, a Whole-time Director;
- ii) Chief Financial Officer;
- iii) Company Secretary; and
- iv) Such other officer as may be prescribed.

**"Senior Managerial Personnel"** means the personnel of the company who are members of its core management team excluding Board of Directors. Normally, this would comprise all members of management, of rank equivalent to General Manager and above, including all functional heads.

## **APPOINTMENT AND REMOVAL OF DIRECTOR, KEY MANAGERIAL PERSONNEL AND SENIOR MANAGEMENT**

- i. The Committee shall identify and ascertain the integrity, qualification, expertise and experience of the person for appointment as Director, KMP or at Senior Management level and recommend his / her appointment, as per Company's Policy. The Committee has authority to decide whether qualification, expertise and experience possessed by a person is sufficient / satisfactory for the position.
- ii. The Company should ensure that it appoints or continues the employment of any person as Managing Director subject to the conditions laid down under Part I of Schedule V of the Companies Act, 2013.
- iii. To ensure that Company shall appoint or continue the service of any person as Independent Director subject to the provisions of Section 149 read with Schedule IV and other applicable provisions of the Act and Clause 49 of the Listing Agreement.

## **TERM/ TENURE**

### **a) Managing Director/Whole-time Director:**

The Company shall appoint or re-appoint any person as its Executive Chairman, Managing Director or Executive Director for a term not exceeding five years at a time. No re-appointment shall be made earlier than one year before the expiry of term.

### **b) Independent Director:**

An Independent Director shall hold office for a term up to five consecutive years on the Board of the Company and will be eligible for re-appointment on passing of a special resolution by the Company and disclosure of such appointment in the Board's report.

No Independent Director shall hold office for more than two consecutive terms of up to maximum of 5 years each, but such Independent Director shall be eligible for appointment after expiry of three years of ceasing to become an Independent Director.

Provided that an Independent Director shall not, during the said period of three years, be appointed in or be associated with the Company in any other capacity, either directly or indirectly.

At the time of appointment it should be ensured that number of Boards on which such Independent Director serves is restricted to seven listed companies as an Independent Director and three listed companies as an Independent Director in case such person is serving as a Whole-time Director of a listed company or such other number as may be prescribed under the Act.

## **EVALUATION**

The Committee shall carry out evaluation of performance of Director, KMP and Senior Management Personnel yearly or at such intervals as may be considered necessary.



## **REMOVAL**

The Committee may recommend with reasons recorded in writing, removal of a Director, KMP or Senior Management Personnel subject to the provisions and compliance of the Companies Act, 2013, rules and regulations and the policy of the Company.

## **RETIREMENT**

The Director, KMP and Senior Management Personnel shall retire as per the applicable provisions of the Act and the prevailing policy of the Company. The Board will have the discretion to retain the Director, KMP, Senior Management Personnel in the same position/ remuneration or otherwise even after attaining the retirement age, for the benefit of the Company.

## **POLICY FOR REMUNERATION TO DIRECTORS/KMP/SENIOR MANAGEMENT PERSONNEL**

### **1) Remuneration to Managing Director / Whole-time Directors:**

- a) The Remuneration/ Commission etc. to be paid to Managing Director / Whole-time Directors, etc. shall be governed as per provisions of the Companies Act, 2013 and rules made there under or any other enactment for the time being in force and the approvals obtained from the Members of the Company.
- b) The Nomination and Remuneration Committee shall make such recommendations to the Board of Directors, as it may consider appropriate with regard to remuneration to Managing Director / Whole-time Directors.

### **2) Remuneration to Non- Executive / Independent Directors:**

- a) The Non-Executive / Independent Directors may receive sitting fees and such other remuneration as permissible under the provisions of Companies Act, 2013. The amount of sitting fees shall be such as may be recommended by the Nomination and Remuneration Committee and approved by the Board of Directors.
- b) All the remuneration of the Non- Executive / Independent Directors (excluding remuneration for attending meetings as prescribed under Section 197 (5) of the Companies Act, 2013) shall be subject to ceiling/ limits as provided under Companies Act, 2013 and rules made there under or any other enactment for the time being in force. The amount of such remuneration shall be such as may be recommended by the Nomination and Remuneration Committee and approved by the Board of Directors or shareholders, as the case may be.
- c) An Independent Director shall not be eligible to get Stock Options and also shall not be eligible to participate in any share based payment schemes of the Company.

- d) Any remuneration paid to Non- Executive / Independent Directors for services rendered which are of professional in nature shall not be considered as part of the remuneration for the purposes of clause (b) above if the following conditions are satisfied:
- i. The Services are rendered by such Director in his capacity as the professional; and
  - ii. In the opinion of the Committee, the director possesses the requisite qualification for the practice of that profession.

### 3. Remuneration to Key Managerial Personnel and Senior Management:

- a) The remuneration to Key Managerial Personnel and Senior Management shall consist of fixed pay and incentive pay, in compliance with the provisions of the Companies Act, 2013 and in accordance with the Company's Policy.
- b) The Fixed pay shall include monthly remuneration, employer's contribution to Provident Fund, contribution to pension fund, pension schemes, etc. as decided from time to time.
- c) The Incentive pay shall be decided based on the balance between performance of the Company and performance of the Key Managerial Personnel and Senior Management, to be decided annually or at such intervals as may be considered appropriate.

### IMPLEMENTATION

- i. The Committee may issue guidelines, procedures, formats, reporting mechanism and manuals in supplement and for better implementation of this policy as considered appropriate.
- ii. The Committee may delegate any of its powers to one or more of its members.

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## **INDEPENDENT AUDITOR'S REPORT**

**To the Members of M/s. Kal Radio Limited**

### **Report on the Financial Statements**

I have audited the accompanying stand alone Ind AS financial statements of **M/s. Kal Radio Limited** ("the Company") which comprise the Balance Sheet as at March 31, 2017, the Statement of Profit and Loss (including other comprehensive income), Cash Flow Statement and the Statement of Changes in Equity for the year then ended, and a summary of significant accounting policies and other explanatory information.

### **Management's Responsibility for the Financial Statements**

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone Ind AS financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in Equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and 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 standalone Ind AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

## **Auditor's Responsibility**

My responsibility is to express an opinion on these standalone Ind AS financial statements based on the audit.

I 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 there under.

I conducted the audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that I comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the standalone Ind AS financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the standalone Ind AS financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the standalone Ind AS financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the standalone Ind AS financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the standalone Ind AS financial statements.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for the audit opinion on the standalone Ind AS financial statements.

## **Opinion**

In my opinion and to the best of our information and according to the explanations given to me, the aforesaid standalone Ind AS 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, including the Ind AS, of the state of

affairs of the Company as at March 31, 2017, and its Profit including other comprehensive income, Cash Flow and changes in Equity for the year ended on that date.

### **Emphasis of the Matter**

Without qualifying the opinion, I draw attention to notes, regarding matters of material uncertainty in relation to FM Radio licenses of the company.

### **Report on Other Legal and Regulatory Requirements**

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), as amended, issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, I give in the "**Annexure A**" a statement on the matters specified in paragraphs 3 and 4 of the Order.

2. As required by section 143 (3) of the Act, I report that:

a. I have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of the audit;

b. In my opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;

c. The Balance Sheet, the Statement of Profit and Loss, Cash Flow Statement and the Statement of Changes in Equity dealt with this Report are in agreement with the books of account;

d. In my opinion, the aforesaid standalone Ind AS financial statements comply with the Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.

e. On the basis of written representations received from the directors as on March 31, 2017 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2017 from being appointed as a director in terms of Section 164 (2) of the Act.

f. With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to my separate Report in "**Annexure B**".

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 my opinion and to the best of the information and according to the explanations given to me:

- i. The Company does not have any pending litigations which would impact its financial position in its standalone Ind AS financial statements.
- ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
- iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
- iv. The Company has provided requisite disclosure in its standalone Ind AS financial statements as to holdings as well as dealings in Specified Bank Notes during the period 8 November, 2016 to 30 December, 2016 and these are in accordance with the books of accounts maintained by the company. Refer Note 23.16 to the standalone financial statements.

Place : Chennai  
Date : 24/05/2017

(N. Priya)  
Chartered Accountant  
Membership # 223834

## "ANNEXURE A" TO THE AUDITORS' REPORT

Referred to in paragraph 1 under the heading 'Report on Other Legal & Regulatory Requirement' of the report of even date to the stand alone Ind AS financial statements of the Company for the year ended March 31, 2017:

1) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets;

(b) The Fixed Assets have been physically verified by the management in a phased manner, designed to cover all the items over a period of three years, which in my opinion, is reasonable having regard to the size of the company and nature of its business. Pursuant to the program, a portion of the fixed asset has been physically verified by the management during the year and no material discrepancies between the books records and the physical fixed assets have been noticed.

(c) According to the information and explanation given to me, the company does not possess any immovable property. Hence, paragraph 3 (i)(c) of the order is not applicable.

2) In my opinion and according to the information and explanation given to me, the company's nature of operation does not require it to hold inventories. Accordingly, paragraph 3(ii) of the order is not applicable.

3) (a) The Company has not granted any loans, secured or unsecured to the companies, firms or other parties covered in the register maintained under section 189 of the Companies Act, 2013. Accordingly, the provisions of paragraph 3(iii) (a) and (b) of the order are not applicable to the company and hence not commented upon.

4) In my opinion and according to the information and explanations given to me, the company has complied with the provisions of section 185 and 186 of the Companies Act, 2013 in respect of loans, investments, guarantees, and security.

5) The Company has not accepted any deposits from the public and hence the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposit) Rules, 2014 with regard to the deposits accepted from the public are not applicable.

6) As informed to me, the maintenance of Cost Records has not been specified by the Central Government under sub-section (1) of Section 148 of the Act, in respect of the services rendered by the company.

7) (a) According to information and explanations given to me and on the basis of the examination of the books of account, and records, the Company has been generally regular in depositing undisputed statutory dues including Provident Fund, Employees State Insurance, Income-Tax, Sales tax, Service Tax, Duty of Customs, Duty of Excise, Value added Tax, Cess and any other statutory dues with the appropriate authorities.

(b) According to the information and explanations given to me, no undisputed amounts payable in respect of the above were in arrears as at March 31, 2017 for a period of more than six months from the date on when they become payable.

8) In my opinion and according to the information and explanations given to me, the Company has not defaulted in the repayment of dues to banks or financial institutions or debenture holders during the year.

9) Based upon the audit procedures performed and the information and explanations given by the management, the company has not raised moneys by way of initial public offer or further public offer including debt instruments and term Loans. Accordingly, the provisions of paragraph 3 (ix) of the Order are not applicable to the Company and hence not commented upon.

10) Based upon the audit procedures performed and the information and explanations given by the management, I report that no fraud by the Company or on the company by its officers or employees has been noticed or reported during the year.

11) The managerial remuneration has been paid in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act, 2013.

12) In my opinion, the Company is not a Nidhi Company. Therefore, the provisions of paragraph 3 (xii) of the Order are not applicable to the Company.



13) In my opinion, all transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 and the details have been disclosed in the Financial Statements as required by the applicable accounting standards.

14) Based upon the audit procedures performed and the information and explanations given by the management, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Accordingly, the provisions of paragraph 3 (xiv) of the Order are not applicable to the Company and hence not commented upon.

15) Based upon the audit procedures performed and the information and explanations given by the management, the company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, the provisions of paragraph 3 (xv) of the Order are not applicable to the Company and hence not commented upon.

16) In my opinion, the company is not required to be registered under section 45 IA of the Reserve Bank of India Act, 1934 and accordingly, the provisions of paragraph 3 (xvi) of the Order are not applicable to the Company and hence not commented upon.

Place : Chennai  
Date : 24/05/2017

(N. Priya)  
Chartered Accountant  
Membership # 223834

## **"ANNEXURE B" TO THE AUDITORS' REPORT**

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

I have audited the internal financial controls over financial reporting of M/s. Kal Radio Limited ("the Company") as of March 31, 2017 in conjunction with the audit of the standalone Ind AS financial statements of the Company for the year ended on that date.

#### **Management's Responsibility for Internal Financial Controls**

The Company's management is 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.

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 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.

#### **Auditors' Responsibility**

My responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on the audit. I conducted the 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 applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that I 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.

The audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. The 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 standalone Ind AS financial statements, whether due to fraud or error.

I believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for the 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 my opinion, the Company has, 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 March 31, 2017, based on

- i. Existing policies and procedures adopted by the company for ensuring orderly and efficient conduct of business.
- ii. Continuous adherence to Company's policies.
- iii. Existing procedures in relation to safeguarding of Company's fixed assets, investments, inventories, receivables, loans and advances made & Cash and Bank Balances.
- iv. Existing system to prevent and detect fraud & errors.
- v. Accuracy and completeness of Company's accounting records; and
- vi. Existing capacity to prepare timely and reliable financial information.

Place : Chennai  
Date : 24/05/2017

(N. Priya)  
Chartered Accountant  
Membership # 223834

**KAL RADIO LIMITED**

**Balance Sheet as at 31 March 2017**

(All amounts are in Indian Rupees unless otherwise stated)

Particulars	Notes	As at 31-Mar-2017	As at 31-Mar-2016	As at 01-Apr-2015
<b>ASSETS</b>				
<b>Non-Current Assets</b>				
Property Plant and Equipment	3	67,206,170	71,872,011	71,948,365
Capital Work-in-Progress		1,453,731	1,662,651	119,511
Intangible assets	4	1,109,761,357	132,835,924	231,547,655
<b>Financial Assets</b>				
Other Financial Assets	5	216,508,897	119,929,472	105,782,738
Tax Assets	6	10,053,894	11,399,274	20,424,968
Deferred tax assets (Net)	7	34,563,417	12,370,426	-
Other non current assets	8	754,092,744	21,476,173	77,998,591
		<b>2,193,640,210</b>	<b>371,545,931</b>	<b>507,821,828</b>
<b>Current Assets</b>				
<b>Financial Assets</b>				
Trade receivables	9	488,217,986	431,998,261	452,307,639
Investment	10	-	132,785,614	341,512,975
Other Financial Assets	10	17,874,448	19,949,437	6,859,628
Cash and Cash Equivalents	11	66,678,917	51,338,010	46,976,355
Bank Balances Other than Cash and Cash Equivalent	11	432,775,945	1,119,268,612	529,578,972
Other Current assets	8	133,425,889	22,525,734	20,515,019
		<b>1,138,973,185</b>	<b>1,777,865,667</b>	<b>1,397,750,588</b>
<b>Total Assets</b>		<b>3,332,613,395</b>	<b>2,149,411,598</b>	<b>1,905,572,416</b>
<b>EQUITY AND LIABILITIES</b>				
<b>Equity</b>				
Equity Share Capital	12	1,511,650,000	1,240,550,000	1,240,550,000
Other Equity	12.1	-	-	-
General Reserve		-	-	-
Other Reserves	12.2	1,573,764,969	720,814,057	505,318,776
<b>Equity attributable to the equity holders of the parent</b>		<b>3,085,414,969</b>	<b>1,961,364,057</b>	<b>1,745,868,776</b>
Non-controlling interests		-	-	-
<b>Total Equity</b>		<b>3,085,414,969</b>	<b>1,961,364,057</b>	<b>1,745,868,776</b>
<b>Non-Current Liabilities</b>				
<b>Financial Liabilities</b>				
Other financial liabilities	13	230,400	230,400	230,400
Provisions	14	4,074,435	3,616,436	4,679,985
Deferred Tax Liabilities (Net)	7	-	-	5,317,188
		<b>4,304,835</b>	<b>3,846,836</b>	<b>10,227,573</b>
<b>Current Liabilities</b>				
<b>Financial Liabilities</b>				
Trade Payables	15	226,174,704	173,178,277	139,068,941
Other current financial liabilities	16	7,229,086	6,862,620	6,007,930
Other Current Liabilities	17	3,561,670	3,443,110	4,399,198
Provisions	14	5,928,130	716,696	-
<b>Total Liabilities</b>		<b>242,893,591</b>	<b>184,200,705</b>	<b>149,476,068</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>3,332,613,395</b>	<b>2,149,411,598</b>	<b>1,905,572,416</b>

As per our report of even date.

For and on behalf of Board of Directors of Kal Radio Limited

**N Priya**

**Chartered Accountant**  
Membership No :223834

**K.SHANMUGAM**  
Managing Director

**J.RAVINDRAN**  
Director

**UMA MADHU**  
Company Secretary

**Place:Chennai**

Date : 24th May, 2017

**Place:Chennai**

Date : 24th May, 2017

**KAL RADIO LIMITED**

**Statement Of Profit And Loss for the year ended 31 March 2017**

(All amounts are in Indian Rupees unless otherwise stated)

Particulars	Note No.	Year Ended 31-Mar-2017	Year Ended 31-Mar-2016
<b>Income</b>			
Revenue from Operations	18	894,705,683	799,347,692
Other Income	19	93,270,205	94,449,708
<b>Total Income</b>		<b>987,975,888</b>	<b>893,797,400</b>
<b>Expenses</b>			
Costs of revenues	20	192,555,219	158,230,973
Employees' benefits expense	21	173,086,044	148,837,497
Other expenses	22	149,580,415	109,078,976
Advertisement and marketing expenses	23	56,987,611	21,720,190
Depreciation and amortization expense	24	93,149,668	116,769,008
Finance costs	25	3,826	13,350
<b>Total Expense</b>		<b>665,362,782</b>	<b>554,649,993</b>
<b>Profit(Loss) Before Tax</b>		<b>322,613,106</b>	<b>339,147,407</b>
Current Year		104,500,000	80,200,000
Minimum Alternate Tax		10,837,759	59,878,649
Deferred Tax (Net)	7	(22,192,991)	(17,687,614)
Income Tax Expense	26	<b>93,144,768</b>	<b>122,391,035</b>
<b>Profit for the year</b>		<b>229,468,338</b>	<b>216,756,372</b>
<b>Other Comprehensive Income:</b>			
<b>(i) Other comprehensive income to be reclassified to profit or loss in subsequent periods:</b>			
Others (Specify nature)		-	-
Income tax effect		-	-
<b>Net other comprehensive income to be reclassified to profit or loss in subsequent periods</b>		<b>-</b>	<b>-</b>
<b>(ii) Other comprehensive income not to be reclassified to profit or loss in subsequent periods:</b>			
Remeasurement gains and (losses) on defined benefit obligations (net)	27	5,469,426	1,261,091
Income tax effect		-	-
		5,469,426	1,261,091
Others (Specify nature)		-	-
Income tax effect		-	-
<b>Net other comprehensive income not to be reclassified to profit or loss in subsequent periods</b>		<b>5,469,426</b>	<b>1,261,091</b>
<b>Other comprehensive income/(loss) for the year, net of tax (i+ii)</b>		<b>5,469,426</b>	<b>1,261,091</b>
<b>Total comprehensive income for the year, net of tax attributable to:</b>		<b>5,469,426</b>	<b>1,261,091</b>
<b>Profit for the year</b>		<b>223,998,912</b>	<b>215,495,281</b>
Earnings per Equity Share of INR 10 each			
Basic profit from operations attributable to equity holders of the parent	28	1.75	1.75
Diluted profit from operations attributable to equity holders of the parent		1.68	1.68

Significant Accounting Policies

2

See accompanying Notes forming part of the Standalone Financial Statements.

As per our report of even date.

For and on behalf of Board of Directors of Kal Radio Limited

**N Priya**  
Chartered Accountant  
Membership No :223834

**K.SHANMUGAM**  
Managing Director

**J.RAVINDRAN**  
Director

**UMA MADHU**  
Company Secretary

**Place:Chennai**  
Date : 24th May, 2017

**Place:Chennai**  
Date : 24th May, 2017

**KAL RADIO LIMITED**
**Cash Flow Statement for the year ended 31 March 2017**
*(All amounts are in Indian Rupees unless otherwise stated)*

Particulars		Year Ended 31-Mar-2017	Year Ended 31-Mar-2016
<b>Cash flow from operating activities</b>			
<b>Net profit before tax and extraordinary items</b>		322,613,106	339,147,407
Adjustments to reconcile:			
Depreciation on tangible assets/ investment property		18,210,372	17,504,776
Amortisation of intangible assets		74,939,295	99,264,232
IND AS Adjustments		(5,469,426)	(1,261,091)
Impairment of intangible assets		-	-
(Profit)/Loss on sale of fixed assets/ investment property, net		(6,219,096)	(4,138,223)
Translation loss / (gain) on monetary assets and liabilities		-	-
Provision for doubtful debts/Movie advances and other Assets		11,696,698	867,680
Provision for litigations and claims		-	-
Bad debts written off		-	7,811,965
Liabilities / provisions no longer required written back		(130,392)	(10,201,956)
Interest income		(80,289,645)	(72,360,415)
Dividend income		(302,457)	(6,242,525)
Interest expense		3,826	13,350
<b>Operating profit before working capital changes</b>		<b>335,052,282</b>	<b>370,405,201</b>
Movements in working capital :			
(Increase) / Decrease in trade receivables		(67,916,423)	11,629,733
(Increase) / Decrease in inventories		-	-
(Increase) / Decrease in other current assets/other financial assets		(251,528,495)	(562,414,480)
(Increase) / Decrease in loans and advances		1,345,380	9,025,694
Increase / (Decrease) in trade payables and other liabilities/ other financial liabilities		53,611,844	44,209,896
Increase / (Decrease) in provisions		5,669,432	(346,852)
<b>Cash generated from operations</b>		76,234,021	(127,490,807)
Direct taxes paid (net of refunds)		(104,500,000)	(80,200,000)
<b>Net cash flow from / (used in) operating activities (A)</b>	<b>A</b>	<b>(39,103,738)</b>	<b>(267,569,456)</b>
<b>Cash flow from investing activities</b>			
Purchase of PPE, capital work in progress (including capital advances)		(15,513,644)	(19,718,435)
Purchase of intangible assets and expenditure on intangible assets under development (including advances towards purchase of intangible assets)		(1,051,864,729)	(552,500)
Purchase of current investments		(62,802,469)	(146,349,098)
Sale of investments		203,270,321	359,672,977
Proceeds from sale of assets		714,890	288,581
Term deposits placed with banks during the year		-	-
Term deposits refunded from banks during the year		-	-
Interest received		80,289,645	72,360,415
Dividends received		302,457	6,242,525
<b>Net cash from / (used in) investing activities (B)</b>	<b>B</b>	<b>(845,603,529)</b>	<b>271,944,465</b>
<b>Cash flow from financing activities</b>			
Proceeds from issue of Equity Shares		900,052,000	-
Proceeds from Long Term Borrowings		-	-
Repayment of long term borrowings		-	-
Repayment of Short term borrowings (net)		-	-
Payment of dividend and tax thereon		-	-
Interest paid		(3,826)	(13,350)
<b>Net cash (used in) / from financing activities (C)</b>	<b>C</b>	<b>900,048,174</b>	<b>(13,350)</b>
Exchange differences on translation of foreign currency cash and cash equivalents (D)		-	-
<b>Net increase / (decrease) in cash and cash equivalents (A+B+C+D)</b>	<b>(A+B+C+D)</b>	<b>15,340,906</b>	<b>4,361,659</b>
<b>Opening balance of cash and cash equivalents</b>	<b>E</b>	51,338,010	46,976,355
<b>Closing balance of cash and cash equivalents</b>	<b>F</b>	66,678,917	51,338,010
Net increase / (decrease) in cash and cash equivalents	(F-E)	15,340,907	4,361,655
Earmarked Balances with Banks (*)	G	-	-
Closing cash and Bank Balance	(F+G)	15,340,907	4,361,655

(\*) These balances are not available for use by the company as they represent unpaid dividend liabilities and deposits held as security

As per our report of even date.

For and on behalf of Board of Directors of Kal Radio Limited

**N Priya**

Chartered Accountant  
Membership No :223834

**K.SHANMUGAM**  
Managing Director

**J.RAVINDRAN**  
Director

**UMA MADHU**  
Company Secretary

Place:Chennai

Date : 24th May, 2017

Place:Chennai

Date : 24th May, 2017

## 1. CORPORATE INFORMATION

Kal Radio Limited ('the Company') is engaged in producing and broadcasting radio software programming in Indian regional languages. The Company operates all the 18 FM stations for which the license has been procured.

## 2. SIGNIFICANT ACCOUNTING POLICIES

### 1. Basis of Accounting

These statements have been prepared under historical cost convention on accrual basis except for certain financial instruments which are measured at fair values and comply with the Ind AS referred to in Section 133 of the Companies Act, 2013.

The company has adopted the Ind AS Standards and the adoption was carried out in accordance with Ind As 101 First time adoption of Indian Accounting Standards. The transition was carried out from Indian Accounting Principles generally accepted in India as prescribed under Section 133 of the Act, read with Rule 7 of the Companies( Accounts) Rules, 2014 (IGAAP), which was the previous GAAP. Reconciliations and descriptions of the effect of the transition has been summarized in note.

### 2. Use Of Estimates

The preparation of the financial statements in conformity with Ind AS requires management to make estimates, judgements and assumptions. These estimates, judgements and assumptions affect the application of accounting policies and the reported amounts of revenues and expenses during the period. Application of accounting policies that require critical accounting estimates involving complex and subjective judgements and the use of assumption in these financial statements.

### 3. Property, Plant and Equipment

#### 🕒 *Tangible Assets*

- Tangible Fixed Assets are stated at cost less accumulated depreciation.
- Depreciation on tangible Fixed Assets other than leasehold improvements is provided on written down value method at the rates and in the manner specified in Schedule II of the Act. Tangible Assets individually costing less than Rs. 5,000 are depreciated @ 100% in the year of purchase.
- Leasehold improvements are depreciated over the lower of estimated useful lives of the assets or the remaining primary period of the lease.
- BECIL infrastructure assets included in Tangible Fixed Assets (**Note 3**) represents aggregate value of the company's share of the cost of the assets, jointly owned, along



**KAL RADIO LIMITED**

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS AS ON 31.03.2017**

with other license holders, at various stations. These assets are jointly controlled assets and the company's share of cost of these assets has been determined corresponding to the number of license holders in each station.

🕒 ***Intangible Assets***

1. One Time Entry Fees (OTEF) paid by the company for acquiring new licenses is capitalized as an asset, in respect of the stations that have become operational. OTEF is amortized over a period of fifteen years, being the period of license, the fifteen year period starting (i) from the date of operationalisation of the station or (ii) after the expiry of one year from the date of signing the agreement, whichever is earlier.
2. On Air License cost is capitalized as an asset and is amortized over a period of five years from the month in which the license is operative.
3. Costs incurred towards the purchase of computer software are depreciated using straight line method over a period of three years.

***4. Impairment***

- ③ The carrying amounts of assets are reviewed at each balance sheet date; if there is any indication of impairment based on internal / external factors, an impairment loss is recognized wherever the carrying amount of an asset exceeds its recoverable amount. The recoverable amount is the greater of the assets net selling price and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value at the weighted average cost of capital. After impairment, depreciation is provided on the revised carrying amount of the asset.

***5. Employee Benefit Plans***

- ③ Employee benefit plans comprise both defined benefit and defined contribution plans.

The company contributes to a gratuity fund maintained by the Life Insurance Corporation of India ('LIC') based upon actuarial valuation.

Provident fund is a defined contribution plan. Each eligible employee and the company make equal contributions at a percentage of the basic salary specified under the Employee's Provident Fund's and Miscellaneous Provisions Act, 1952. The company has no further obligations under the plan beyond its periodic contributions.

***6. Current Taxation***

- ③ Provision for income tax is determined at the current tax rates based on assessable income or on the basis of Section 115JB of the Income Tax Act, 1961 (Minimum Alternate Tax) whichever is higher.

### *7. Deferred Taxation*

- ③ Deferred tax is recognized, subject to the consideration of prudence, on timing difference between taxable income and accounting income that originate in one period and are capable of reversal in one or more periods.

### *8. Investments*

- ③ Current Investments are carried at quoted/fair value. Long Term Investments are stated at fair value. Provision for diminution in the value of Long Term Investments is made only if such a decline is other than temporary.

### *9. Financial Instruments*

#### *Initial Recognition*

The company recognizes financial assets and financial liabilities when it becomes a party to the contractual provisions of the instrument . All financial assets and liabilities are recognized at fair value on initial recognition ,except for trade receivables which are initially measured at transaction price.

#### *Subsequent Measurement*

##### **Financial assets carried at amortised cost**

A financial asset is subsequently measured at amortised cost if it is held within a business model whose objective is to hold the asset in order to collect contractual cash flows and the contractual terms of the financial assets give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

##### **Financial Assets at fair value through profit or loss**

A financial asset is subsequently measured at fair value through profit or loss if it is held within the business model for trading if they are acquired for the purpose of selling in the near term.

##### **Financial Liabilities**

Financial liabilities are subsequently carried at amortised cost using the effective interest method. For trade and other payables maturing within one year from the Balance Sheet date, the carrying amounts approximate fair value due to short maturity of these instruments.

***10. Revenue Recognition***

- ③ Revenue from Radio broadcasting is recognized on accrual basis on the airing of client's commercials.
- ③ All expenses, not related / attributable to the acquisition of Fixed Assets, and incurred during the year are recognized as expense during the year.

***11. License Fees***

- ③ As per the new frequency module (FM) broadcasting policy, effective April 1, 2005, license fees are charged to revenue at the rate of 4% of gross revenue for the period or 10% of Reserve One Time Entry Fees (ROTEF) for the concerned city, whichever is higher.

***12. Foreign Currency Transactions***

- ③ Realized gains and losses on foreign exchange transactions are recognized in the Profit & Loss account. Current Assets and current liabilities denominated in foreign currency outstanding at the year end are translated at the year end exchange rates and the resultant exchange differences are recognized in the Profit & Loss account. Exchange Gain / Loss in respect of liabilities incurred for the acquisition of Fixed Assets are recognized in the Profit & Loss account.

***13. Preliminary Expenditure***

- ③ Preliminary expenses are written off over a period of five years commencing from the year in which the company commences operations.

***14. Provisions and contingent Liabilities***

- ③ A provision is recognized when there is a present obligation as a result of a past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of the obligation.
- ③ Provisions are not discounted to its present value and are determined based on management estimate required to settle the obligation at the balance sheet date.
- ③ These are reviewed at each balance sheet date and adjusted to reflect the current management estimates.

***15. Segment Reporting***

- ③ The company's operations are relating to FM Radio broadcasting and this is the only primary reportable segment.

**16. First Time adoption of Ind-AS**

These standalone financial statements of Kal Radio Limited for the year ended March 31, 2017 have been prepared in accordance with Ind AS. For the purpose of transition to Ind AS, the Company has followed the guidance prescribed in Ind AS 101 - First Time adoption of Indian Accounting Standard, with April 1, 2015 as the transition date and IGAAP as the previous GAAP.

The transition to Ind AS has resulted in changes in the presentation of the financial statements, disclosures in the notes thereto and accounting policies and principles. The accounting policies have been applied in preparing the standalone financial statements for the year ended March 31, 2017 and the comparative information.

**17. Migration of Existing Frequencies & new frequencies in Batch-2 of Phase-III**

The Company has obtained clearance from Ministry of Information & Broadcasting for migrating the existing FM radio stations from Phase-II to Phase-III during Nov.,2016. The Company had made the requisite payment and migrated all the existing radio stations from FM radio Phase-II to Phase-III and accordingly signed the GOPA with the Ministry of Information & Broadcasting.

The Company participated in the Batch-2 of Phase-III FM radio auction during the financial year 2016-17 and the Company was the successful bidder in 6 cities (Hyderabad new frequency, Salem, Erode, Vellore, Nellore & Hubli-Dharwad). The Company got the Letter of Intent after making the requisite fees and is in process of setting up the infrastructure facilities for the new frequencies. These are expected to be operational during the financial year 2017-18.

KAL RADIO LIMITED

Statement of Changes in Equity for the year ended 31 March 2017

a. Equity Share Capital:

Equity shares of INR 10 each issued, subscribed and fully paid

Particulars	Number of Shares	Amount
As at 1 April 2015	124,055,000	1,240,550,000
At 31 March 2016	124,055,000	1,240,550,000
Issue of share capital	27,110,000	271,100,000
At 31 March 2017	151,165,000	1,511,650,000

b. Other equity

For the year ended 31 March 2017

Particulars	Attributable to Equity holders of the parent			Items of OCI	Total
	Retained earnings	Securities Premium Reserve	General Reserve	FVTOCI reserve	
As at 1st April 2016	193,275,148	-	-	(1,261,091)	192,014,057
Profit for the period	229,468,338	-	-	-	229,468,338
Other comprehensive income(Note..)	-	-	-	(5,469,426)	(5,469,426)
Total Comprehensive Income	422,743,486	-	-	(6,730,517)	416,012,969
Issue of share capital	-	628,952,000	-	-	628,952,000
Transaction costs	-	-	-	-	-
Cash dividends	-	-	-	-	-
Dividend distribution tax on cash dividend by parent company	-	-	-	-	-
As at 31st March 2017	422,743,486	628,952,000	-	(6,730,517)	1,044,964,969

For the year ended 31st March, 2016

Particulars	Attributable to Equity holders of the parent			Items of OCI	Total
	Retained earnings	Securities Premium Reserve	General Reserve	FVTOCI reserve	
As at 1st April 2015	(23,481,224)	-	-	-	(23,481,224)
Profit for the period	216,756,372	-	-	-	216,756,372
Other comprehensive income	-	-	-	(1,261,091)	(1,261,091)
Total Comprehensive Income	193,275,148	-	-	(1,261,091)	192,014,057
Issue of share capital	-	-	-	-	-
Transaction costs	-	-	-	-	-
Cash dividends	-	-	-	-	-
Dividend distribution tax on cash dividend by parent company	-	-	-	-	-
As at 31st March 2016	193,275,148	-	-	(1,261,091)	192,014,057

**KAL RADIO LIMITED**

**Notes to Standalone Financial Statements for the year ended 31 March, 2017**

*(All amounts are in Indian Rupees unless otherwise stated)*

**Note 3 - Property Plant & Equipment**

	Plant & Machinery	Office Equipments	Furniture & Fitting	Leasehold Improvements	Motor Vehicles	Total
<b>Net Block</b>						
At April 1, 2015	58,958,844	11,695,236	688,277	0.00	606,008	71,948,365
Additions	6,161,859	3,630,475	316,191	4,566,770	3,500,000	18,175,295
Disposals	(3,336)	(692,422)	(51,115)	-	-	(746,873)
<b>At March 31, 2016</b>	<b>65,117,367</b>	<b>14,633,289</b>	<b>953,353</b>	<b>4,566,770</b>	<b>4,106,008</b>	<b>89,376,787</b>
Additions	12,489,293	3,051,494	181,777	-	-	15,722,564
Disposals	(1,884,117)	(269,658)	(24,257)	-	-	(2,178,032)
<b>At March 31, 2017</b>	<b>75,722,543</b>	<b>17,415,125</b>	<b>1,110,873</b>	<b>4,566,770</b>	<b>4,106,008</b>	<b>102,921,318</b>
<b>Depreciation</b>						
At April 1, 2015	-	-	-	-	-	-
Charge for the year ( Refer Note - 25)	11,874,897	2,582,862	187,351	1,522,257	1,337,409	17,504,775
Disposals	-	-	-	-	-	-
<b>At March 31, 2016</b>	<b>11,874,897</b>	<b>2,582,862</b>	<b>187,351</b>	<b>1,522,257</b>	<b>1,337,409</b>	<b>17,504,775</b>
Charge for the year ( Refer Note - 25 )	12,975,169	2,628,978	231,148	1,522,257	852,821	18,210,372
Disposals	-	-	-	-	-	-
<b>At March 31, 2017</b>	<b>24,850,066</b>	<b>5,211,840</b>	<b>418,499</b>	<b>3,044,513</b>	<b>2,190,230</b>	<b>35,715,148</b>
<b>Net Block</b>						
<b>At March 31, 2016</b>	<b>53,242,470</b>	<b>12,050,427</b>	<b>766,002</b>	<b>3,044,513</b>	<b>2,768,599</b>	<b>71,872,011</b>
<b>At March 31, 2017</b>	<b>50,872,477</b>	<b>12,203,285</b>	<b>692,374</b>	<b>1,522,257</b>	<b>1,915,778</b>	<b>67,206,170</b>

**KAL RADIO LIMITED****Notes to Standalone Financial Statements for the year ended 31 March, 2017***(All amounts are in Indian Rupees unless otherwise stated)***Note 4 - Intangible Assets**

	<b>Computer Software</b>	<b>Licenses</b>	<b>Total</b>
<b>Net Block</b>			
At April 1, 2015	0	231,547,655	231,547,655
Additions	552,500	-	552,500
Disposals	-	-	-
<b>At March 31, 2016</b>	<b>552,500</b>	<b>231,547,655</b>	<b>232,100,155</b>
Additions	60,250	1,051,804,479	1,051,864,729
Disposals	-	-	-
<b>At March 31, 2017</b>	<b>612,750</b>	<b>1,283,352,134</b>	<b>1,283,964,884</b>
<b>Amortization</b>			
At April 1, 2015	-	-	-
Charge for the year ( Refer Note - 25 )	105,625	99,158,607	99,264,232
Disposals	-	-	-
<b>At March 31, 2016</b>	<b>105,625</b>	<b>99,158,607</b>	<b>99,264,232</b>
Charge for the year ( Refer Note - 25 )	199,229	74,740,066	74,939,295
Disposals	-	-	-
<b>At March 31, 2017</b>	<b>304,854</b>	<b>173,898,672</b>	<b>174,203,527</b>
<b>Net Block</b>			
<b>At March 31, 2016</b>	<b>446,875</b>	<b>132,389,048</b>	<b>132,835,924</b>
<b>At March 31, 2017</b>	<b>307,896</b>	<b>1,109,453,462</b>	<b>1,109,761,357</b>

**KAL RADIO LIMITED**

Notes to Financial Statements for the year ended 31 March, 2017

*(All amounts are in Indian Rupees unless otherwise stated)***Note 5. Financial assets (Non-Current)**

Particulars	As at 31-Mar-2017	As at 31-Mar-2016	As at 01-Apr-2015
<b>Other Financial Assets at Amortised Cost</b>			
Rental and other deposits	14,598,831	13,689,942	14,368,921
Deposits with Government agencies	6,725,538	16,302,574	12,990,644
Non-current bank balances (> 12 months)	195,184,528	89,936,956	78,423,174
<b>Total</b>	<b>216,508,897</b>	<b>119,929,472</b>	<b>105,782,738</b>

**Note 6. Tax Assets/(Liabilities)**

Particulars	As at 31-Mar-2017	As at 31-Mar-2016	As at 01-Apr-2015
<b>Non-Current Tax Assets (net)</b>			
Advance income tax (net of provision)	10,053,894	11,399,274	20,424,968
<b>Total</b>	<b>10,053,894</b>	<b>11,399,274</b>	<b>20,424,968</b>



KAL RADIO LIMITED

Notes to Financial Statements for the year ended 31 March, 2017

(All amounts are in Indian Rupees unless otherwise stated)

Note 7. Deferred tax liabilities

Nature - (Liability) / Asset	Balance Sheet			Statement of Profit and Loss	
	31/Mar/17	31/Mar/16	01/Apr/15	31/Mar/17	31/Mar/16
<b>Deferred Tax Liabilities</b>					
Tax impact on difference between book depreciation and depreciation under the Income Tax Act, 1961	25,241,303	26,324,942	27,789,371	(1,083,639)	(1,464,429)
Tax impact on amortization of intangible assets	1,045,429	(17,834,329)	(41,856,286)	18,879,758	24,021,957
Tax effect of provision for bad and doubtful debts	4,449,000	401,000	2,908,000	4,048,000	(2,507,000)
Tax effect of provision for gratuity	(1,205,315)	(577,187)	1,590,727	(628,128)	(2,167,914)
Sec. 40(a)(ia) disallowances	5,033,000	4,056,000	4,251,000	977,000	(195,000)
Tax impact on account of Ind AS adjustments					
Unused tax credits					
<b>Deferred Tax expenses/(Income) (A+B)</b>					
<b>Net Deferred Tax (Liabilities)/Assets (A+B)</b>	<b>34,563,417</b>	<b>12,370,426</b>	<b>-5,317,188</b>	<b>22,192,991</b>	<b>17,687,614</b>
<b>Reconciliation of deferred tax Liabilities(net)</b>					
				<b>31/Mar/17</b>	<b>31/Mar/16</b>
Opening balance as on 1st April 2016				12,370,426	(5,317,188)
Tax income/(Expense) during the period recognised in Profit and Loss				22,192,991	17,687,614
Tax income/(Expense) during the period recognised in OCI				-	-
Closing balance as on 31st March 2017				<b>34,563,417</b>	<b>12,370,426</b>

**KAL RADIO LIMITED****Notes to Financial Statements for the year ended 31 March, 2017***(All amounts are in Indian Rupees unless otherwise stated)***Note 8. Other current and non-current assets****Other Non-Current Assets**

<b>Particulars</b>	<b>As at 31-Mar-2017</b>	<b>As at 31-Mar-2016</b>	<b>As at 01-Apr-2015</b>
<b>Secured and considered good</b>			
MAT Credit entitlement	-	10,837,759	70,716,408
<b>Unsecured and considered good</b>			
Capital advances	592,575,737	2,731,766	-
Prepaid expenses	21,272,788	600,158	1,434,432
Gratuity	-	1,667,784	-
Balances with statutory/government authorities	138,357,966	-	-
Others	1,886,253	5,638,706	5,847,751
<b>Total</b>	<b>754,092,744</b>	<b>21,476,173</b>	<b>77,998,591</b>

**Other Current Assets**

<b>Particulars</b>	<b>As at 31-Mar-2017</b>	<b>As at 31-Mar-2016</b>	<b>As at 01-Apr-2015</b>
Prepaid expenses	26,684,278	20,815,279	19,662,483
Balances with statutory/government authorities	106,741,612	1,710,455	852,536
Others	-	-	-
<b>Total</b>	<b>133,425,889</b>	<b>22,525,734</b>	<b>20,515,019</b>

**KAL RADIO LIMITED****Notes to Financial Statements for the year ended 31 March, 2017***(All amounts are in Indian Rupees unless otherwise stated)***Note 9. Trade Receivables****Trade and other receivables (current)**

Particulars	As at 31-Mar-2017	As at 31-Mar-2016	As at 01-Apr-2015
Trade receivables	414,881,191	358,939,296	379,623,251
Receivables from other related parties (Note 31)	73,336,795	73,058,964	72,684,387
<b>Total</b>	<b>488,217,986</b>	<b>431,998,261</b>	<b>452,307,639</b>

**Break-up for security details and more than 6 months overdue:**

Particulars	As at 31-Mar-2017	As at 31-Mar-2016	As at 01-Apr-2015
<b>Outstanding for a period exceeding six months from the date they are due for payment</b>			
<b>Trade receivables</b>			
Secured, considered good			
Unsecured, considered good	188,814,425	174,517,017	155,162,390
Doubtful	12,856,471	1,159,773	8,555,208
	201,670,896	175,676,790	163,717,598
Provision for doubtful receivables	-12,856,471	-1,159,773	-8,555,208
	<b>188,814,425</b>	<b>174,517,017</b>	<b>155,162,390</b>
<b>Other receivables</b>			
Secured, considered good			
Unsecured, considered good	299,403,554	257,481,317	297,145,322
Doubtful	-	-	-
	299,403,554	257,481,317	297,145,322
Provision for doubtful receivables	-	-	-
	<b>299,403,554</b>	<b>257,481,317</b>	<b>297,145,322</b>
<b>Total</b>	<b>488,217,979</b>	<b>431,998,334</b>	<b>452,307,713</b>

No trade or other receivable are due from directors or other officers of the company either severally or jointly with any other person.

For terms and conditions relating to related party receivables, refer Note 31.

Trade receivables are non-interest bearing and are generally on terms of 90 days

**KAL RADIO LIMITED**

**Notes to Financial Statements for the year ended 31 March, 2017**

(All amounts are in Indian Rupees unless otherwise stated)

**Note 10. Financial assets (Current)**

INR in Crores

Particulars	INR in Crores		
	As at 31-Mar-2017	As at 31-Mar-2016	As at 01-Apr-2015
<b>Investments in Debt Instruments at fair value through profit or loss (FVTPL):</b>			
Kotak Banking & PSU Debt fund - Daily Dividend Nil units ( Previous Year -Nil Units)	-	-	37,536,052
Axis Treasury Advantage Fund - Daily dividend Nil units ( Previous Year Nil Units)	-	-	107,047,672
HDFC Floating Rate Income Fund - Short Term Plan Nil units ( Previous Year -Nil Units)	-	-	5,676,677
IDFC Dynamic Bond Fund - Quarterly dividend Nil units ( Previous Year -Nil Units)	-	-	11,518,497
IDFC Super Saver Income Fund - Short Term Plan Growth Nil units ( Previous Year -Nil Units)	-	-	17,434,926
IDFC Super Saver Income Fund - Fortnightly Dividend Nil units ( Previous Year -Nil Units)	-	-	11,383,752
Templeton India Low duration Fund - MD - Growth Nil units ( Previous Year -Nil Units)	-	-	41,628,906
Franklin India Low Duration Fund - Monthly Dividend Reinvested Nil units ( Previous Year -Nil Units)	-	-	22,670,286
Franklin India Savings Plus Fund Retails option - Daily Dividend Nil units ( Previous Year -Nil Units)	-	-	10,678,620
Tata Short term Bond Fund - Plan A - Growth Nil units ( Previous Year -Nil Units)	-	-	53,123,220
ICICI Prudential Short Term - Regular Plan - Growth Option Nil units ( Previous Year -Nil Units)	-	-	11,552,098
Pramerica Liquid Fund - Daily Dividend Nil units ( Previous Year -Nil Units)	-	-	3,734,110
Pramerica Ultra Short Term Bond Fund - Direct Plan Nil units ( Previous Year -Nil Units)	-	-	5,036,529
Pramerica Dynamic Bond Fund Nil units ( Previous Year -Nil Units)	-	-	1,457,375
Principal Debt Opportunities Fund Conservative Plan - Direct plan growth Nil units ( Previous Year -462.51 Units)	-	1,128,254	1,034,257
SBI Premier Liquid fund - Regular Plan Growth Nil units ( Previous Year -8487.63 Units)	-	20,167,292	-
HDFC Floating Rate Income Fund - Short Term Plan - Wholesale Option Growth Nil units ( Previous Year -780731.545 Units)	-	20,333,216	-
UTI Treasury Advantage Fund - Institutional Plan - Growth Nil units ( Previous Year -7387.102 Units)	-	15,248,387	-
SBI Ultra Short Term Debt Fund - Regular Plan Growth Nil units ( Previous Year -10418.384 Units)	-	20,286,954	-
Axis Treasury Advantage fund - Growth- (TAGPG) Nil units ( Previous Year -6009.722 Units)	-	10,120,252	-
IDFC Money Manager Fund Investment Plan - Growth- Regular Plan Nil units ( Previous Year -431758.423 Units)	-	10,126,117	-
Pramerica Insta Cash Plus Fund - Direct Plan - Daily Dividend Reinvestment Nil units ( Previous Year -101171.959 Units)	-	10,147,952	-
ICICI Prudential Money Market Fund - Direct Plan- Growth Nil units ( Previous Year -120378.083 Units)	-	25,227,189	-
<b>Total</b>	-	<b>132,785,614</b>	<b>341,512,975</b>
<b>Aggregate book value of quoted investments</b>	-	<b>131,147,952</b>	<b>33,899,421</b>
<b>Aggregate market value of quoted investments</b>	-	<b>132,785,614</b>	<b>341,512,975</b>
<b>Aggregate value of unquoted investments</b>	-	-	-
<b>Aggregate amount of impairment in value of investments</b>	-	-	-
<b>Other Financial Assets at Amortised Cost</b>			
Interest accrued fixed deposits	2,538,870	4,914,227	5,305,818
Other receivables (from Related Parties )	15,335,578	15,035,210	1,553,810
<b>Total</b>	<b>17,874,448</b>	<b>19,949,437</b>	<b>6,859,628</b>

**KAL RADIO LIMITED****Notes to Financial Statements for the year ended 31 March, 2017***(All amounts are in Indian Rupees unless otherwise stated)***Note 11. Cash and Cash Equivalents**

<b>Particulars</b>	<b>As at 31-Mar-2017</b>	<b>As at 31-Mar-2016</b>	<b>As at 01-Apr-2015</b>
Balances with banks:			
- On current accounts	66,483,478	51,114,703	46,824,106
Cash on hand	195,439	223,307	152,250
<b>Total</b>	<b>66,678,917</b>	<b>51,338,010</b>	<b>46,976,355</b>
<b>Bank Balances Other than Cash and Cash Equivalent</b>			
Deposits with original maturity for more than 3 months but less than 12 months	432,775,945	1,119,268,612	529,578,972
<b>Total</b>	<b>432,775,945</b>	<b>1,119,268,612</b>	<b>529,578,972</b>

**KAL RADIO LIMITED**

**Notes to Financial Statements for the year ended 31 March, 2017**

(All amounts are in Indian Rupees unless otherwise stated)

**Note - 12. Equity Share Capital**

	As at 31-Mar-2017	As at 31-Mar-2016	As at 01-Apr-2015
<b>Authorised Capital</b> 195,000,000 Equity Shares of INR 10 each fully paid up (31-Mar-2016: 155,000,000 Equity Shares of INR 10 each fully paid up, 01-Apr-2015: 155,000,000 Equity Shares of INR 10 each fully paid up)	1,950,000,000	1,550,000,000	1,250,000,000
<b>Issued, Subscribed and Paid-up Capital</b> 151,165,000 Equity Shares of INR 10 each fully paid up (31-Mar-2016: 124,055,000 Equity Shares of INR 10 each fully paid up, 01-Apr-2015: 124,055,000 Equity Shares of INR 10 each fully paid up)	1,511,650,000	1,240,550,000	1,240,550,000
	<b>1,511,650,000</b>	<b>1,240,550,000</b>	<b>1,240,550,000</b>
<b>(i) Reconciliation of the number of shares outstanding:</b>			
At the beginning of the year	124,055,000	124,055,000	124,055,000
Issued during the year	27,110,000	-	-
<b>Outstanding at the end of the year</b>	<b>151,165,000</b>	<b>124,055,000</b>	<b>124,055,000</b>

**(ii) Term/Rights attached to Equity Shares**

The Company has one class of equity shares having a face value of INR 10 each. Each shareholder is eligible for one vote per share held. The Company declares and pays dividends in Indian rupees. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting.

During the year ended March 31, 2017, the amount of per share dividend recognized as distributions to equity shareholders was Rs. NIL /- share (March 31, 2016: Rs. NIL/- share; March 31, 2015: Rs. NIL /- share)

In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts. However, no such preferential amounts exists currently. The distribution will be in proportion to the number of equity shares held by the shareholders.

**(iii) Details of Shareholders holding more than 5 percent in the Company:**

Particulars	As at 31-Mar-2017		As at 31-Mar-2016	
	No. of Shares	% against total number of shares	No. of Shares	% against total number of shares
<b>Name of the shareholders</b>				
Sun TV Network Limited	148,415,000	98.18%	121,305,000	97.78%

**KAL RADIO LIMITED****Notes to Financial Statements for the year ended 31 March, 2017***(All amounts are in Indian Rupees unless otherwise stated)***Note 12.2. Other equity**

<b>Particulars</b>	<b>As at 31-Mar-2017</b>	<b>As at 31-Mar-2016</b>	<b>As at 01-Apr-2015</b>
Compulsorily Convertible Non - Cumulative Preference Shares classified as Equity	528,800,000	528,800,000	528,800,000
Share Premium	628,952,000	-	-
Retained earnings	416,012,969	192,014,057	(23,481,224)
<b>Total</b>	<b>1,573,764,969</b>	<b>720,814,057</b>	<b>505,318,776</b>

**Note 13. Other Financial Liabilities (non-current)**

<b>Particulars</b>	<b>As at 31-Mar-2017</b>	<b>As at 31-Mar-2016</b>	<b>As at 01-Apr-2015</b>
<b>Other financial liabilities at amortised cost</b>			
Interest free deposits from customers	-	-	-
Rental deposit	230,400	230,400	230,400
<b>Total</b>	<b>230,400</b>	<b>230,400</b>	<b>230,400</b>

**KAL RADIO LIMITED****Notes to Financial Statements for the year ended 31 March, 2017***(All amounts are in Indian Rupees unless otherwise stated)***Note 14. Provisions**

<b>Particulars</b>	<b>As at 31-Mar-2017</b>	<b>As at 31-Mar-2016</b>	<b>As at 01-Apr-2015</b>
<b>Short-term provisions</b>			
Provision for gratuity	3,482,764	-	-
Provision for leave encashment	2,445,366	716,696	-
<b>Total</b>	<b>5,928,130</b>	<b>716,696</b>	<b>-</b>

<b>Particulars</b>	<b>As at 31-Mar-2017</b>	<b>As at 31-Mar-2016</b>	<b>As at 01-Apr-2015</b>
<b>Long-term provisions</b>			
Provision for gratuity	-	-	4,679,985
Provision for leave encashment	4,074,435	3,616,436	-
<b>Total</b>	<b>4,074,435</b>	<b>3,616,436</b>	<b>4,679,985</b>



**KAL RADIO LIMITED****Notes to Financial Statements for the year ended 31 March, 2017***(All amounts are in Indian Rupees unless otherwise stated)***15. Trade Payables**

Particulars	As at 31-Mar-2017	As at 31-Mar-2016	As at 01-Apr-2015
Trade Payables	226,174,704	173,178,277	139,068,941
<b>Total</b>	<b>226,174,704</b>	<b>173,178,277</b>	<b>139,068,941</b>

There is no overdue amount payable to Micro and Small Enterprises as defined under Micro, Small and Medium Enterprises Development Act, 2006. Further, the company has not paid any interest to any Micro and Small Enterprises during the current and previous year.

**Terms and conditions of the above financial liabilities:**

Trade payables are non interest bearing and are normally settled on 45 day terms

For terms and conditions with related parties, refer to Note 31

**Note 16. Other Financial Liabilities (current)**

Particulars	As at 31-Mar-2017	As at 31-Mar-2016	As at 01-Apr-2015
<b>Other financial liabilities at amortised cost</b>			
Payable to employees	5,120,063	5,233,528	3,758,077
Outstanding liabilities	1,534,853	1,179,997	1,875,115
Rent payable	574,170	449,095	374,738
<b>Total</b>	<b>7,229,086</b>	<b>6,862,620</b>	<b>6,007,930</b>

**KAL RADIO LIMITED****Notes to Financial Statements for the year ended 31 March, 2017***(All amounts are in Indian Rupees unless otherwise stated)***Note 17 Other Current Liabilities**

<b>Particulars</b>	<b>As at 31-Mar-2017</b>	<b>As at 31-Mar-2016</b>	<b>As at 01-Apr-2015</b>
Statutory Dues	3,561,670	3,443,110	4,399,198
<b>Total</b>	<b>3,561,670</b>	<b>3,443,110</b>	<b>4,399,198</b>

**Note 18. Revenue from Services**

<b>Particulars</b>	<b>31/Mar/17</b>	<b>31/Mar/16</b>
<b>Revenues from services</b>		
Advertising income	894,705,683	799,347,692
Broadcast fees	-	-
<b>Total</b>	<b>894,705,683</b>	<b>799,347,692</b>

**Note 19. Other Income**

<b>Particulars</b>	<b>31/Mar/17</b>	<b>31/Mar/16</b>
Interest income		
- on bank deposits	77,720,082	70,105,572
- on others	2,135,629	2,254,843
Interest on IT Refund	433,934	-
Dividend income on current investments	302,457	6,242,525
Net gain on sale of current investments	7,682,238	2,958,853
Fair Value Gain on Financial Instruments at FVTPL(net)	-	1,637,662
Liabilities / provisions not required written back	130,392	10,201,956
Rental Income	-	-
Miscellaneous Income	4,865,474	1,048,298
<b>Total</b>	<b>93,270,205</b>	<b>94,449,708</b>

**Note 20. Cost of Revenues**

	<b>31/Mar/17</b>	<b>31/Mar/16</b>
Program production expenses	69,599,489	80,220,018
Licenses	122,912,283	77,980,458
Others	43,447	30,497
<b>Total</b>	<b>192,555,219</b>	<b>158,230,973</b>

**KAL RADIO LIMITED**

**Notes to Financial Statements for the year ended 31 March, 2017**

(All amounts are in Indian Rupees unless otherwise stated)

**Note 21. Employee Benefit Expense**

Particulars	31/Mar/17	31/Mar/16
Salaries, wages and bonus	153,512,858	136,176,119
Gratuity expense (Refer note 30)	3,002,423	1,272,161
Leave Encashment	2,186,669	4,333,132
Contributions to provident fund and other funds	11,877,084	5,160,925
Staff welfare expense	2,507,010	1,895,160
<b>Total</b>	<b>173,086,044</b>	<b>148,837,497</b>

**Note 22. Other Expense**

Particulars	31/Mar/17	31/Mar/16
Audit, Legal and professional fees (Refer details below for payments made to auditors)	20,853,229	6,157,307
Travel and conveyance	17,301,584	3,075,956
Rent	16,006,763	15,318,299
Electricity expense	37,122,154	37,177,841
Power and fuel	5,258,754	4,605,698
Repairs and maintenance		
- Building	-	-
- Plant and machinery	4,940,994	5,314,019
- Others	6,521,279	4,585,493
Communication	6,921,207	6,231,472
Utilities	11,009,727	10,256,616
Insurance	741,307	640,141
Corporate Social Responsibility	5,187,803	2,507,220
Bad debts written off	-	7,811,965
Provision for doubtful debts	11,696,698	867,680
Loss on sale of assets (net) /assets scrapped	1,463,142	458,292
Rates and taxes	3,505,921	2,902,437
Miscellaneous expenses	1,049,854	1,168,540
<b>Total</b>	<b>149,580,415</b>	<b>109,078,976</b>
<b>Payment to auditor</b>		
	<b>31/Mar/17</b>	<b>31/Mar/16</b>
<b>As auditor:</b>		
Audit fee	100,000	100,000
Limited review	-	-
Service Tax	-	-
<b>In other capacity:</b>		
Other services (certification fees)	-	360,000
Reimbursement of expenses	-	-
<b>Total</b>	<b>100,000</b>	<b>460,000</b>
Corporate Social Responsibility (CSR)		
Gross amount required to be spent by the company during the year	3,014,705	3,968,151

Amount Spent during the year on :

	Paid	Yet to be paid	Total
Construction/acquisition of any asset	-	-	-
On purposes other than above	5,187,803	-	5,187,803
Contribution made to Related Parties:	-	-	-

**Note 23. Advertisement & marketing expense**

Particulars	31/Mar/17	31/Mar/16
Advertisement and marketing expenses	56,987,611	21,720,190
<b>Total</b>	<b>56,987,611</b>	<b>21,720,190</b>

**Note 24. Depreciation and amortization expense**

Particulars	31/Mar/17	31/Mar/16
Depreciation of tangible assets (Note 3)	18,210,372	17,504,776
Amortization of intangible assets (Note 4)	74,939,295	99,264,232
<b>Total</b>	<b>93,149,668</b>	<b>116,769,008</b>

**Note 25. Finance Costs**

Particulars	31/Mar/17	31/Mar/16
Interest		
- on loans against deposits	-	-
- others	3,826	13,350
<b>Total</b>	<b>3,826</b>	<b>13,350</b>

**KAL RADIO LIMITED****Notes to Financial Statements for the year ended 31 March, 2017***(All amounts are in Indian Rupees unless otherwise stated)***Note 26. Income Tax Expense**

The major components of income tax expense for the years ended 31 March 2017 and 31 March 2016 are:

**Profit or loss section**

<b>Particulars</b>	<b>Year Ended 31-Mar-2017</b>	<b>Year Ended 31-Mar-2016</b>
Current income tax charge	115,337,759	140,078,649
<b>Deferred Tax:</b>		
Relating to the origination and reversal of temporary differences	(22,192,991)	(17,687,614)
<b>Income Tax expense reported in the statement of profit and loss</b>	<b>93,144,768</b>	<b>122,391,035</b>

**Other Comprehensive Income(OCI) section**

Deferred tax related to items recognised in OCI during in the year:

INR in Crores

<b>Particulars</b>	<b>Year Ended 31-Mar-2017</b>	<b>Year Ended 31-Mar-2016</b>
Net loss/(gain) on remeasurement of defined benefit plan	-	-
Others	-	-
<b>Income Tax charged to OCI</b>	<b>-</b>	<b>-</b>

**Reconciliation of tax expense and the accounting profit multiplied by India's domestic tax rate for 31 March 2016 and 31 March 2017 :**

The tax on the company's profit before tax differs from the theoretical amount that would arise using the standard rate of corporation tax in India (34.608%) as follows:

<b>Particulars</b>	<b>Year Ended 31-Mar-2017</b>	<b>Year Ended 31-Mar-2016</b>
<b>Accounting Profit before income tax</b>		
Profit before income tax multiplied by standard rate of corporate tax in India of 34.608% (2016: 34.608%)	111,649,944	117,372,135
Effects of:		
Gain/Loss on investments taxed at the tax rate applicable on capital gains/losses	-	
Adjustments in respect of prior years		
Deferred taxes		
Tax paid on items directly recognised in equity		
Income exempted from tax	(104,674)	(2,160,413)
Non-deductible expenses for tax purposes	2,301,856	1,189,940
Others	(20,702,357)	5,989,373
<b>Net effective income tax</b>	<b>93,144,768</b>	<b>122,391,035</b>

**KAL RADIO LIMITED****Notes to Financial Statements for the year ended 31 March, 2017**

*(All amounts are in Indian Rupees unless otherwise stated)*

**Note 27. Components of Other Comprehensive Income (OCI)**

The disaggregation of changes to OCI by each type of reserve in equity is shown below:

**During the year ended 31 March 2017**

<b>Particulars</b>	<b>FVTOCI reserve</b>	<b>Retained earnings</b>	<b>Total</b>
Re-measurement gains (losses) on defined benefit plans	-	5,469,426	5,469,426
Others (if any)	-	-	-
<b>Total</b>	<b>-</b>	<b>5,469,426</b>	<b>5,469,426</b>

**During the year ended 31 March 2016**

<b>Particulars</b>	<b>FVTOCI reserve</b>	<b>Retained earnings</b>	<b>Total</b>
Re-measurement gains (losses) on defined benefit plans	-	1,261,091	1,261,091
Others (if any)	-	-	-
<b>Total</b>	<b>-</b>	<b>1,261,091</b>	<b>1,261,091</b>

**KAL RADIO LIMITED****Notes to Financial Statements for the year ended 31 March, 2017**

*(All amounts are in Indian Rupees unless otherwise stated)*

**Note 28. Earnings Per Share**

Basic EPS amounts are calculated by dividing the profit for the year attributable to equity holders of the parent by the weighted average number of Equity shares outstanding during the year.

Diluted EPS amounts are calculated by dividing the profit attributable to equity holders of the parent by the weighted average number of Equity shares outstanding during the year plus the weighted average number of Equity shares that would be issued on conversion of all the dilutive potential Equity shares into Equity shares.

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

<b>Particulars</b>	<b>31-Mar-17</b>	<b>31-Mar-16</b>
Profit after tax	229,468,338	216,756,372
Weighted average number of shares		
- Basic	131,408,123	124,055,000
- Diluted	136,696,123	129,343,000
Earning per share of Rs.10 each		
- Basic	1.75	1.75
- Diluted	1.68	1.68

**KAL RADIO LIMITED**

**Notes to Financial Statements for the year ended 31 March, 2017**

(All amounts are in Indian Rupees unless otherwise stated)

**Note 29. Employee benefit plans - Gratuity**

The Company has a defined benefit gratuity plan. Every employee who has completed five years or more of service gets a gratuity on departure at 15 days salary (last drawn salary) for each completed year of service. The scheme is funded with an insurance company in the form of a qualifying insurance policy.

The following tables summarize the components of net benefit expense recognised in the statement of profit and loss and the funded status and amounts recognised in the balance sheet for the Gratuity plan.

During the year, the company has recognised the following amounts in the Profit and Loss account, which are included in (Employee Benefit Expense in Note 21)

	Year ended March 31, 2017	Year ended March 31, 2016
Contribution to Provident Fund	10,761,256	9,837,606

**Statement of Profit and Loss**

Particulars	Year ended March 31, 2017	Year ended March 31, 2016
<i>Recognized in profit or loss:</i>		
Current service cost	3,268,698	1,478,844
Net Interest	-266,275	-206,683
<i>Recognized in other comprehensive income:</i>		
Net interest on net defined benefit liability/asset	-	-
Remeasurement gains/(losses) in other comprehensive income arising from changes in	3,183,662	-
Remeasurement gains/(losses) in other comprehensive income arising from changes in financial	2,624,287	130,461
Experience adjustments	(274,074)	1,232,247.00
Return on Plan Assets (Greater) / Less than Discount rate	(64,449)	(101,617.00)
Recognized in other comprehensive income	5,469,426	1,261,091
<b>Net benefit expense</b>	<b>8,471,849</b>	<b>2,533,252</b>

Particulars	As at March 31, 2017	As at March 31, 2016
Defined benefit obligation	16,802,479	9,081,197
Fair value of plan assets	13,319,715	10,748,982
<b>Plan Liability / (Asset)</b>	<b>3,482,764</b>	<b>-1,667,785</b>

Changes in the present value of the defined benefit obligation are as follows:

Particulars	As at March 31, 2017	As at March 31, 2016
Opening defined benefit obligation	9,081,197	6,749,563
Current service cost	3,268,698	1,478,844
Interest cost	656,965	499,585
Actuarial (gains) / losses on obligation	5,533,879	1,362,708
Benefits paid	-1,738,257	-1,009,503
Closing defined benefit obligation	16,802,482	9,081,197

Changes in the fair value of plan assets are as follows:

Particulars	As at March 31, 2017	As at March 31, 2016
Fair value of planned assets at the beginning of the year	10,748,981	7,672,017
Expected return on plan assets	923,240	706,268
Contributions	3,321,301	3,278,582
Benefits paid	-1,738,257	-1,009,503
Actuarial gain / (loss) on plan assets	64,449	101,617
Fair value of plan assets at the end of the year	13,319,714	10,748,981

The principal actuarial assumptions used in determining gratuity obligation for the Group's plans are shown below:

Particulars	As at March 31, 2017	As at March 31, 2016
Discount rate	6.72	7.91
Expected rate of return on assets	8	8
Employee turnover	16	2

The overall expected rate of return on assets is determined based on market prices prevailing on that date, applicable to the period over which the obligation is to be settled. The estimates of future salary increases, considered in actuarial valuation, take account of inflation, seniority, promotion and other relevant factors, such as supply and demand in the employment market. Based on the experience of the previous years, the Company expects to contribute Rs. 35,00,000 to the gratuity fund in the next year. However, the actual contribution by the Company will be based in the actuarial valuation report received from the insurance company.

**KAL RADIO LIMITED**

**Notes to Financial Statements for the year ended 31 March, 2017**

(All amounts are in Indian Rupees unless otherwise stated)

The major categories of plan assets of the fair value of the total plan assets are as follows:

Particulars	Gratuity plan		
	31-Mar-17	31-Mar-16	1-Apr-15
<b>Investments details (Illustrative):</b>			
Funds with LIC	13,319,714	10,748,981	7,672,017
<b>Total</b>	<b>13,319,714</b>	<b>10,748,981</b>	<b>7,672,017</b>

A quantitative sensitivity analysis for significant assumption as at 31 March 2017 is as shown below:

**Gratuity plan:**

Particulars	31-Mar-17	31-Mar-16	31-Mar-17	31-Mar-16
<b>Assumptions</b>	<b>Discount rate</b>		<b>Future salary</b>	
Sensitivity Level	1% increase		1% increase	
Impact on defined benefit obligation	977,664	1,436,416	2,808,009	6417146
<b>Gratuity plan:</b>				
Particulars	31-Mar-17	31-Mar-16	31-Mar-17	31-Mar-16
<b>Assumptions</b>	<b>Discount rate</b>		<b>Future salary</b>	
Sensitivity Level	1% decrease		1% decrease	
Impact on defined benefit obligation	-1,069,577	-1,536,582	4,519,775	9306322

The sensitivity analyses above have been determined based on a method that extrapolates the impact on defined benefit. The following payments are expected contributions to the defined benefit plan in future years:

Particulars	31-Mar-17	31-Mar-16
Within the next 12 months (next annual reporting period)	2,619,098	382370
Between 2 and 5 years	7,104,678	1087627
Between 5 and 10 years	4,224,336	2355348
<b>Total expected payments</b>	<b>13,948,112</b>	<b>3,825,345</b>



**KAL RADIO LIMITED****Notes to Financial Statements for the year ended 31 March, 2017**

(All amounts are in Indian Rupees unless otherwise stated)

**Note 30. Commitments and Contingencies****a. Leases****Operating lease commitments — Company as lessee**

The company has leased premises under operating leases.

The company has paid INR 13,845,319 (31 March 2016: INR 13,490,722) during the year towards minimum lease payment.

Future minimum rentals payable under non-cancellable operating leases as at 31 March are, as follows:

Particulars	31-Mar-17	31-Mar-16	1-Apr-15
Within one year	10,706,967	13,048,670	11,659,646
After one year but not more than five years	28,444,048	35,028,063	39,661,825
More than five years	35,221,232	48,076,733	21,722,870
	<b>74,372,247</b>	<b>96,153,466</b>	<b>73,044,341</b>

Particulars	31-Mar-17	31-Mar-16
<b>b) Contingent Liabilities</b>		
a) Claims related to Service Tax	-	-
b) Others - Gurantee issued by Banks on behalf of the company	195,184,528	21,465,580

**KAL RADIO LIMITED**

**Notes to Standalone Financial Statements for the year ended 31 March, 2017**

(All amounts are in Indian Rupees unless otherwise stated)

**Note 31. Related Party Disclosures (as identified and certified by the management)**

relationship where control exists:

(a) Entity Controlling the Company:  
Sun TV Network Limited

(b) Key Managerial Personnel:  
Mr. K Shanmugam

(c) Individual(s) having significant influence and/ or relative of such individual over the reporting enterprise  
Mr. Kalanithi Maran

(d) Enterprises over which individual having significant influence and/ or relative of such individual over reporting enterprise are able to exercise significant influence:  
individual over reporting enterprise are able to exercise significant influence:

- Udaya FM Pvt. Ltd.
- Sun Direct TV Private Limited
- Kal Publications Private Limited

Particulars	Enterprises in over which individuals or relatives have significant influence		Entity with significant Control		Key managerial personnel / Relatives of Key managerial personnel	
	March 31, 2017	March 31, 2016	March 31, 2017	March 31, 2016	March 31, 2017	March 31, 2016
<b>Income :</b>						
<b>Advertising Income</b>						
Kal Publications Private Limited	244,769	237,627	-	-	-	-
<b>Rental Income</b>						
Sun direct TV Pvt Ltd	529,920	603,761		-		-
<b>Program production expenses</b>						
Sun Tv Network Limited	-	-	20,000,000	15,000,000		
Kal Publications Private Limited	180,664	183,090		-		-
<b>Rent Expense</b>						
Kal Publications Private Limited	952,747	931,640	-	-	-	-
Sun Tv Network Limited		-	4,103,459	4,168,011		
<b>Advertisement Expenses</b>						
Kal Publications Private Limited	-	5,000,000				
<b>Employee Benefit Expenses</b>						
Kal Publications Private Limited	95,836	111,075				
Sun Tv Network Limited	-	-	746,568	673,507		
<b>Other Expenses</b>						
Kal Publications Private Limited	3,209,609	3,298,625	-	-		
Sun Tv Network Limited	-	-	1,856,520	1,887,160		
<b>Remuneration / Ex-gratia / Bonus Payable</b>						
Mr. K Shanmugam					6,000,012	6,000,012
Particulars	Enterprises in over which individuals or relatives have significant influence			Entity with significant Control		
	March 31, 2017	March 31, 2016	April 01, 2015	March 31, 2017	March 31, 2016	April 01, 2015
<b>Receivables</b>						
<b>Trade Receivables</b>						
Kal Publications Private Limited	70,260,068	69,982,237	69,598,073	-	-	-
Sun Direct Tv Private Limited	3,076,727	3,076,727	3,086,315	-	-	-
<b>Other Receivables</b>						
Kal Publications Private Limited	14,367,042	14,544,090	-			
Sun Direct Tv Private Limited	119,232	59,395	49,618	-	-	-
Sun Tv Network Limited	-	-	-	-	-	1,037,251
Udaya FM Pvt Ltd	4,151,288	431,725	483,341			
<b>Rental deposits</b>						
Kal Publications Private Limited	427,500	427,500	427,500			
Sun Tv Network Limited				40,000	40,000	265,000
<b>Accounts Payable / Other Current Liabilities</b>						
Kal Publications Private Limited	294,268	368,368	311,841			
Sun Direct Tv Private Limited	230,400	230,400	230,400			
Sun Tv Network Limited				1,976,749	670,206	918,095
Udaya FM Pvt Ltd	1,137,499	-	-			

**KAL RADIO LIMITED**

**Notes to Financial Statements for the year ended 31 March, 2017**

*(All amounts are in Indian Rupees unless otherwise stated)*

**Note 32. Fair value hierarchy**

The following table provides the fair value measurement hierarchy of the Company's assets and liabilities:

**Quantitative disclosures fair value measurement hierarchy for assets as at 31 March 2017:**

	Fair Value Measurement using				
	Date of Valuation	Total	Quoted Price in active markets(Level 1)	Significant observable inputs( Level 2)	Significant unobservable inputs( Level 3)
<b>Asset measured at fair value:</b>					
<b>FVTPL financial investments:</b>					
Quoted Equity Shares	31.03.2017	-	-	-	-
Quoted mutual funds	31.03.2017	-	-	-	-
<b>Assets for which fair values are disclosed:</b>					
Investment Properties	31.03.2017	-	-	-	-

There have been no transfers between Level 1 and Level 2 during the period.

**Quantitative disclosures fair value measurement hierarchy for assets as at 31 March 2016:**

Particulars	Fair Value Measurement using				
	Date of Valuation	Total	Quoted Price in active markets(Level 1)	Significant observable inputs( Level 2)	Significant unobservable inputs( Level 3)
<b>Asset measured at fair value:</b>					
<b>FVTPL financial investments:</b>					
Quoted Equity Shares	31.03.2016	-	-	-	-
Quoted mutual funds	31.03.2016	132,785,614	132,785,614	-	-

There have been no transfers between Level 1 and Level 2 during the period.

**Quantitative disclosures fair value measurement hierarchy for assets as at 1 April, 2015:**

Particulars	Fair Value Measurement using				
	Date of Valuation	Total	Quoted Price in active markets(Level 1)	Significant observable inputs( Level 2)	Significant unobservable inputs( Level 3)
<b>Asset measured at fair value:</b>					
<b>FVTPL financial investments:</b>					
Quoted Equity Shares	1.04.2015	-	-	-	-
Quoted mutual funds	1.04.2015	341,512,975	341,512,975	-	-

There have been no transfers between Level 1 and Level 2 during the period.

**KAL RADIO LIMITED**

**Notes to Financial Statements for the year ended 31 March, 2017**

(All amounts are in Indian Rupees unless otherwise stated)

**Note 33. Financial risk management objectives and policies**

The company's principal financial liabilities, include trade and other payables. The company has various financial assets such as trade receivables and cash and short term deposits, which arise directly from its operations.

The Company is exposed to market risk, credit risk and liquidity risk. The Company's senior management oversees the management of these risks. The Company's senior management ensures that the Company's financial risk activities are governed by appropriate policies and procedures and that financial risks are identified, measured and managed in accordance with the Company's policies and risk objectives. The Board of Directors reviews and agrees policies for managing each of these risks, which are summarised below.

**Market Risk**

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: currency risk and other price risk, such as equity price risk. Financial instruments affected by market risk include investments in equity instruments etc.. The sensitivity analyses in the following sections relate to the position as at 31 March 2017 and 31 March 2016.

**Interest rate sensitivity**

The following table demonstrates the sensitivity to a reasonably possible change in interest rates on that portion of interest-bearing financial liabilities affected. With all other variables held constant, the company's profit before tax is affected through the impact on floating rate liabilities, as follows:

	Increase/decrease in basis points	Effect on profit before tax
<b>31-Mar-17</b>		
INR	-	-
INR	-	-
<b>31-Mar-16</b>		
INR	-	-
INR	-	-

**Foreign currency risk**

Foreign currency risk is the risk that the fair value or future cash flows of an exposure will fluctuate because of changes in foreign exchange rates. The company's exposure to the risk of changes in foreign exchange rates relates primarily to the Company's operating activities (when revenue or expense is denominated in a foreign currency)

**Foreign currency sensitivity**

The following tables demonstrate the sensitivity to a reasonably possible change in foreign exchange rates, with all other variables held constant. The impact on the profit before tax is due to changes in the fair value of monetary assets and liabilities.

	Change in forex rate(%)	Effect on profit before tax	Effect on pre-tax equity
<b>31-Mar-16</b>	-	0	0
	-	0	0
<b>31-Mar-15</b>	-	0	0
	-	0	0

**Credit risk**

Credit risk is the risk that counterparty will not meet its obligations under a financial instrument or customer contract, leading to a financial loss. The company is exposed to credit risk from its operating activities (primarily trade receivables) and from its financing activities, including deposits with banks and financial institutions, foreign exchange transactions and other financial instruments.

**Liquidity risk**

The Company prime source of income is cash and cash equivalents and the cash flow generated from activities. The company has no outstanding bank borrowings. The company believes the working capital is sufficient to meet its current requirements. Accordingly there is no liquidity risk.

The table below summarises the maturity profile of the company's financial liabilities based on contractual undiscounted payments.

	On demand	Less than 3 months	3 to 12 months	1 to 5 years	> 5 years	Total
<b>Year ended</b>						
<b>31-Mar-17</b>						
Other financial liabilities	0	7,229,086	0	230,400	0	7,459,486
Trade and other payables	0	229,736,374	0	0	0	229,736,374
	0	236,965,461	0	230,400	0	237,195,861
<b>Year ended</b>						
<b>31-Mar-16</b>						
Other financial liabilities	0	6,862,620	0	230,400	0	7,093,020
Trade and other payables	0	176,621,388	0	0	0	176,621,388
	0	183,484,008	0	230,400	0	183,714,408
<b>As at 1 April 2015</b>						
Other financial liabilities	0	6,007,930	0	230,400	0	6,238,330
Trade and other payables	0	229,736,374	0	0	0	229,736,374
	0	235,744,304	0	230,400	0	235,974,704

**KAL RADIO LIMITED****Notes to Financial Statements for the year ended 31 March, 2017****Note 34. Capital management**

*(All amounts are in Indian Rupees unless otherwise stated)*

For the purpose of the Company's capital management, capital includes issued equity capital, share premium and all other equity reserves attributable to the equity holders of the parent. The primary objective of the Company's capital management is to maximise the shareholder value.

The Company manages its capital structure and makes adjustments in light of changes in economic conditions and the requirements of the financial covenants. To maintain or adjust the capital structure, the Company may adjust the dividend payment to shareholders, return capital to shareholders or issue new shares. The Company monitors capital using a gearing ratio, which is net debt divided by total capital plus net debt. The company includes within net debt, trade and other payables, less cash and cash equivalents.

<b>Particulars</b>	<b>31-Mar-17</b>	<b>31-Mar-16</b>	<b>1-Apr-15</b>
Trade payables	226174704.3	173178277	139068941
Other payables	10790756	10305731	10407127
Less: cash and cash equivalents	66678917	51338010	46976355
<b>Net debt</b>	<b>170286544</b>	<b>132145998</b>	<b>102499713</b>
Equity	3085414969	1961364057	1745868776
Total capital	3085414969	1961364057	1,745,868,776
<b>Capital and net debt</b>	<b>3255701513</b>	<b>2093510055</b>	<b>1848368489</b>
Gearing ratio	5%	6%	6%

No changes were made in the objectives, policies or processes for managing capital during the years ended 31 March 2017 and 31 March 2016.

**KAL RADIO LIMITED**  
**Notes to Financial Statements for the year ended 31 March, 2017**  
*(All amounts are in Indian Rupees unless otherwise stated)*

**Note 35. Disclosure On Specified Bank Notes (SBNs)**

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

Particulars	SBNs	Other denomination notes	Total
Closing cash in hand as on 08.11.2016	245,500	233,851	479,351
(+) Permitted receipts	26,000	2,435,330	2,461,330
(-) Permitted payments	(224,500)	(1,094,988)	(1,319,488)
(-) Amount deposited in Banks	(47,000)	(969,857)	(1,016,857)
<b>Closing cash in hand as on 30.12.2016</b>	<b>-</b>	<b>604,336</b>	<b>604,336</b>

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

**Note 36. CIF Value of Imports**

	Year ended March 31, 2017	Year ended March 31, 2016
Capital Goods	457,952	3,389,923

**Note 37. Expenditure in Foreign Currency**

	Year ended March 31, 2017	Year ended March 31, 2016
Business Promotion	96,121	-
Professional Fees	-	438,180

**Note 38. Prior year comparatives**

Previous year figures have been regrouped / reclassified, where necessary, to conform to this year's classification.

**KAL RADIO LIMITED**
**Notes to Financial Statements for the year ended 31 March, 2017**
*(All amounts are in Indian Rupees unless otherwise stated)*
**Note 39 : Reconciliation of equity as at 31st March, 2015**

Particulars	Foot Note	Previous GAAP	Adjustments	Ind AS
<b>ASSETS</b>				
<b>Non-Current Assets</b>				
Property Plant and Equipment		71,948,365	0	71,948,365
Capital Work-in-Progress		119,511	0	119,511
Investment Property		0	0	0
Intangible assets		231,547,655	0	231,547,655
<b>Financial Assets</b>				
Investments				0
Loans		124,082,391	(124,082,391)	0
Other Financial Assets		0	105,782,738	105,782,738
Tax Assets		0	20,424,968	20,424,968
Deferred tax assets (Net)		0	0	0
Other non current assets		78,423,172	(424,581)	77,998,591
		<b>506,121,094</b>	<b>1,700,734</b>	<b>507,821,828</b>
<b>Current Assets</b>				
Inventories		0	0	0
<b>Financial Assets</b>				
Loans		25,280,459	(25,280,459)	0
Trade receivables		452,307,713	(74)	452,307,639
Investment		338,999,421	2,513,554	341,512,975
Other Financial Assets		0	6,859,628	6,859,628
Cash and Cash Equivalents		576,555,329	(2)	576,555,327
Other current assets		5,305,818	15,209,201	20,515,019
		<b>1,398,448,740</b>	<b>(698,152)</b>	<b>1,397,750,588</b>
<b>Total Assets</b>		<b>1,904,569,834</b>	<b>1,002,582</b>	<b>1,905,572,416</b>
<b>EQUITY AND LIABILITIES</b>				
<b>Equity</b>				
Equity Share Capital		1,769,350,000	(528,800,000)	1,240,550,000
<b>Other Equity</b>				
General Reserve		0	0	0
Other Reserves		(24,483,808)	529,802,584	505,318,776
<b>Total Equity</b>		<b>1,744,866,192</b>	<b>1,002,584</b>	<b>1,745,868,776</b>
<b>Non-Current Liabilities</b>				
<b>Financial Liabilities</b>				
Other financial liabilities		230,400	0	230,400
Provisions		4,679,985	(0)	4,679,985
Deferred Tax Liabilities (Net)		5,317,188	0	5,317,188
		<b>10,227,573</b>	<b>(0)</b>	<b>10,227,573</b>
<b>Current Liabilities</b>				
<b>Financial Liabilities</b>				
Trade Payables		145,076,871	(6,007,930)	139,068,941
Other current financial liabilities		0	6,007,930	6,007,930
Tax liability		0	0	0
Other Current Liabilities		4,399,198	(0)	4,399,198
Provisions		0	0	0
<b>Total Liabilities</b>		<b>149,476,069</b>	<b>(1)</b>	<b>149,476,068</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>1,904,569,834</b>	<b>1,002,582</b>	<b>1,905,572,416</b>

**KAL RADIO LIMITED**
**Notes to Financial Statements for the year ended 31 March, 2017**
*(All amounts are in Indian Rupees unless otherwise stated)*
**Note 40 : Reconciliation of equity as at 31st March, 2016**

Particulars	Foot Note	Previous GAAP	Adjustments	Ind AS
<b>ASSETS</b>				
<b>Non-Current Assets</b>				
Property Plant and Equipment		71,872,011	0	71,872,011
Capital Work-in-Progress		1,662,651	0	1,662,651
Investment Property		0	0	0
Intangible assets		132,835,924	0	132,835,924
Investment in associates and JVs		0	0	0
Financial Assets			0	
Investments		0	0	0
Loans		68,361,879	68,361,879	0
Other Financial Assets		0	119,929,472	119,929,472
Tax Assets		0	(11,399,274)	11,399,274
Deferred tax assets (Net)		12,370,426	0	12,370,426
Other non current assets		89,936,956	(68,460,783)	21,476,173
		<b>377,039,847</b>	<b>108,431,294</b>	<b>371,545,931</b>
<b>Current Assets</b>				
Inventories		0	0	0
Financial Assets				
Loans		41,896,501	0	0
Trade receivables		431,998,334	73	431,998,261
Investment		131,147,952	1,637,662	132,785,614
Other Financial Assets		0	(19,949,437)	19,949,437
Cash and Cash Equivalents		1,170,606,622	0	1,170,606,622
Other current assets		4,914,227	17,611,507	22,525,734
		<b>1,780,563,636</b>	<b>(700,195)</b>	<b>1,777,865,667</b>
<b>Total Assets</b>		<b>2,157,603,483</b>	<b>107,731,099</b>	<b>2,149,411,598</b>
<b>EQUITY AND LIABILITIES</b>				
<b>Equity</b>				
Equity Share Capital		1,769,350,000	(528,800,000)	1,240,550,000
Other Equity				
General Reserve				
Other Reserves		195,564,481	525,249,576	720,814,057
<b>Total Equity</b>		<b>1,964,914,481</b>	<b>(3,550,424)</b>	<b>1,961,364,057</b>
<b>Non-Current Liabilities</b>				
Financial Liabilities				
Other financial liabilities		230,400	0	230,400
Provisions		0	3,616,436	3,616,436
Deferred Tax Liabilities (Net)		0	0	0
		<b>230,400</b>	<b>3,616,436</b>	<b>3,846,836</b>
<b>Current Liabilities</b>				
Financial Liabilities				
Trade Payables		180,040,896	(6,862,619)	173,178,277
Other current financial liabilities		0	6,862,620	6,862,620
Tax liability		0	0	0
Other Current Liabilities		3,443,111	(1)	3,443,110
Provisions		8,974,595	(8,257,899)	716,696
<b>Total Liabilities</b>		<b>192,458,602</b>	<b>(8,257,897)</b>	<b>184,200,705</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>2,157,603,483</b>	<b>(8,191,885)</b>	<b>2,149,411,598</b>



KAL RADIO LIMITED

Notes to Financial Statements for the year ended 31 March, 2017

(All amounts are in Indian Rupees unless otherwise stated)

Note 41.Reconciliation of Profit or Loss for 2016

Particulars	Foot Note	Previous GAAP	Adjustments	Ind AS
<b>Income</b>				
Revenue from Operations		799,347,692	0	799,347,692
Other Income		93,070,760	(1,378,948)	94,449,708
<b>Total Income</b>		<b>892,418,452</b>	<b>(1,378,948)</b>	<b>893,797,400</b>
<b>Expenses</b>				
Costs of revenues		172,312,883	(14,081,910)	158,230,973
Employees' benefits expense		145,873,756	2,963,741	148,837,497
Other expenses		105,425,307	3,653,669	109,078,976
Advertisement and marketing expenses		9,265,140	12,455,050	21,720,190
Depreciation and amortization expense		116,769,007	0	116,769,008
Finance costs		333,035	(319,685)	13,350
<b>Total Expense</b>		<b>549,979,128</b>	<b>4,670,865</b>	<b>554,649,993</b>
<b>Profit(Loss) Before Tax</b>		<b>342,439,324</b>	<b>3,291,917</b>	<b>339,147,407</b>
Current Year		80,200,000	0	80,200,000
Minimum Alternate Tax		59,878,649	0	59,878,649
Deferred Tax (Net)		(17,687,614)	0	(17,687,614)
Income Tax Expense		122,391,035	0	122,391,035
<b>Profit for the year</b>		<b>220,048,289</b>	<b>3,291,917</b>	<b>216,756,372</b>
<b>Other Comprehensive income:</b>				
<b>(i) Other comprehensive income to be reclassified to profit or loss in subsequent periods:</b>				
Others (Specify nature)		0	0	0
Income tax effect		0	0	0
<b>Net other comprehensive income to be reclassified to profit or loss in subsequent periods</b>		<b>0</b>	<b>0</b>	<b>0</b>
<b>(ii) Other comprehensive income not to be reclassified to profit or loss in subsequent periods:</b>				
Remeasurement gains and (losses) on defined benefit obligations (net)		0	(1,261,091)	(1,261,091)
Income tax effect		0	0	0
		0	(1,261,091)	(1,261,091)
Others (Specify nature)		0	0	0
Income tax effect		0	0	0
		0	(1,261,091)	(1,261,091)
<b>Net other comprehensive income not to be reclassified to profit or loss in subsequent periods</b>		<b>0</b>	<b>0</b>	<b>0</b>
<b>Other comprehensive income/(loss) for the year, net of tax (i+ii)</b>		<b>0</b>	<b>(1,261,091)</b>	<b>(1,261,091)</b>
<b>Total comprehensive income for the year, net of tax</b>		<b>220,048,289</b>	<b>2,030,826</b>	<b>215,495,281</b>

As per our report of even date.

For and on behalf of board of directors of Kal Radio Limited

N Priya  
Chartered Accountant  
Membership No :223834

K SHANMUGAM      J RAVINDRAN      UMA MADHU  
Managing Director      Director      Company Secretary

Place : Chennai  
Date : 24th May, 2017

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