

Annexure 6A

Financial details of Zee Entertainment Enterprises Limited

(Rs. in Crores)

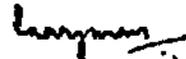
Particulars	Limited review financials for Half year ended 30 th September, 2016*	F.Y. 2015-16	F.Y. 2014-15	F.Y. 2013-14
Equity Paid up Capital	96	96	96	96
Preference share capital		2017	2019	2017
Reserves and surplus	3791	2926	2473	1855
Carry forward losses	-	-	-	-
Net Worth	3887	5039	4588	3968
Miscellaneous Expenditure	-	-	-	-
Secured Loans	1	2	2	3
Preference share capital	1908	-	-	-
Fixed Assets	349	388	381	362
Investment Property	87			
Income from Operations	2454	4207	3426	3076
Total Income	2479	4429	3653	3260
Total Expenditure	1673	3101	2441	2085
Profit before Tax	806	1328	1212	1175
Profit after Tax\$	498	859	832	772
Cash profit	529	924	1189	802
EPS	5.19	7.43	7.15	7.94
Book value	40.47	52.47	47.77	41.31

Note:

- 1) Cash profit is calculated as Profit After Tax (+) Depreciation (+/-) Deferred Taxes
- 2) *Figures are in compliance with Indian Accounting Standard (IND AS) notified by Ministry of Corporate Affairs.
- 3) # Does not include other comprehensive income for September 2016



For Zee Entertainment Enterprises Limited


M Lakshminarayanan
 Chief Compliance officer and Company Secretary

Mumbai, December 21, 2016


 ||| VISUDHAYA KUTUMBAKAM |||
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ZEE ENTERTAINMENT ENTERPRISES LIMITED

Regd. Office : 18th Floor, A Wing, Marathon Futorex, N.M.Joshi Marg, Lower Parel, Mumbai - 400 013. India.

☎ + 91 22 7166 1234 F + 91 22 2490 0302

www.zeeentertainment.com | CIN : L92132MH1982PLC028767

RELIANCE BIG BROADCASTING PRIVATE LIMITED

Registered Office: 502, Plot No 91/94, Prabhat Colony, Santa Cruz (East), Mumbai 400 055
Corporate Identification Number (CIN): U65990MH2006PTC160747

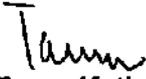
The financial details of Reliance Big Broadcasting Private Limited for the previous 3 financial years as per the Audited statement of Accounts along with latest year statement of Accounts:

(Rs. in crore)

Particulars	Audited for the half year ended September 30, 2016	As per last Audited Financial Year	1 year prior to the last Audited Financial Year	2 years prior to the last Audited Financial Year
	2016-17	2015-16	2014-15	2013-14
Equity Paid up Capital	0.01	0.01	0.01	0.01
Preference Share Capital	31.20	31.20	1.50	1.20
Reserves and surplus	(18.62)	(16.69)	19.54	3.07
Carry forward losses (profit and loss account debit balance)	(137.42)	(135.49)	(128.96)	(115.73)
Net Worth	12.59	14.52	21.05	4.28
Miscellaneous Expenditure	-	-	-	-
Secured Loans	-	-	-	-
Unsecured Loans	48.45	48.45	49.08	49.08
Fixed Assets (net)	0.83	0.86	0.49	0.96
Income from Operations	28.03	61.17	32.98	12.18
Total Income	28.07	61.17	32.98	12.24
Total Expenditure	30.00	67.71	45.57	19.88
Profit/ (Loss) before Tax	(1.93)	(6.54)	(12.59)	(7.64)
Profit/ (Loss) after Tax	(1.93)	(6.54)	(12.59)	(7.64)
Cash profit/ (Loss)	(1.90)	(6.47)	(12.27)	(7.29)
EPS (in Rs.)	(1,931)	(6,537)	(12,590.37)	(7,642.50)
Book value per equity share (in Rs.)	(18,613.23)	(16,682.11)	19,554.55	3,076.50

Note 1: Cash profit is Profit after Tax (+) Depreciation

For Reliance Big Broadcasting Private Limited


Tarun Katial

Director

(DIN: 01665221)

Place: Mumbai

Date: 23 November, 2016



BIG MAGIC LIMITED

(CIN: U74900MH2011PLC216414)

Registered Office: - 401, 4th Floor, Infiniti Mall, Link Road, Oshiwara, Andheri (W), Mumbai 400 053
Tel No.: 91 22 3068 9444 Fax No.: 91 22 3988 8927 Website: www.bigmagic.tv.com

The financial details of BIG Magic Limited for the previous 3 financial years as per the Audited statement of Accounts along with latest year statement of Accounts:

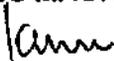
(Rs. in crore)

Particulars	Audited for the period ended September 30, 2016	As per last Audited Financial Year	1 year prior to the last Audited Financial Year	2 years prior to the last Audited Financial Year
	2016-17	2015-16	2014-15	2013-14
Equity Paid up Capital	0.05	0.05	0.05	0.05
Reserves and surplus	(626.76)	(602.18)	(286.48)	(121.13)
Carry forward losses (profit and loss account debit balance)	(626.76)	(602.18)	(286.48)	(121.13)
Net Worth	(626.71)	(602.13)	(286.43)	(121.08)
Miscellaneous Expenditure	-	-	-	-
Secured Loans	-	-	-	-
Unsecured Loans	698.11	616.81	326.89	206.81
Fixed Assets (net)	5.14	5.60	2.96	2.77
Income from Operations	39.70	58.94	41.61	24.73
Total Income	45.91	66.94	41.76	24.73
Total Expenditure	70.48	382.64	207.12	74.75
Profit/ (Loss) before Tax	(24.57)	(315.70)	(165.35)	(50.02)
Profit/ (Loss) after Tax	(24.57)	(315.70)	(165.35)	(50.02)
Cash profit/ (Loss)	(24.11)	(314.82)	(164.74)	(48.77)
EPS (in Rs.)	(4914.91)	(63,139.67)	(33,070.95)	(10,004.00)
Book value per equity share (in Rs.)	(125,341.44)	(120,426.53)	(57,286.86)	(24,215.91)

Note 1: Total Expenditure for the period ended September 30, 2016, FY 2016 and FY 2015 includes Exceptional Items

Note 2: Cash profit is Profit after Tax (+) Depreciation

For **BIG MAGIC LIMITED**


Tarun Katial
Director
(DIN: 01665221)



Place: Mumbai
Date: December 17, 2016

Azalia Broadcast Private Limited

(CIN: U45400MH2007PTC243437)

Regd. Off. : 401, 4th Floor, Infiniti Mall, Link Road, Oshiwara, Andheri (W), Mumbai 400 053

Tel No.: 91 22 3068 9444 Fax No.: 91 22 3988 8927 Email ID: communications@reliancebroadcast.com

The financial details of Azalia Broadcast Private Limited for the previous 3 financial years as per the Audited statement of Accounts along with latest year statement of Accounts:

(Rs. in crore)

Particulars	Audited for the half year ended September 30, 2016	As per last Audited Financial Year	1 year prior to the last Audited Financial Year	2 years prior to the last Audited Financial Year
	2016-17	2015-16	2014-15	2013-14
Equity Paid up Capital	64.14	64.14	64.14	51.76
Reserves and surplus	(68.61)	(66.84)	(60.51)	(47.07)
Carry forward losses	(105.73)	(103.96)	(97.63)	(83.58)
Net Worth	(4.46)	(2.69)	(3.64)	(4.69)
Miscellaneous Expenditure	-	-	-	-
Secured Loans		-	-	-
Unsecured Loans	10.64	9.55	4.88	1.47
Fixed Assets (net)	0.01	0.02	0.22	0.26
Income from Operations	-	0.05	1.21	2.18
Total Income	0.00	0.06	1.35	2.33
Total Expenditure	1.77	6.39	15.40	32.02
Profit / (Loss) before Tax	(1.77)	(6.33)	(14.05)	(29.68)
Profit / (Loss) after Tax	(1.77)	(6.33)	(14.05)	(29.68)
Cash profit/ (Loss)	(1.77)	(6.35)	(14.09)	(30.47)
EPS (in Rs.)	(0.03)	(0.99)	(2.24)	(7.33)
Book value per share (in Rs.)	(0.70)	(0.42)	0.57	0.91

Note 1: Total Expenditure includes Exceptional Items

Note 2: Cash profit is Profit after Tax (+) Depreciation (+) Deferred Tax

For Azalia Broadcast Private Limited



Asheesh Chatterjee
Director
(DIN: 05135647)



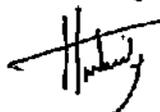
Independent Auditors' Review Report

To
The Board of Directors,
Zee Entertainment Enterprises Limited

Re: Limited Review Report for the quarter and half year ended 30 September 2016

1. We have reviewed the accompanying Statement of unaudited standalone financial results of **Zee Entertainment Enterprises Limited** (the "Company") for the quarter and half year ended 30 September 2016 ("the Statement"). This Statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on the Statement based on our review.
2. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of Company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
3. Based on our review conducted as stated above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the applicable Indian Accounting Standards (Ind AS) and other recognised accounting practices and principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI circular number CIR/CFD/FAC/62/2016 dated July 05, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For **MGB & Co. LLP**
Chartered Accountants
Firm Registration Number 101169WW-100035



Hitendra Bhandari
Partner
Membership Number 107832



Mumbai, 25 October 2016



ZEE ENTERTAINMENT ENTERPRISES LIMITED
CIN No : L92132MH1982PLC028767



Regd. Off. 18th Floor, A Wing, Marathon Futurex, N.M.Joshi Marg, Lower Parel, Mumbai - 400013
www.zeetelevision.com

Standalone Balance Sheet

Particulars	(₹ in lacs) As at 30-Sep-2016 (Unaudited)
A) Assets	
Non current Assets	
(a) Property, plant and equipment	26,690
(b) Capital work-in-progress	6,287
(c) Investment property	8,694
(d) Intangible assets	1,960
(e) Financial Assets	
Investments	174,527
Other financial assets	8,594
(f) Deferred tax assets (Net)	3,693
(g) Other non-current assets	3,141
(h) Income- tax assets (Net)	16,715
Total non-current assets	250,301
Current Assets	
(a) Inventories	140,318
(b) Financial assets	
Current investments	60,696
Trade receivables	123,619
Cash and cash equivalents	20,214
Other balances with banks	10,374
Loans	15,000
Other financial assets	16,212
(c) Other current assets	30,902
Total current assets	417,335
Total Assets	667,636
B) Equity and Liabilities	
Equity	
(a) Share capital	9,605
(b) Other equity	379,140
Total equity	388,745
Non current liabilities	
(a) Long-term borrowings	190,893
(b) Long-term provisions	4,254
Total non-current liabilities	195,147
Current liabilities	
(a) Financial liabilities	
Trade payables	40,721
Other financial liabilities	34,401
(b) Other current liabilities	7,142
(c) Short-term Provisions	1,480
Total current liabilities	83,744
Total Equity and Liabilities	667,636

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ZEE ENTERTAINMENT ENTERPRISES LIMITED

CIN No : L92132MH1982PLC028767

Regd. Off. 18th Floor, A Wing, Marathon Futurex, N.M.Joshi Marg, Lower Parel, Mumbai - 400013

www.zeeentertainment.com



Consolidated financial results for the quarter/half year ended 30th September 2016

(₹ In lacs)

Particulars	Three months ended on			Six months ended on	
	30-Sep-16 Unaudited	30-Jun-16 Unaudited	30-Sep-15 Unaudited	30-Sep-16 Unaudited	30-Sep-15 Unaudited
1 Income from Operations					
(a) Advertising Revenue	95,916	91,198	82,898	187,114	159,431
(b) Subscription Revenue	58,334	52,816	47,814	111,150	94,167
(c) Other Sales and Services	15,294	13,148	7,047	28,442	16,929
Total Income from operations [1(a) to 1(c)]	169,544	157,162	137,859	326,706	270,527
2 Expenses					
(a) Operating Cost	76,881	65,753	60,319	142,634	120,729
(b) Employee Benefits Expenses	15,327	14,993	11,968	30,320	25,108
(c) Depreciation and Amortisation Expenses	3,359	2,511	1,965	5,870	3,635
(d) Advertisement and Publicity Expenses	11,531	11,971	11,703	23,502	21,368
(f) Other Expenses	16,883	19,130	18,010	36,013	36,006
Total Expenses [2(a) to 2 (e)]	123,981	114,358	103,965	238,339	206,846
3 Profit from Operations before Other Income, Finance Cost [1 - 2]	45,563	42,804	33,894	88,367	63,681
4 (a) Other Income	4,323	7,341	5,949	11,664	12,814
(b) Fair value through profit and loss account	(8,290)	(11,323)	(5,429)	(19,613)	(11,457)
Profit from Ordinary activities before Finance Cost [3 + 4 (a) + 4(b)]	41,596	38,822	34,414	80,418	65,038
6 Finance Cost	855	750	823	1,605	1,593
7 Profit from Ordinary activities before Tax and Exceptional Item [5 - 6]	40,741	38,072	33,591	78,813	63,445
8 Less: Exceptional Item			3,306		3,306
9 Profit from Ordinary activities before Tax [7 - 8]	40,741	38,072	30,285	78,813	60,139
10 Tax Expense:					
a) Current Tax	17,347	16,585	11,358	33,932	23,666
b) Deferred Tax	(1,003)	(327)	(88)	(1,330)	(502)
Total tax expense [8(a) + 8(b)]	16,344	16,258	11,270	32,602	23,164
11 Net Profit for the period [9 - 10]	24,397	21,814	19,015	46,211	36,975
12 Add: Share of Profit/(Loss) of Associate/ Joint venture	(557)	(110)	(191)	(667)	(341)
23 Less: Minority Interest	2	8	61	10	53
14 Net Profit for the period after Taxes and Minority Interest [11 + 12 - 13]	23,838	21,696	18,763	45,534	36,581
15 Other comprehensive Income	(1,852)	333	5,330	(1,519)	6,886
16 Total comprehensive Income [14 + 15]	21,986	22,029	24,093	44,015	43,467
17 Paid up Equity Share Capital of ₹ 1/- each	9,604	9,604	9,604	9,604	9,604
18 Earnings per Share (not annualised):					
Basic and Diluted (₹)	2.48	2.26	1.95	4.74	3.81

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ZEE ENTERTAINMENT ENTERPRISES LIMITED
CIN No : L92132MH1982PLC028767

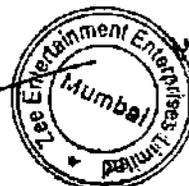


Regd. Off. 18th Floor, A Wing, Marathon Futurex, N.M.Joshi Marg, Lower Parel, Mumbai - 400013
www.zeetelevision.com

Consolidated Balance Sheet

Particulars	As at 30-Sep-2016	
	(₹ in lacs)	
	(Unaudited)	
A) Assets		
Non current Assets		
(a) Property, plant and equipment		37,650
(b) Capital work-in-progress		15,115
(c) Investment property		9,680
(d) Goodwill		85,850
(e) Intangible assets		7,186
(f) Financial Assets		
Investments		18,241
Other financial assets		12,702
(g) Deferred tax assets (Net)		7,450
(h) Other non-current assets		9,348
(i) Income-tax assets (Net)		39,088
Total non-current assets		242,310
Current Assets		
(a) Inventories		144,813
(b) Financial assets		
Current Investments		103,625
Trade receivables		170,352
Cash and cash equivalents		40,912
Other balances with banks		10,374
Loans		15,000
Other financial assets		15,344
(c) Other current assets		88,722
Total current assets		589,142
Total Assets		831,452
B) Equity and Liabilities		
Equity		
(a) Share capital		9,605
(b) Other equity		489,093
Total equity		498,698
Minority Interest		
		258
Non current liabilities		
(a) Long-term borrowings		190,883
(b) Long-term provisions		7,250
(c) Other financial liabilities		3,789
Total non-current liabilities		201,922
Current liabilities		
(a) Financial liabilities		
Trade payables		53,126
Other financial liabilities		37,795
(b) Other current liabilities		24,331
(c) Short-term Provisions		676
(d) Income-Tax liabilities (Net)		14,646
Total current liabilities		130,574
Total Equity and Liabilities		831,452

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॥ वास्तविक कर्मकांडी ॥
THE WORLD IS MY FAMILY

ZEE ENTERTAINMENT ENTERPRISES LIMITED

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Regd. Off. 18th Floor, A Wing, Marathon Futorex, N.M.Joshi Marg, Lower Parel, Mumbai – 400013

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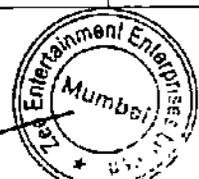
1. Results for the quarter/half year ended 30 September 2016 are in compliance with Indian Accounting Standards (Ind AS) notified by the Ministry of Corporate Affairs. Consequently, results for the quarter ended 30 September 2015 have been restated to comply with Ind AS to make them comparable. The Ind AS compliant financial results pertaining to period ended 30 September 2015 have not been subjected to Limited review or audit. However, the management has exercised due diligence to ensure that the financial results presents a true and fair view of its affairs.
2. The above unaudited financial results have been reviewed by the Audit Committee in their meeting held on 25 October 2016 and approved by the Board of Directors in their meeting held on 25 October 2016.
3. The Statutory Auditors have carried out a Limited Review of the Standalone financial results of the quarter / half year ended 30 September 2016
4. The results do not include IND AS compliant results for the previous year ended 31 March 2016 as it is not mandatory as per SEBI's circular dated 5 July 2016.
5. The Company had approved sale and transfer of its 'Sports Broadcasting Business' held under / through two (2) wholly owned non-material subsidiaries viz. Taj TV Ltd, Mauritius and Taj Television (India) Pvt Ltd to Sony Pictures Networks India Private Ltd and its affiliates at an aggregate all-cash consideration of USD 385 Million post fulfillment of certain conditions precedent.
6. The Company has adopted Ind AS with effect from 1 April 2016 with comparative being restated, Accordingly, the impact of transition has been provided in the opening reserves as at 1 April 2015.

Reconciliation of results between previous Indian GAAP and Ind AS are as under:

(Rs in Lacs)

Description	Standalone		Consolidated	
	3 months ended 30 September 2015	6 months ended 30 September 2015	3 months ended 30 September 2015	6 months ended 30 September 2015
Net profit as per previous GAAP (Indian GAAP)	19,504	39,863	24,740	49,116
i) Loss on fair valuation of preference shares (note e)	(6,058)	(12,115)	(6,058)	(12,115)
ii) Taxes on preference dividend considered to be finance cost (note e)	(618)	(1,235)	(618)	(1,235)
iii) Re-measurements of defined benefit obligations (Net of tax) (note c)	83	166	68	155
iv) Profit on fair valuation of financial instruments / investments (note b)	64	64	631	660
Net profit as per Ind AS	12,975	26,743	18,763	36,581

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Notes:

- a. The reconciliation statement has been provided in accordance with circular CIR/CFD/FAC/62/2016 issued by SEBI dated 5 July 2016 on account of implementation of Ind AS by listed companies
 - b. Certain financial instruments / investments have been recorded at fair value as at 1 April 2015 with the resultant gain / loss in the opening reserves. For subsequent measurement, these instruments / investments have been valued at amortized cost using effective interest rate / fair value through profit and loss (FVTPL) / fair value through other comprehensive income (FVTOCI) as per accounting policy determined by the Company.
 - c. Defined benefit obligations – Under Ind AS actuarial gains or losses on defined benefit obligations are recognized in other comprehensive income, whereas under previous GAAP same was being charged to statement of profit and loss.
 - d. The financial statements of certain subsidiaries / joint ventures consolidated on line by line basis / proportionate basis under previous GAAP have now been consolidated using equity accounting in accordance with the applicable Ind AS.
 - e. 6% cumulative redeemable preference shares have been classified as debt and have been recorded at fair value as at 1 April 2015 with the resultant gain has been recognised in the opening reserves.

For subsequent measurement, preference shares have been valued based on fair value through profit and loss (FVTPL). Dividend distribution tax thereon has been charged to the finance cost.
7. The Company mainly operates only in one segment namely 'Content and Broadcasting' and hence segment details are not required to be published.
 8. Previous period figures have been regrouped wherever necessary

Place: Mumbai
Date : 25 October 2016



For & on behalf of the Board
Zee Entertainment Enterprises Limited

A handwritten signature in black ink, appearing to read "Punit Goenka".

Punit Goenka
Managing Director & CEO

Milind Kulkarni

M. S. Sethi & Associates
Chartered Accountants.

191-R, Cavel Cross Lane No. 9
2nd Floor, Dr. Viegas Street
Kalbadevi, Mumbai - 400 002
Tel. 93245 17501

Manoj Sethi
B.Com., F.C.A.

Independent Auditors' Report

To the Board of Directors
Reliance Big Broadcasting Private Limited

Report on the Interim Financial Statements

We have audited the accompanying interim financial statements of Reliance Big Broadcasting Private Limited (the Company) which comprise the Balance Sheet as at September 30, 2016 and the Statement of Profit and Loss for the period then ended and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Interim Financial Statements

The Company's Board of Directors is responsible for the preparation of these interim financial statements that give a true and fair view of the financial position and financial performance of the Company in accordance with the accounting principles generally accepted in India. This responsibility also includes maintenance of adequate accounting records 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 interim financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error. These interim financial statements are the responsibility of the Company's Management.

Auditor's Responsibility

Our responsibility is to express an opinion on these interim financial statements based on our audit.

We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the interim financial statements are free from material misstatement.

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

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the interim financial statements.

Opinion

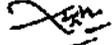
In our opinion and to the best of our information and according to the explanations given to us, the aforesaid interim financial statements give the information in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at September 30, 2016 and its Loss for the period ended on that date.

Report

We report that:

- We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
- In our opinion proper books of account have been kept by the Company so far as appears from our examination of those books;
- The Balance Sheet and the Statement of Profit and Loss dealt with by this Report are in agreement with the books of account

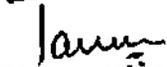
For M. S. Sethi & Associates
Chartered Accountants
Regn.No.109407W


Manoj Sethi
Proprietor
Membership No. 39784
Place: Mumbai
Date: November 23, 2016



Certified True Copy

For Reliance Big Broadcasting Private Limited


Director/Authorised Signatory

Reliance Big Broadcasting Private Limited
Balance Sheet as at September 30, 2016
Currency in Indian Rupees

	Note	As at September 30, 2016	As at March 31, 2016
EQUITY AND LIABILITIES			
Shareholders' funds			
Share capital	2	312,100,000	312,100,000
Reserves and surplus	3	(188,232,343)	(166,921,066)
		<u>125,867,657</u>	<u>145,178,934</u>
Non-current liabilities			
Other Long-term Liabilities	4	20,000	-
Long-term provisions	5	5,211	715
Current Liabilities			
Short-term borrowings	6	484,528,661	484,528,661
Trade payables			
Dues to Micro and Small enterprises	21	-	-
Others		201,821,068	271,016,432
Other current liabilities	7	193,484,212	93,568,578
Short-term Provisions	8	4,437	637
Total		<u><u>1,005,731,246</u></u>	<u><u>994,293,957</u></u>
ASSETS			
Non-current Assets			
Fixed Assets	9		
Tangible-assets		8,323,654	8,613,949
Intangible assets		-	-
Non-current investments	10	-	100,000
Long-term loans and advances	11	11,190,506	13,292,687
Current Assets			
Cash and Cash Equivalents	12	909,767	703,478
Short-term loans and advances	13	985,307,319	971,583,843
Total		<u><u>1,005,731,246</u></u>	<u><u>994,293,957</u></u>

Significant Accounting Policies 1

The accompanying notes are an integral part of the Financial Statements 1 - 29

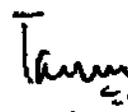
As per our Report of even date

For M. S. Sethi & Associates
Chartered Accountants
Firm Registration Number: 109407W

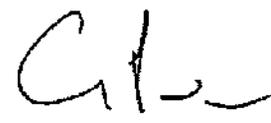

Manoj Sethi
Proprietor
Membership Number: 39784

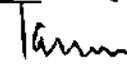
Place: Mumbai
Date : November 23, 2016

For and on behalf of the Board


Tarun Katial
Director
DIN:01665221

Place: Mumbai
Date : November 23, 2016


Venkatarao Ponnada
Director
DIN:01503467

Verified True Copy
For Reliance Big Broadcasting Private Limited

Director/Authorised Signatory



Reliance Big Broadcasting Private Limited
Statement of Profit and Loss for the period ended September 30, 2016
Currency in Indian Rupees

	Note	Period ended September 30, 2016	Period ended September 30, 2015
Revenue			
Revenue from operations	14	280,292,457	296,922,436
Other Income	15	412,360	-
Total Revenue		280,704,817	296,922,436
Expenses			
Direct operating expenses	16	290,315,343	311,686,110
Employee benefits expense	17	374,856	295,209
Depreciation and amortization	9	290,295	404,079
Other expenses	18	9,035,600	9,174,037
Total Expenses		300,016,094	321,559,435
Profit / (Loss) before tax		(19,311,277)	(24,636,999)
Tax expense		-	-
Profit / (Loss) for the period		(19,311,277)	(24,636,999)
Earnings per equity share of face value Rs. 10 each fully paid-up Basic and Diluted	25	(1,931)	(2,464)

Significant Accounting Policies

1

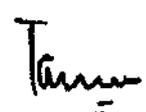
As per our Report of even date

For M. S. Sethi & Associates
Chartered Accountants
Firm Registration Number: 108407W


Manoj Sethi
Proprietor
Membership Number: 39784

Place: Mumbai
Date : November 23, 2016

For and on behalf of the Board


Tarun Katia
Director
DIN:01665221

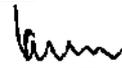

Venkatarao Ponnada
Director
DIN:01503467

Place: Mumbai
Date : November 23, 2016



Certified True Copy

For Reliance Big Broadcasting Private Limited


Director/Authorised Signatory

Reliance Big Broadcasting Private Limited
Cash Flow Statement for the period ended September 30, 2016
Currency in Indian Rupees

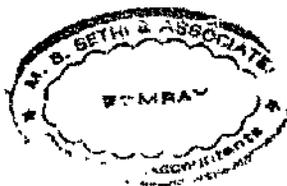
	Period ended September 30, 2016	Period ended September 30, 2015
A. Cash Flow from Operating Activities :		
Profit / (Loss) before Taxation	(19,311,277)	(24,639,999)
Adjustments for :		
Depreciation and amortization expense	290,295	404,079
Interest on Income tax refund	(409,929)	-
Operating Profit/ (Loss) before Working Capital Changes	(19,430,911)	(24,232,920)
Adjustments for changes in Working Capital:		
Trade and other receivables	(13,723,476)	(244,207,250)
Trade payables	30,748,688	274,219,644
Cash generated from Operations	(2,405,621)	5,779,474
Taxes Paid (Refund)	(2,512,110)	-
Net Cash Generated from / (Used in) Operating Activities	106,289	5,779,474
B. Cash Flow from Investing Activities:		
Sale of Investments	100,000	-
Net Cash Generated from / (Used in) Investing Activities	100,000	-
C. Cash Flow from Financing Activities:		
Repayment of Borrowings	-	(8,306,150)
Net Cash Generated from / (Used in) Financing Activities	-	(8,306,150)
Net Increase / (Decrease) In Cash and Cash Equivalents (A+B+C)	206,289	(526,676)
Cash and Cash Equivalents as at the commencement of the period	703,478	719,055
Cash and Cash Equivalents as at the end of period		3,861
Cash on hand	908,757	188,418
Bank Balance		
Net Increase / (Decrease) as disclosed above	206,289	(526,677)

As per our Report of even date

For M. S. Sethi & Associates
Chartered Accountants
Firm Registration Number: 109407W


Manoj Sethi,
Proprietor
Membership Number: 39784

Place: Mumbai
Date : November 23, 2016



For and on behalf of the Board


Tarun Kattal

Director
DIN:01665221



Venkatarao Ponnada
Director
DIN:01503487

Place: Mumbai
Date : November 23, 2016



Reliance Big Broadcasting Private Limited
Notes to the Financial Statements for the period ended September 30, 2016

1. Significant Accounting Policies

a) **Basis of preparation of financial statements**

The financial statements are prepared under historical cost convention on accrual basis of accounting in accordance with the Accounting Standards prescribed under the Companies (Accounts) Rules, 2014 and the relevant provisions of the Companies Act, 2013 ('the Act') to the extent applicable.

b) **Use of Estimates**

The preparation of financial statements requires estimates and assumptions to be made that affect the reported amount of assets and liabilities on the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Difference between the actual results and estimates are recognized in the period in which the results are known/ materialized.

c) **Fixed Assets:**

Fixed Assets are stated at cost inclusive of all taxes as applicable, less accumulated depreciation and impairment loss, if any.

Movie Rights are stated at lower of net cost (Cost minus accumulated amortization / impairment) or net realizable value.

The cost of improvements to Leased properties taken on operating lease have been capitalized and disclosed appropriately.

d) **Depreciation/Amortisation:**

Depreciation on fixed assets except movie rights, leasehold improvements and license fees is provided on the straight line method over the useful life of the assets as prescribed in Schedule II to the Companies Act, 2013.

Expenditure incurred on Improvements of assets acquired on operating lease is written off evenly over the balance period of lease.

License fees are amortized equally over the balance period of licenses.

Upinking	: 10 Years
Downlinking	: 5 Years

e) **Impairment**

In accordance with AS 28 - 'Impairment of Assets', where there is an indication of impairment of the Company's assets, the carrying amounts of the Company's assets are reviewed at each balance sheet date to determine whether there is any impairment. The recoverable amount of the asset (or where applicable, that of the cash generating unit to which the asset belongs) is estimated as the higher of its net selling price and its value in use. An impairment loss is recognised whenever the carrying amount of an asset or a cash generating unit exceeds its recoverable amount. Impairment loss is recognised in the profit and loss account.

Value in use is present value of estimated future cash flows expected to arise from the continuing use of the asset and from its disposal at the end of its useful life.

f) **Inventories**

TV Serials, Film Broadcasting Rights are stated at lower of net cost (cost minus accumulated amortization) or realizable value.

Amortisation Policy of TV Serials, Film Broadcasting Rights:

(i) In case the Rights life is more than 5 years - 90% of the value of such rights over 5 years on straight line method, and balance 10% , to be maintained as unamortised right of the inventory till the life of the right.

(ii) In case the Rights life is equal or less than 5 years - 100% of the value of such rights over 5 years, or life of the asset whichever is less on straight line method.

Or

at such higher rate of amortization based on the management revenue forecast.

g) **Investments**

Long term investments are stated at cost. For long term investments, provision/ write down is made for permanent diminution in value. Current investments are valued at lower of cost and fair value.



Reliance Big Broadcasting Private Limited

Notes to the Financial Statements for the period ended September 30, 2016

- h) Employee Benefits
- (i) Short-term employee benefits are recognized as an expense in the Statement of Profit and Loss for the period in which the related service is rendered.
- (ii) Post employment and other long term employee benefits are recognized as an expense in the Statement of Profit and Loss for the Period in which the employee has rendered services. The expense is recognized at the present value of the amount payable determined using actuarial valuation techniques. Actuarial gains and losses in respect of post employment and other long term benefits are charged to the Statement of Profit and Loss.
- i) Revenue Recognition
- Revenue from services provided are recognized when persuasive evidence of an arrangement exists, the consideration is fixed or determinable and it is reasonable to expect ultimate collection. Such revenues are recognized as the services are provided.

Advertising Service Fees accounted on rendering of services.

Sales are recognized when the risk and rewards of ownership are passed onto the customers, which is generally on dispatch of goods.

Channel distribution and advertising rights are recognized as per the terms of the agreement.

- j) Foreign Currency Transactions
- Transactions denominated in foreign currency are recorded at the exchange rate prevailing on the date of the transactions. Exchange differences arising on foreign exchange transactions settled during the Period are recognized in the Statement of Profit and Loss for the period.

Monetary assets and liabilities denominated in foreign currencies as at the balance sheet date are translated at the closing exchange rates on that date; the resultant exchange differences are recognized in the Statement of Profit and Loss. In respect of integral foreign operations of the Company, fixed assets are translated at the rates on the date of acquisition, monetary assets and monetary

Liabilities are translated at the rate on the date of the balance sheet and income and expenditure are translated at the average of weekly average rates during the Period.

- k) Taxation
- Provision for current tax is made after taking into consideration benefits admissible under the provisions of the Income Tax Act, 1961.

Deferred tax resulting from "timing differences" between book and taxable profit is accounted for using the tax rates and laws enacted or substantially enacted as on the balance sheet date. The Deferred tax asset is recognized and carried forward only to the extent that there is a reasonable certainty of its realization in future. However, in respect of unabsorbed depreciation and carry forward loss, the deferred tax asset is recognized and carried forward only to the extent that there is virtual certainty of its realization.

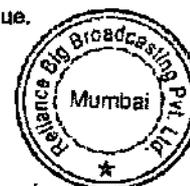
- l) Provisions, Contingent Liabilities and Contingent Assets
- Provisions comprise liabilities of uncertain timing or amount. Provisions are recognized when the Company recognizes it has a present obligation as a result of past events, it is more likely that an outflow of resources will be required to settle the obligation and the amount can be reasonably estimated.

A disclosure for contingent liability is made when there is a possible obligation or a present obligation arising out of the past events, but is not probable than an outflow of resources embodying economic benefits will be required to settle the obligation. When there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources embodying economic benefits is remote, no provision or disclosure is made.

Loss contingencies arising from claims, litigation, assessment, fines, penalties etc. are recorded when it is probable that a liability has been incurred and the amount can be reasonably estimated.

Contingent assets are neither recognized nor disclosed in the accounts.

- m) Borrowing Cost
- Borrowing costs that are attributable to the acquisition, construction or production of qualifying assets are capitalized as part of the cost of such assets. A qualifying asset is one that necessarily takes a substantial period of time to get ready for its intended use. All other borrowing costs are charged to revenue.



Reliance Big Broadcasting Private Limited
Notes to the financial statements for the period ended September 30, 2016
Currency in Indian Rupees

	As at September 30, 2016	As at March 31, 2016
2 Share capital		
Authorised		
500,000 (previous year: 500,000) equity shares of Rs 10 each	5,000,000	5,000,000
400,000,000 (previous year: 400,000,000) preference-Shares of Re.1 each	400,000,000	400,000,000
	<u>405,000,000</u>	<u>405,000,000</u>
Issued, Subscribed and Paid up		
100,000 (previous year: 10,000) Equity Shares of Rs 10 each fully paid up	100,000	100,000
312,000,000 (previous year: 312,000,000) 8% Cumulative Redeemable Preference Shares of Re.1 each fully paid up	312,000,000	312,000,000
	<u>312,100,000</u>	<u>312,100,000</u>
(a) Reconciliation of number of equity shares at the beginning and at the end of the year		
Balance as at the beginning of the year	10,000	10,000
Shares issued	-	-
Shares bought back	-	-
Balance as at the end of the year	<u>10,000</u>	<u>10,000</u>
(b) Reconciliation of number of preference shares		
Balance as at the beginning of the year	312,000,000	15,000,000
Shares issued Nil (Previous year 300,000,000 shares of Face Value Rs.1 each)	-	300,000,000
Shares redeemed Nil (Previous year 3,000,000 shares of Face Value Rs.1 each)	-	3,000,000
Balance as at the end of the year	<u>312,000,000</u>	<u>312,000,000</u>
(c) Rights, preferences and restrictions attached to shares		
Equity Shares :		
The Company has one class of equity shares having a par value of Rs.10 per share. Each shareholder is eligible for one vote per share held. The dividend, if any proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholding.		
Preference Shares :		
The Company has one class of 8% cumulative redeemable preference shares having a par value of Re.1 per share.		
(d) Shares held by Holding company and intermediate holding company		
Equity Shares:		
8,990 (previous year: 8,990) equity shares held by Reliance Big Entertainment Private Limited	89,900	89,900
10 (previous year: 10) equity shares held by Reliance Interactive Advisors Private Limited (Formerly known as AAA Entertainment Private Limited.)	100	100
	<u>100,000</u>	<u>100,000</u>
Preference Shares :		
12,000,000 (previous year: 12,000,000) 8% Cumulative Redeemable Preference Shares held by Reliance Big Entertainment Private Limited	12,000,000	12,000,000
	<u>12,000,000</u>	<u>12,000,000</u>

(e) Details of shares held by shareholders holding more than 5% of the aggregate shares in the Company

	As at September 30, 2016		As at Mar 31, 2016	
	No. of Shares	% of Holding	No. of Shares	% of Holding
Equity Shares:				
Reliance Big Entertainment Private Limited	9,990	89.8%	8,990	89.8%
Preference Shares :				
Reliance Big Entertainment Private Limited	12,000,000	4%	12,000,000	4%
Big Magic Limited	300,000,000	98%	300,000,000	98%



Reliance Big Broadcasting Private Limited
Notes to the financial statements for the period ended September 30, 2016
Currency in Indian Rupees

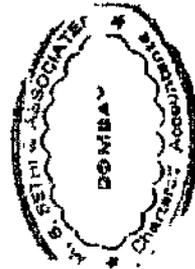
	As at September 30, 2016	As at March 31, 2016
3 Reserves and surplus		
Securities premium account		
Balance as at the beginning of the year	1,188,000,000	1,485,000,000
Add / (Less): Premium on issue / (redemption) of shares	-	(297,000,000)
Balance as at the end of the year / Period (A)	<u>1,188,000,000</u>	<u>1,188,000,000</u>
Surplus / (Deficit) in Statement of Profit and Loss		
Balance as at the beginning of the year	(1,354,921,066)	(1,289,554,479)
Add:- Profit / (Loss) for the period/year	(19,311,277)	(85,386,586)
Balance as at the end of the year / Period (B)	<u>(1,374,232,343)</u>	<u>(1,354,921,066)</u>
Total Reserves and Surplus (A+B)	<u>(186,232,343)</u>	<u>(166,821,066)</u>
4 Other Long-term Unsecured Liabilities		
Security Deposit	20,000	-
	<u>20,000</u>	<u>-</u>
5 Long-term Provisions		
Provision for compensated absences (Refer Note - 22)	5,211	715
	<u>6,211</u>	<u>715</u>
6 Short Term Borrowings		
Unsecured :		
Loan from Related party * (Refer Note - 24)	484,528,661	484,528,661
* Interest free loan repayable on demand	<u>484,528,661</u>	<u>484,528,661</u>
7 Other current liabilities		
Advance from customers	184,499,575	82,699,425
Statutory dues payable	8,984,637	10,869,153
	<u>193,484,212</u>	<u>93,568,578</u>
8 Short-term Provisions		
Provision for compensated absences (Refer Note -22)	4,437	637
	<u>4,437</u>	<u>637</u>



Ralliance Big Broadcasting Private Limited
Notes to the financial statements for the period ended September 30, 2016

9 Fixed Assets and Depreciation

Particulars	Gross Block				Depreciation / Amortisation			Net Block	
	As at April 1, 2016	Additions	Deletion/ Adjustments	As at September 30, 2016	As at April 1, 2016	For the period	Deletion/ Adjustments	As at September 30, 2016	As at March 31, 2016
Tangible Assets Plant and Machinery	9,146,974	-	-	9,146,974	533,025	290,295	-	8,23,320	8,613,949
Intangible Assets (Other than Internally generated) Broadcasting license fees	20,000,000	-	-	20,000,000	20,000,000	-	-	20,000,000	-
Total	29,146,974	-	-	29,146,974	20,533,025	290,295	-	20,923,320	8,323,654
Previous year	24,868,224	4,278,750	-	29,146,974	19,909,387	823,438	-	20,533,025	8,613,949



Reliance Big Broadcasting Private Limited
Notes to the financial statements for the period ended September 30, 2016
Currency in Indian Rupees

	As at September 30, 2016	As at March 31, 2016
10 Non-current investments		
Investment in equity instruments (Unquoted, At cost, Non Trade)		
In Subsidiary Company		
Vrushvik Advertising Private Limited	-	100,000
Nil (Previous Year:10,000) equity shares of Rs. 10 each, fully paid up	-	100,000
	<u>-</u>	<u>100,000</u>
11 Long-term Loans and Advances		
(Unsecured, considered good)		
Tax deducted at source (net of provision for tax)	9,785,267	11,887,448
Other Receivables	1,405,239	1,405,239
	<u>11,190,506</u>	<u>13,292,687</u>
12 Cash and cash equivalents		
Balances with banks	909,676	699,517
- Current accounts	91	3,961
Cash on Hand		
	<u>909,767</u>	<u>703,478</u>
13 Short-term Loans and Advances		
(Unsecured, considered good)		
Inter-corporate deposits	749,350,000	749,350,000
Balance with government authorities	63,192,800	63,577,795
Loans and advances to related parties(Refer note 24)	13,237,383	14,410,666
Security deposits	9,000	9,000
Prepaid expenses	46,957,324	87,081,733
Advance to vendors	112,560,812	67,154,649
	<u>985,307,319</u>	<u>971,583,843</u>



Reliance Big Broadcasting Private Limited
Notes to the financial statements for the period ended September 30, 2016
Currency in Indian Rupees

	Period Ended September 30, 2016	Period Ended September 30, 2015
14 Revenue from operations		
Channel distribution and advertising rights	280,292,457	296,922,436
	<u>280,292,457</u>	<u>296,922,436</u>
15 Other Income		
Interest income	412,360	-
	<u>412,360</u>	<u>-</u>
16 Cost of Operations		
Bandwidth and infrastructure cost	56,771,066	54,950,018
Placement fees	232,026,677	258,738,092
Marketing cost	1,517,600	-
	<u>290,315,343</u>	<u>313,688,110</u>
17 Employee benefits expense		
Salaries, wages and bonus	354,686	284,370
Contribution to provident and other funds	11,874	10,839
Gratuity & Leave encashment	8,296	-
	<u>374,856</u>	<u>295,209</u>
18 Other expenses		
Rates and taxes	1,178,875	1,462,080
Professional fees	6,004,587	6,930,778
Membership and subscription	1,078,247	539,998
Payment to auditors		
- Statutory audit fees	50,000	50,000
- Tax audit fees	12,500	12,500
Interest - Others	264,149	172,004
Insurance Charges	87,333	-
Office expenses	67,502	8,675
Repairs and maintenance	284,407	-
	<u>9,035,600</u>	<u>9,174,035</u>



Reliance Big Broadcasting Private Limited
Notes to the financial statements for the period ended September 30, 2016
Currency in Indian Rupees

	Period ended September 30, 2016	Year ended March 31, 2016
19 Contingent Liabilities		
Dividend / Yield on Cumulative Redeemable Preference Shares	841,643,836	733,643,836

20 In the opinion of the management, the Current assets, Loans and Advances and Current Liabilities are approximately of the value stated, if realized/paid in the ordinary course of business. The provision for all known liabilities is adequate and is not in excess of amounts considered reasonably necessary.

21 **Micro, Small and Medium Enterprises**
 There are no Micro, Small and Medium Scale Business Enterprises, to whom the Company owes dues, which are outstanding for more than 45 days as at September 30, 2016. This information as required to be disclosed under the Micro, Small and Medium Enterprises Development Act, 2006 has been determined to the extent such parties have been identified on the basis of information available with the Company.

22 **Disclosure under Accounting Standard - 16 (revised 2006) "Employee Benefits"**

The Company has classified various employee benefits as under

A Defined contribution plans

The Company has debited the following balances to the Statement of Profit and Loss:

	Period ended September 30, 2016	Period ended September 30, 2015
Contribution to provident and other funds.	11,874	10,839
	<u>11,874</u>	<u>10,839</u>

B Defined benefit plans

Gratuity :

Gratuity is payable to eligible employees of the Company on superannuation, death, retirement and resignation as per the Company's scheme. The present value of obligation is determined based on actuarial valuation using Projected Unit Credit Method, which recognizes each period of service as giving rise to additional unit of employee benefit and measures each unit separately to build up the final obligation.

	Period ended September 30, 2016	Year ended March 31, 2016
I Reconciliation in Present Value of Obligations (PVO) - defined benefit obligation:		
PVO at the beginning of the year	34277	13,722
Interest Cost	1302	1,452
Current Service Cost	4285	4,574
Actuarial (gain)/Loss on obligations	6569	14,529
PVO at the end of the year	46,433	34,277
II Net cost for the year ended 30th September, 2016		
Current Service Cost	4,285	4,574
Interest on defined benefit obligation	1,302	1,452
Expected return on plan assets	(82,777)	(168,878)
Net actuarial losses/(gains) recognised in year	(84,828)	45,737
Effects of the limit on Para 69(b)	55,002	35,389
Total Included in "Employee benefit expenses"	(105,916)	(88,726)
Actual return on plan assets	173,974	124,070
III Balance with Reliance Life Insurance Company Ltd.:	2,188,110	2,014,138
IV Assumptions used in accounting for Gratuity Plan:		
Discount Rate Current	6.80%	7.35%
Salary Escalation Current	7.00%	7.00%



Reliance Big Broadcasting Private Limited
Notes to the financial statements for the period ended September 30, 2016
Currency in Indian Rupees

<u>Other disclosures:</u>	Year ended September 30, 2016	Year ended March 31, 2016	Year ended March 31, 2016	Year ended March 31, 2014	Year ended March 31, 2013
Obligation	48,433	34,277	13,722	4,821	1,359
Fair value of plan assets	2,188,110	2,014,138	1,889,488	1,603,698	1,562,388
(Deficit) / Surplus of the plan	2,141,677	1,979,861	1,875,744	1,598,877	1,561,029
Experience adjustments on defined benefit obligations (loss / gain)	6,980	14,051	6,685	2,082	467
Experience adjustments on fair value of plan assets (loss) / gain	81,187	(31,208)	153,465	(87,588)	41,217

C Other Long Term Benefits

The liability towards compensated absences for the period ended 30 September, 2016 based on actuarial valuation carried out using the Projected Accrued Benefit Method amounting to Rs. 8299/- (Previous period Rs. Nil/-) has been recognized in the Statement of Profit and Loss.

23 Segment reporting

In accordance with Accounting Standard 17 "Segment Reporting", the Company has determined its business segment as Television Broadcasting and related services. Since, there are no other business segments in which the Company operates and the content owned by the Company is within India, there are no other primary reportable segments.

24 As per Accounting Standard 18 (AS-18) 'Related Party Disclosures', the disclosures of transactions with the related parties as defined in AS-18 are given below:

a. List of related parties where control exists and related parties with whom transactions have taken place and relationship:

Ultimate Holding Company: Reliance Innovations Private Limited
Intermediate Holding Company: Reliance Interactive Advisors Private Limited (Formerly known as AAA Entertainment Pvt Ltd)
Holding Company: Reliance Big Entertainment Private Limited
Fellow Subsidiary: Big Flicks Private Limited
Wholly Owned Subsidiary: Vrushvik Broadcast Network Private Limited (Formerly known as Vrushvik Advertising Private Limited) upto 30th June, 2016

b. Transactions with related party during the year / Period :

	Period ended September 30, 2016	Year ended March 31, 2016
<u>Reliance Big Entertainment Private Limited</u>		
Transactions during the year / period		
Loan Repaid	-	8,308,150
Reimbursement Received	-	95,308
Closing Balance		
Preference Shares	12,000,000	12,000,000
Security Premium	1,188,000,000	1,188,000,000
Loan Taken	484,528,861	484,528,861
Amount Receivable	6,347,432	6,347,432
<u>Big Flicks Private Limited</u>		
Transactions during the year / period	-	Nil
Closing Balance		
Amount Receivable	6,889,851	6,889,851



RELIANCE BIG BROADCASTING PRIVATE LIMITED

Registered Office: 502, Plot No 91/94, Prabhat Colony, Santa Cruz (East), Mumbai 400 055
Corporate Identity Number (CIN): U65990MH2006PTC160747

Directors' Report

Dear Shareowners,

Your Directors have pleasure in presenting the 11th Annual Report and the audited financial statement for the financial year ended March 31, 2016.

Financial Results

The standalone performance of the Company for the financial year ended March 31, 2016 is summarized below:

Particular	Financial year ended March 31, 2016	Financial year ended March 31, 2015
	Amount in Rs.	Amount in Rs.
Total Income	611,684,318	329,843,147
Total Expenditure	677,050,904	455,746,883
Profit / (Loss) before tax	(65,366,586)	(125,903,736)
Provision for Taxation	-	-
Net Profit/(Loss) After Tax	(65,366,586)	(125,903,736)
Balance of Profit/(Loss) brought forward from previous year	(1,289,554,479)	(1,157,335,040)
Net Profit / (loss) carried to Balance Sheet	(1,354,921,066)	(1,289,554,479)

*Figures of previous year have been regrouped and reclassified, wherever required.

State of affairs of the Company

Your Company is a broadcasting entity and holds licenses for various entertainment channels such as Big Magic & Big Ganga, among others.

During the year under review, the Company has allotted 30,00,00,000 8% Cumulative Redeemable Preference Shares of Re. 1/- each for cash at a price of Re. 1/- per share. Further the Company has redeemed 30,00,00,000 8% Cumulative Redeemable Preference Shares of Re. 1/- each at premium of Rs. 99/- per share. During the year the paid up capital of the Company has been increased from 15,100,000/- to Rs. 312,100,000/-.

Dividend

In view of the loss incurred during the current year and also brought forwards losses of the previous years, your Directors have not recommended any dividend on equity shares for the year under review.

Deposits

The Company has neither accepted nor renewed any fixed deposits during the year. There are no unclaimed deposits, unclaimed /unpaid interest, refunds due to the deposit holders or to be deposited to the Investor Education and Protection Fund as on March 31, 2016.

1
Certified True Copy

For Reliance Big Broadcasting Private Limited

Tanner

Director/Authorised Signatory

RELIANCE BIG BROADCASTING PRIVATE LIMITED

Registered Office: 502, Plot No 91/94, Prabhat Colony, Santa Cruz (East), Mumbai 400 055
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Particulars of Loans, Guarantees or Investments

Particulars of loans given, investment made, guarantees given and securities provided are provided in the standalone financial statement; please refer the Notes to Accounts for complete details.

Subsidiaries, joint venture or associate companies

The Company continues to be a Subsidiary of Reliance Big Entertainment Private Limited.

The Company has transferred its 100% equity holding in Vrushvik Broadcast Network Private Limited to Reliance Broadcast Network Limited on June 30, 2016. Hence effective from that day Vrushvik is no more a subsidiary of the Company.

A report on the performance and financial position of the subsidiary company as of March 31, 2016 as per the Companies Act, 2013 (the "Act") is provided in the consolidated financial statement.

Consolidated Financial Statement

The Audited Consolidated Financial Statement for the financial year ended March 31, 2016 based on the financial statement received from subsidiary company, as approved by its Board of Directors have been prepared in accordance with Accounting Standard (AS) - 21 on 'Consolidated Financial Statements', notified under the Act, read with the Accounting Standards Rules as applicable.

Directors

During the year under review, Mr. Tarun Katial and Mr. Venkatarao Ponnada continued to be on Board.

Directors' Responsibility Statement

Pursuant to the requirements under Section 134(5) of the Act with respect to Directors' Responsibility Statement, it is hereby confirmed that:

- i. In the preparation of the annual financial statements for the financial year ended March 31, 2016, the applicable Accounting Standards had been followed along with proper explanation relating to material departures, if any;
- ii. The Directors had selected such accounting policies 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 at March 31, 2016 and of the loss of the Company for the year ended on that date;
- iii. The Directors had taken proper and sufficient care for the 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 fraud and other irregularities;
- iv. The Directors had prepared the annual financial statements for the financial year ended March 31, 2016 on a 'going concern' basis.

RELIANCE BIG BROADCASTING PRIVATE LIMITED

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- v. The Directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems are adequate and operating effectively.

Contracts and Arrangements with Related Parties

The Company has not entered into any contracts/arrangements/ transactions during the financial year with any related party within the meaning of Section 188 of the Act during the year under review.

Material Changes and Commitments, if any, affecting the financial position of the Company

There was no material changes and commitments affecting the financial position of the Company.

Meetings of the Board

During the year, seven Board Meetings were held on June 08, 2015; June 18, 2015; September 28, 2015; November 16, 2015, December 10, 2015 and January 11, 2016 and March 28, 2016. The attendances of Board Members during these meetings have been provided below:

Name of the Director	Number of Board meetings attended out of Seven meetings held
Shri Tarun Katial	7
Shri Venkatarao Poonada	7

Auditors and Auditors' Report

M/s. M.S Sethi & Associates, Chartered Accountants were appointed as Statutory Auditor of your Company at the Annual General Meeting held on September 29, 2014 for a term of five consecutive years. As per the provisions of Section 139 of the Act, the appointment of Auditor is to be ratified by Members at every Annual General Meeting.

The Report given by the Auditor on the financial statements of the Company is part of the Annual Report. The Notes on Financial Statements referred to in the Auditor's Report are self explanatory and do not call for any further comments.

Secretarial Audit

The provisions of Section 204 of the Act, relating to submission of Secretarial Audit Report are not applicable to the Company.

Corporate Social Responsibility

The provisions of Section 135 of the Act relating to Corporate Social Responsibility are not applicable to the Company.

RELIANCE BIG BROADCASTING PRIVATE LIMITED

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Corporate Identity Number (CIN): U65990MH2006PTC160747

Extract of Annual Return

Extract of the Annual Return of the Company in Form MGT - 9 is attached as Annexure - A, to this Report.

Particulars of Employees

The provisions of the Section 197 of the Companies Act, 2013 and Rule 5(2) & 5(3) of Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 for the year ended 31st March, 2016 are not applicable to the Company. Hence, no information is required to be appended to this report in this regard.

Conservation of Energy, Technology Absorption and Foreign Exchange Earnings and Outgo

As the Company does not involve in any manufacturing activity, most of the information of the Company as required under Section 134(3)(m) of the Act read with Rule 8 of the Companies (Accounts) Rules, 2014 are not applicable. However, the information as applicable has been given in the Annexure - B forming part of this Report.

AUDIT COMMITTEE AND VIGIL MECHANISM

The provisions of Section 177 of the Companies Act, 2013 read with Rule 6 and 7 of the Companies (Meetings of the Board and its Powers) Rules, 2013 is not applicable to the Company.

Declarations and Confirmations

The Company has adequate internal financial control system in place which operates effectively. According to the Directors of your Company, elements of risk that threaten the existence of your Company are very minimal. Hence, no separate Risk management Policy is formulated.

There were no significant and material orders passed by the Regulators or Courts or Tribunals impacting the going concern status and Company's operations in future.

The Company was not required to appoint Independent Director as per the provisions of Section 149 of the Companies Act, 2013. Hence no declaration was received.

The Company was not required to constitute the nomination or remuneration committee or stakeholders relationship committee as per provisions of Section 178 of the Companies Act, 2013.

The Board was not required to do formal annual evaluation of its own performance and that of its committees and individual directors as provisions of Section 134(3)(p) read with Rule 8(4) of the Companies (Accounts) Rules, 2014 are not applicable.

During the year under review, there were no cases filed pursuant to the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

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Acknowledgements

Your Directors would like to express their sincere appreciation for the co-operation and assistance received from shareholders, bankers, financial institutions, regulatory bodies and other business constituents during the year under review.

For and on behalf of the Board



Venkatarao Ponnada
Director
DIN: 01503467



Tarun Katial
Director
DIN: 01665221

Place: Mumbai

Date: August 6, 2016

RELIANCE BIG BROADCASTING PRIVATE LIMITED

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Annexure - A

Form No. MGT-9

EXTRACT OF ANNUAL RETURN as on the financial year ended March 31, 2016

[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		
1	CIN	U65990MH2006PTC160747
2	Registration Date	March 27, 2006
3	Name of the Company	Reliance Big Broadcasting Private Limited
4	Category/Sub- category of the Company	Company Limited by Shares / Indian Non-Government Company
5 (A)	Address of the Registered Office and contact details	502, Plot No. 91/94 Prabhat Colony, Santacruz (East), Mumbai - 400055 Email: communications@bigbroadcasting.com
6	Whether listed company	No
7	Name, address and contact details of Registrar and Transfer Agent, if any	Nil

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:-			
Sl NO.	Name and Description of main products / services	NIC code of the product/ service	% to total turnover of the Company
1	Television programming and broadcasting activities	6020	100%

III PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES					
SR NO.	NAME AND ADDRESS OF THE COMPANY	CIN/GLN	HOLDING/ SUBSIDIARY / ASSOCIATE	% of shares held	Applicable Section
1	Reliance Big Entertainment Private Limited	U72900MH2006PTC160603	Holding	99.90%	2 (46)
2	Vrushvik Broadcast Network Private	U74120MH2012PTC237533	Subsidiary	100%	2(87)

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Limited		
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IV. SHARE HOLDING 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 (April 1, 2015)				No. of Shares held at the end of the year (March 31, 2016)				% Change during the year
	Demat	Physical	Total	% of Total Share	Demat	Physical	Total	% of Total Share	
A) Promoters									
1. Indian									
(a) Individual/HUF	0	0	0	0.00	0	0	0	0.00	
(b) Central Govt	0	0	0	0.00	0	0	0	0.00	
(c) State Govt.(s)	0	0	0	0.00	0	0	0	0.00	
(d) Bodies Corp.	0	10000	10000	100	0	10000	10000	100	
(e) Banks/ FI	0	0	0	0.00	0	0	0	0.00	
(f) Any Other...	0	0	0	0.00	0	0	0	0.00	
Sub Total (A) (1)	0	10000	10000	100	0	10000	10000	100	
2. Foreign									
(a) NRIs-Individual	0	0	0	0.00	0	0	0	0.00	
(b) Others- Individual	0	0	0	0.00	0	0	0	0.00	
(c) Bodies Corp	0	0	0	0.00	0	0	0	0.00	
(d) Banks/FI	0	0	0	0.00	0	0	0	0.00	
(e) Any Other	0	0	0	0.00	0	0	0	0.00	
Sub Total (A) (2):-	0	0	0	0.00	0	0	0	0	
Total shareholding of Promoter (A) = (A)(1)+(A)(2)	0	10000	10000	100	0	10000	10000	100	
B) Public Shareholding									
1. Institutions									
(a) Mutual Funds	0	0	0	0.00	0	0	0	0.00	

RELIANCE BIG BROADCASTING PRIVATE LIMITED

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(b) Bank/FI	0	0	0	0.00	0	0	0	0.00
(c) Central Govt.	0	0	0	0.00	0	0	0	0.00
(d) State Govt.(s)	0	0	0	0.00	0	0	0	0.00
(e) Venture Capital Funds	0	0	0	0.00	0	0	0	0.00
(f) Insurance Companies	0	0	0	0.00	0	0	0	0.00
(g) FIIs	0	0	0	0.00	0	0	0	0.00
(h) Foreign Venture Capital Funds	0	0	0	0.00	0	0	0	0.00
(i) Others (Specify)	0	0	0	0.00	0	0	0	0.00
Sub Total (B)(1)	0	0	0	0.00	0	0	0	0.00
2. Non-Institutions								
(a) Bodies Corp								
i) Indian	0	0	0	0.00	0	0	0	0.00
ii) Overseas	0	0	0	0.00	0	0	0	0.00
(b) Individuals	0	0	0	0.00	0	0	0	0.00
i) Individual shareholders holding nominal share capital up to Rs. 1 lakh	0	0	0	0.00	0	0	0	0.00
ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh	0	0	0	0.00	0	0	0	0.00
(c) Others (specify)	0	0	0	0.00	0	0	0	0.00
Sub Total (B)(2):	0	0	0	0.00	0	0	0	0.00
Total Public Shareholding (B)=(B)(1)+(B)(2)	0	0	0	0.00	0	0	0	0.00
C) Shares held by Custodian for GDRs & ADRs	0	0	0	0.00	0	0	0	0.00
Grand Total (A+B+C)	0	10000	10000	100	0	10000	10000	100

ii) Shareholding of Promoters

Sr.	Sharehold	Shareholding at the	Share holding at the	%
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RELIANCE BIG BROADCASTING PRIVATE LIMITED

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No.	Promoter's Name	beginning of the year (April 1, 2015)			end of the year (March 31, 2016)			change in share hold ing dur ing the year
		No. of Shares	% of total Share s of the comp any	% of Shares Pledged / encumbe red to total shares	No. of Shares	% of total Share s of the compa ny	% of Shares Pledged / encumbe red to total shares	
1	Reliance Big Entertainment Private Limited	9990	99.90	0	9990	99.90	0	0
2	Reliance Interactive Advisors Private Limited (formerly known as 'AAA Entertainment Private Limited')	10	0.10	0	10	0.10	0	0
Total		10000	100	0	10000	100	0	0

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

Sl. No.		Shareholding at the beginning of the year (April 1, 2015)		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the Company	No. of shares	% of total shares of the Company
1	At the beginning of the year	10000	100	10000	100

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2	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):	No Change.			
3	At the End of the year	10000	100	1000	100

iv) Shareholding Pattern of top ten Shareholders (other than Directors, Promoters and Holders of GDRs and ADRs):

Not Applicable

v) Shareholding of Directors and Key Managerial Personnel:

Not Applicable

V. INDEBTEDNESS

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

Indebtedness at the beginning of the financial year	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
i) Principal Amount	-	490,834,811	-	490,834,811
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-

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Total (i+ii+iii)	-	490,834,811	-	490,834,811
Change in Indebtedness during the financial year				
· Addition	-	-	-	-
· Reduction	-	6,306,150	-	6,306,150
Net Change	-	6,306,150	-	6,306,150
Indebtedness at the end of the financial year				
i. Principal Amount	-	484,528,661	-	484,528,661
ii. Interest due but not paid	-	-	-	-
iii. Interest accrued but not due	-	-	-	-
Total (i+ii+iii)	-	484,528,661	-	484,528,661

VI. Remuneration Of Directors And Key Managerial Personnel

(A) Remuneration to Managing Director, Whole-time Directors and/or Manager - Not Applicable

Sl. no.	Particulars of Remuneration	Name of MD/WTD/Manager	Total Amount
1.	Gross salary (a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961 (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	-	-

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3.	Sweaty Equity	-	-
4.	Commission - As % of Profit - Others, specify	-	-
5.	Others, please specify - Provident Fund - Retiral	-	-
	Total (A)	-	-
	Celling as per the Act		

(B) Remuneration to other Directors: Not Applicable

Sr No.	Particulars of Remuneration	Name of Director				Total Amount
1. Independent Directors						
	Fee for attending board/committee meetings	-	-	-	-	-
	Commission	-	-	-	-	-
	Others, please specify	-	-	-	-	-
	Total (1)	-	-	-	-	-

Sr no.	Particulars of Remuneration	Name of Director				Total Amt
2. Other Non Executive Directors						
	Fee for attending board/committee meetings	-	-	-	-	-

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	Commission	-	-	-	-	-
	Others, please specify	-	-	-	-	-
	Total (2)	-	-	-	-	-
	Total (B)= (1+2)	-	-	-	-	-
	Total Managerial Remuneration (A+B)	-	-	-	-	-
Overall Ceiling as per the Act		-	-	-	-	-

(C) Remuneration to Key managerial Personnel other than MD/Manager/WTD- Not Applicable

Sr no.	Particulars of Remuneration	Key Managerial Personnel			Total
-	-				
1	Gross salary (a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961 (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				

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2	Stock Option -				
3	Sweaty Equity				
4	Commission - As % of Profit - Others, specify				
5	Others, please specify - Provident Fund - Retiral				
	Total				

VII PENALTIES/ PUNISHMENT/ COMPOUNDING OF OFFENCES:

There were no penalties, punishments or compounding of offences to the Company, directors and other officers of the Company during the year ended March 31, 2016.

RELIANCE BIG BROADCASTING PRIVATE LIMITED

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Annexure - B

(a) Conservation of Energy:

<p>The steps taken or impact on conservation of energy</p>	<p>The Company requires energy for its operations and is making all efforts to conserve energy by monitoring energy costs and periodically reviews of the consumption of energy. It also takes appropriate steps to reduce the consumption through efficiency in usage and timely maintenance/ installation/ upgradation of energy saving devices.</p>
<p>The steps taken by the Company for utilising alternate sources of energy</p>	
<p>The capital investment on energy conservation equipments</p>	

(b) Technology Absorption, Adoption and Innovation:

(i)	The efforts made towards technology absorption	<p>The Company uses latest technology and equipments into the business. Further the Company is not engaged in any manufacturing activities.</p>
(ii)	The benefits derived like product improvement, cost reduction, product development or import substitution	
(iii)	In case of imported technology (imported during the last three years reckoned from the beginning of financial year)	
	(a) The details of technology imported	
	(b) The year of import	
	(c) Whether the technology been fully absorbed	
	(d) If not fully absorbed, areas where absorption has not taken place and the reasons thereof	
(iv)	The expenditure incurred on research and development	<p>The Company has not spent any amount towards research and development activities and has been active in harnessing and tapping the latest and the best technology in the industry.</p>

(c) Total foreign exchange earnings and outgo:

- a. Total Foreign Exchange earned :NIL
- b. Total Foreign Exchange outgo: Rs. 79,271,952/-

Statement containing salient features of the financial statement of subsidiaries/associate companies/joint ventures

[Pursuant to first proviso to sub-section (B) of section 129 of the Companies Act, 2013 read with rule 5 of Companies (Accounts) Rules, 2014]

Part "A": Subsidiaries

(Amount in Rupees)		
Sr. No.	Name of the subsidiary	Vrushvik Broadcast Network Private Limited
1	The date since when subsidiary was acquired/incorporated	26th March, 2013
2	Reporting period for the subsidiary concerned, if different from the holding company's reporting period	NA
3	Reporting currency and Exchange rate as on the last date of the relevant financial year in the case of foreign subsidiaries	NA
4	Share capital	100,000.00
5	Reserves & Surplus	(271,825.00)
6	Total Assets	1,095,643.00
7	Total Liabilities	1,267,468.00
8	Investments	-
9	Turnover	-
10	Profit/(Loss) before taxation	(104,795.00)
11	Provision for taxation	-
12	Profit/(Loss) after taxation	(104,795.00)
13	Proposed Dividend	-
14	Extent of shareholding (in percentage)	100%

Notes:

1. The Financial Year of Subsidiary is for 12 months from April 1, 2015 to March 31, 2016.
2. Investment exclude investment in Subsidiary

Names of subsidiaries which are yet to commence operations- NA

Names of subsidiaries which have been liquidated or sold during the year - NIL

M. S. Sethi & Associates
Chartered Accountants

Manoj Sethi
B.Com., F.C.A.

191-R, Cavel Cross Lane No.9
2nd Floor, Dr. Viegas Street
Kalbadevi, Mumbai - 400 002
Tel. 9324517501

Independent Auditors' Report

To the Members of
Reliance Big Broadcasting Private Limited

Report on the Financial Statements

We have audited the accompanying financial statements of **Reliance Big Broadcasting Private Limited** ("the Company") which comprise the Balance Sheet as at March 31, 2016 and Statement of Profit and Loss 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 financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. 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 financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit.

We have taken into account the provisions of the Act, the accounting and auditing standards and the matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the 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 financial statements that give a true and fair view. In order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by the Company's management and Board of Directors, as well as evaluating the overall presentation of the financial statements.

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

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2016; its Loss and its Cash Flows for the year ended on that date.



Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of Section 143 of the Act, we give in the Annexure A, a statement on the matters specified in paragraph 3 and 4 of the Order, to the extent applicable.
2. As required by section 143(3) of the Act, we report that:
 - a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
 - b. In our 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 and the Cash Flow Statement dealt with by this report are in agreement with the books of account;
 - d. In our opinion, the aforesaid financial statements comply materially with the applicable 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 and taken on record by the Board of Directors, none of the Directors is disqualified as on March 31, 2016 from being appointed as Director in terms of section 164(2) of the Act;
 - f. With respect to the adequacy of internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure B"; and
 - g. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i) There are no ongoing litigations as at the reporting date that would have a material impact on its financial position;
 - ii) Based upon the assessment made by the Company, there are no material foreseeable losses on its long-term contracts that may require any provisioning;
 - iii) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For M. S. Sethi & Associates
Chartered Accountants
Regn.No.109407W


Manoj Sethi
Proprietor
Membership No. 39784

Place: Mumbai
Date: August 6, 2016



ANNEXURE A TO THE AUDITORS' REPORT

Referred to in our Report of even date on the Accounts of **Reliance Big Broadcasting Private Limited** for the year ended **March 31, 2016**

- i) 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 during the year and as informed, no material discrepancies were noticed on such verification. In our opinion, the frequency of verification is reasonable having regard to the size of the company and the nature of its assets.
- ii) The Company has no inventory therefore paragraph 3(ii) of the Order is not applicable.
- iii) According to the information and explanations given to us, the Company has not granted any loans, secured or unsecured, to any company, covered in the register maintained pursuant to section 189 of the Act.
- iv) According to the information and explanations given to us, the Company has complied with section 185 and 188 of the Act, in respect of loans and investments made.
- v) The Company has not accepted any deposits from the public.
- vi) As informed to us, no Cost Records have been prescribed by Central Government under section 148(1) of the Act.
- vii) (a) According to the information and explanations given to us, the Company is generally regular in depositing undisputed statutory dues including Provident Fund, Investor Education and Protection Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, Custom Duty, Excise Duty, Cess or/and any other statutory dues, wherever applicable, with the appropriate authorities during the year and there were no such outstanding dues as at March 31, 2016 for a period of more than six months from the date they became payable.
(b) As per the information and explanations given to us, there are no disputed statutory dues pending to be deposited with the respective authorities by the Company.
- viii) The Company has not raised any funds from financial institutions or banks or by issue of debentures during the year, hence, question of repayment of dues to them does not arise.
- ix) The Company has not raised any money by way of initial public offer or further public offer (including debt instruments) and term loans during the year. Hence, paragraph 3(ix) of the Order is not applicable.
- x) According to the information and explanations given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.
- xi) The Company has not paid any managerial remuneration. Hence paragraph 3(xi) of the Order is not applicable.
- xii) In our opinion and according to the information and explanations given to us, the Company is not a Nidhi Company. Accordingly, paragraph 3(xii) of the Order is not applicable.
- xiii) According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- xiv) The company has complied with the requirement of section 42 of the Companies Act, 2013 for private placement of Preference Shares during the year and the amount raised have been used for the purposes for which the funds were raised.
- xv) According to the information and explanations given to us, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable.
- xvi) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

For M. S. Sethi & Associates
Chartered Accountants
Regn.No.109407W


Manoj Sethi
Proprietor
Membership No. 39784

Place: Mumbai
Date: August 6, 2016



ANNEXURE B TO THE AUDITORS' REPORT

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

We have audited the Internal financial controls over financial reporting ("Financial Controls") of Reliance Big Broadcasting Private Limited ("the Company") in conjunction with our audit of the Company for the year ended March 31, 2016.

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 considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ("ICAI"). These responsibilities include the design, implementation and maintenance of adequate Internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to 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 Act.

Auditors' Responsibility

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

Our audit of Financial Controls includes obtaining an understanding of Financial Controls, 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 judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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

Meaning of Internal Financial Controls over Financial Reporting

A company's Financial Controls 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 Financial Controls includes those policies and procedures that (1) pertain to 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 Financial Controls, 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 Financial Controls to future periods are subject to the risk that the Financial Controls may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

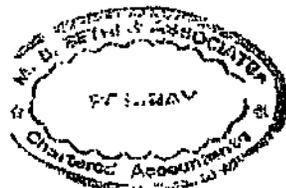
Opinion

In our opinion, the Company has, in all material respects, an adequate Financial Controls system and such Financial Controls are operating effectively as at March 31, 2016, based on the Financial Controls 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 ICAI.

For M. S. Sethi & Associates
Chartered Accountants
Regn. No. 109407W


Manoj Sethi
Proprietor
Membership No. 39784

Place: Mumbai
Date: August 6, 2016



Reliance Big Broadcasting Private Limited
Balance Sheet as at March 31, 2016
Currency in Indian Rupees

	Note	As at March 31, 2016	As at March 31, 2015
EQUITY AND LIABILITIES			
Shareholders' funds			
Share capital	2	312,100,000	15,100,000
Reserves and surplus	3	(166,921,066)	195,445,521
		<u>145,178,934</u>	<u>210,545,521</u>
Non-current liabilities			
Long-term provisions	4	715	715
Current liabilities			
Short-term borrowings	5	484,528,661	490,834,811
Trade payables			
Micro and Small Enterprises	21	-	-
Others		271,016,432	121,424,598
Other current liabilities	6	93,568,578	108,576,968
Short-term provisions	7	637	637
Total		<u><u>994,293,957</u></u>	<u><u>931,383,260</u></u>
ASSETS			
Non-current assets			
Fixed assets	8		
Tangible assets		8,613,949	4,708,657
Intangible assets		-	250,000
Non-current investments	9	100,000	100,000
Long-term loans and advances	10	13,292,667	13,052,651
Current assets			
Trade receivables	11	-	10,864,453
Cash and Cash Equivalents	12	703,478	719,055
Short-term loans and advances	13	971,583,843	901,688,434
Total		<u><u>994,293,957</u></u>	<u><u>931,383,260</u></u>

Significant Accounting Policies

1

The accompanying notes are an integral part of the Financial Statements

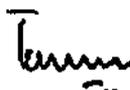
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As per our Report of even date

For M. S. Sethi & Associates
Chartered Accountants
Firm Registration Number: 109407W

For and on behalf of the Board

Manoj Sethi
Proprietor
Membership Number: 39784


Tarun Kattal
Director
DIN:01665221

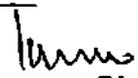

Venkatarao Ponnada
Director
DIN:01503467

Place: Mumbai
Date: August 6, 2016

Place: Mumbai
Date: August 6, 2016

Certified True Copy

For Reliance Big Broadcasting Private Limited


- Director/Authorised Signatory



Reliance Big Broadcasting Private Limited
Statement of Profit and Loss for the year ended March 31, 2016
Currency in Indian Rupees

	Note	Year ended March 31, 2016	Year ended March 31, 2015
Revenue			
Revenue from operations	14	611,681,700	329,843,147
Other Income	15	2,618	-
Total Revenue		611,684,318	329,843,147
Expenses			
Direct operating expenses	16	654,725,376	412,415,352
Employee benefits expense	17	599,696	603,917
Depreciation and amortization	8	623,458	3,159,567
Other expenses	18	21,102,374	39,588,047
Total Expenses		677,050,904	458,748,883
Profit / (Loss) before tax		(65,366,586)	(125,903,736)
Tax expense		-	-
Loss for the year		(65,366,586)	(125,903,736)
Earnings per equity share of face value Rs. 10 each fully paid-up Basic and Diluted	25	(6,537)	(12,590)

Significant Accounting Policies

1

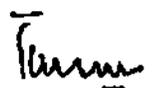
As per our Report of even date

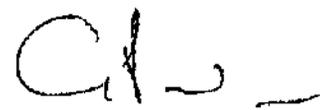
For M. S. Sethi & Associates
Chartered Accountants
Firm Registration Number: 109407W

Manoj Sethi
Proprietor
Membership Number: 39784

Place: Mumbai
Date: August 6, 2016

For and on behalf of the Board

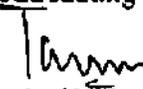

Tarun Katiel
Director
DIN: 01685221


Venkatarao Ponnada
Director
DIN: 01603467

Place: Mumbai
Date: August 6, 2016

Certified True Copy

For Reliance Big Broadcasting Private Limited


Director/Authorised Signatory



Reliance Big Broadcasting Private Limited
Cash Flow Statement for the year ended March 31, 2016
Currency in Indian Rupees

	Year ended March 31, 2016	Year ended March 31, 2015
A. Cash Flow from Operating Activities :		
Profit / (Loss) before Taxation	(55,366,586)	(125,903,736)
Adjustments for :		
Depreciation and amortization expense	623,458	3,159,567
Sundry balance w/off	-	3,854,820
Interest Income	(2,818)	-
Amortisation of Inventories	-	4,895,109
Operating Profit / (Loss) before Working Capital Changes	(64,745,748)	(113,864,240)
Adjustments for changes in Working Capital:		
Trade and other receivables	(59,030,958)	(52,180,111)
Trade payables	126,277,294	169,177,680
Cash generated from Operations	4,500,592	33,033,328
Taxes Paid	240,036	(8,579,152)
Net Cash Generated from / (Used in) Operating Activities	4,260,556	24,454,176
B. Cash Flow from Investing Activities:		
Purchase of Fixed Assets	(4,278,750)	(4,868,224)
Interest received	2,815	-
Net Cash Generated from / (Used in) Investing Activities	(4,275,935)	(4,868,224)
C. Cash Flow from Financing Activities:		
Issue of Preference shares	300,000,000	-
Redemption of Preference shares	(300,000,000)	-
Share application money refunded	-	(19,973,525)
Net Cash Generated from / (Used in) Financing Activities	-	(19,973,525)
Net Increase / (Decrease) in Cash and Cash Equivalents (A+B+C)	(15,576)	(387,573)
Cash and Cash Equivalents as at the commencement of the year	719,055	1,106,627
Cash and Cash Equivalents as at the end of the year		
Cash on hand	3,961	3,961
Bank Balance	699,517	715,094
Net Increase / (Decrease) as disclosed above	(15,576)	(387,572)

As per our Report of even date

For M. S. Sethi & Associates
Chartered Accountants
Firm Registration Number: 109407W

Manoj Sothi
Proprietor
Membership Number: 39784

Place: Mumbai
Date: August 8, 2016

For and on behalf of the Board

Tarun Kattai
Director
DIN:01665221

Venkatrao Ponnada
Director
DIN:01503487

Place: Mumbai
Date: August 6, 2016



Reliance Big Broadcasting Private Limited

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

1. Significant Accounting Policies

a) Basis of preparation of financial statements

The financial statements are prepared under historical cost convention on accrual basis of accounting in accordance with the Accounting Standards prescribed under the Companies (Accounts) Rules, 2014 and the relevant provisions of the Companies Act, 2013 ('the Act') to the extent applicable.

b) Use of Estimates

The preparation of financial statements requires estimates and assumptions to be made that affect the reported amount of assets and liabilities on the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Difference between the actual results and estimates are recognized in the period in which the results are known/ materialized.

c) Fixed Assets:

Fixed Assets are stated at cost inclusive of all taxes as applicable, less accumulated depreciation and impairment loss, if any.

Movie Rights are stated at lower of net cost (Cost minus accumulated amortization / impairment) or net realizable value.

The cost of improvements to Leased properties taken on operating lease have been capitalized and disclosed appropriately.

d) Depreciation/Amortisation:

Depreciation on fixed assets except movie rights, leasehold improvements and license fees is provided on the straight line method over the useful life of the assets as prescribed in Schedule II to the Companies Act, 2013.

Expenditure incurred on Improvements of assets acquired on operating lease is written off evenly over the balance period of lease.

License fees are amortized equally over the balance period of licenses.

Uplinking	: 10 Years
Downlinking	: 5 Years

e) Impairment

In accordance with AS 28 – 'Impairment of Assets', where there is an indication of impairment of the Company's assets, the carrying amounts of the Company's assets are reviewed at each balance sheet date to determine whether there is any impairment. The recoverable amount of the asset (or where applicable, that of the cash generating unit to which the asset belongs) is estimated as the higher of its net selling price and its value in use. An impairment loss is recognised whenever the carrying amount of an asset or a cash generating unit exceeds its recoverable amount. Impairment loss is recognised in the profit and loss account.

Value in use is present value of estimated future cash flows expected to arise from the continuing use of the asset and from its disposal at the end of its useful life.

f) Inventories

TV Serials, Film Broadcasting Rights are stated at lower of net cost (cost minus accumulated amortization) or realizable value.

Amortisation Policy of TV Serials, Film Broadcasting Rights:

(i) In case the Rights life is more than 5 years - 90% of the value of such rights over 5 years on straight line method, and balance 10% , to be maintained as unamortised right of the inventory till the life of the right.

(ii) In case the Rights life is equal or less than 5 years - 100% of the value of such rights over 5 years, or life of the asset whichever is less on straight line method.

Or

at such higher rate of amortization based on the management revenue forecast.

g) Investments

Long term investments are stated at cost. For long term investments, provision/ write down is made for permanent diminution in value. Current investments are valued at lower of cost and fair value.



Reliance Big Broadcasting Private Limited

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

h) Employee Benefits

- (i) Short-term employee benefits are recognized as an expense in the Statement of Profit and Loss of the year in which the related service is rendered.
- (ii) Post employment and other long term employee benefits are recognized as an expense in the Statement of Profit and Loss for the year in which the employee has rendered services. The expense is recognized at the present value of the amount payable determined using actuarial valuation techniques. Actuarial gains and losses in respect of post employment and other long term benefits are charged to the Statement of Profit and Loss.

i) Revenue Recognition

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

Advertising Service Fees accounted on rendering of services.

Sales are recognized when the risk and rewards of ownership are passed onto the customers, which is generally on dispatch of goods.

Channel distribution and advertising rights are recognized as per the terms of the agreement.

j) Foreign Currency Transactions

Transactions denominated in foreign currency are recorded at the exchange rate prevailing on the date of the transactions. Exchange differences arising on foreign exchange transactions settled during the year are recognised in the Statement of Profit and Loss of the year.

Monetary assets and liabilities denominated in foreign currencies as at the balance sheet date are translated at the closing exchange rates on that date; the resultant exchange differences are recognized in the Statement of Profit and Loss. In respect of integral foreign operations of the Company, fixed assets are translated at the rates on the date of acquisition, monetary assets and monetary

Liabilities are translated at the rate on the date of the balance sheet and income and expenditure are translated at the average of weekly average rates during the year.

k) Taxation

Provision for current tax is made after taking into consideration benefits admissible under the provisions of the Income Tax Act, 1961.

Deferred tax resulting from "timing differences" between book and taxable profit is accounted for using the tax rates and laws enacted or substantially enacted as on the balance sheet date. The Deferred tax asset is recognized and carried forward only to the extent that there is a reasonable certainty of its realization in future. However, in respect of unabsorbed depreciation and carry forward loss, the deferred tax asset is recognized and carried forward only to the extent that there is virtual certainty of its realization.

l) Provisions, Contingent Liabilities and Contingent Assets

Provisions comprise liabilities of uncertain timing or amount. Provisions are recognized when the Company recognizes it has a present obligation as a result of past events, it is more likely than not that an outflow of resources will be required to settle the obligation and the amount can be reasonably estimated.

A disclosure for contingent liability is made when there is a possible obligation or a present obligation arising out of the past events, but is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation. When there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources embodying economic benefits is remote, no provision or disclosure is made.

Loss contingencies arising from claims, litigation, assessment, fines, penalties etc. are recorded when it is probable that a liability has been incurred and the amount can be reasonably estimated.

Contingent assets are neither recognized nor disclosed in the accounts.

m) Borrowing Cost

Borrowing costs that are attributable to the acquisition, construction or production of qualifying assets are capitalized as part of the cost of such assets. A qualifying asset is one that necessarily takes a substantial period of time to get ready for its intended use. All other borrowing costs are charged to revenue.



Reliance Big Broadcasting Private Limited
Notes to the financial statements for the year ended March 31, 2016
Currency in Indian Rupees

	As at March 31, 2016	As at March 31, 2015
2 Share capital		
Authorized		
500,000 (previous year: 500,000) equity shares of Rs 10 each	5,000,000	5,000,000
400,000,000 (previous year: 15,000,000) preference Shares of Rs.1 each	400,000,000	16,000,000
	<u>405,000,000</u>	<u>20,000,000</u>
Issued, Subscribed and Paid up		
10,000 (previous year: 10,000) Equity Shares of Rs 10 each fully paid up	100,000	100,000
312,000,000 (previous year: 15,000,000) 8% Cumulative Redeemable Preference Shares of Rs.1 each fully paid up	312,000,000	15,000,000
	<u>312,100,000</u>	<u>15,100,000</u>
(a) Reconciliation of number of equity shares at the beginning and at the end of the year		
Balance as at the beginning of the year	10,000	10,000
Shares issued	-	-
Shares bought back	-	-
Balance as at the end of the year	<u>10,000</u>	<u>10,000</u>
(b) Reconciliation of number of preference shares		
Balance as at the beginning of the year	15,000,000	12,000,000
Shares issued (300,000,000 shares of Face Value Rs.1)	300,000,000	3,000,000
Shares redeemed (3,000,000 shares of Face Value Rs.1)	3,000,000	-
Balance as at the end of the year	<u>312,000,000</u>	<u>15,000,000</u>
(c) Rights, preferences and restrictions attached to shares		
Equity Shares :		
The Company has one class of equity shares having a par value of Rs.10 per share. Each shareholder is eligible for one vote per share held. The dividend, if any proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholding.		
Preference Shares :		
The Company has one class of 8% cumulative redeemable preference shares having a par value of Rs.1 per share.		
(d) Shares held by Holding company and Intermediate holding company		
Equity Shares:		
9,990 (previous year: 9,990) equity shares held by Reliance Big Entertainment Private Limited	99,900	99,900
10 (previous year: 10) equity shares held by Reliance Interactive Advisors Private Limited (Formerly known as AAA Entertainment Pvt.Ltd.)	100	100
	<u>100,000</u>	<u>100,000</u>
Preference Shares :		
12,000,000 (previous year: 12,000,000) 8% Cumulative Redeemable Preference Shares held by Reliance Big Entertainment Private Limited	12,000,000	12,000,000
	<u>12,000,000</u>	<u>12,000,000</u>

(a) Details of shares held by shareholders holding more than 5% of the aggregate shares in the Company

	As at Mar 31, 2016		As at Mar 31, 2015	
	No. of Shares	% of Holding	No. of Shares	% of Holding
Equity Shares:				
Reliance Big Entertainment Private Limited	9,990	99.9%	9,990	99.9%
Preference Shares :				
Reliance Big Entertainment Private Limited	12,000,000	4%	12,000,000	80%
Big Magic Limited	300,000,000	93%	3,000,000	20%



Reliance Big Broadcasting Private Limited
Notes to the financial statements for the year ended March 31, 2016
Currency in Indian Rupees

	As at March 31, 2016	As at March 31, 2015
3 Reserves and surplus		
Securities premium account		
Balance as at the beginning of the year	1,485,000,000	1,188,000,000
Add / (Less): Premium on issue / (redemption) of shares	<u>(297,000,000)</u>	<u>297,000,000</u>
Balance as at the end of the year (A)	<u>1,188,000,000</u>	<u>1,485,000,000</u>
Surplus / (Deficit) in Statement of Profit and Loss		
Balance as at the beginning of the year	(1,289,554,479)	(1,157,335,040)
Add:- Impact of change in useful life of assets (As per Schedule II to the Companies Act, 2013)	-	(6,315,703)
Add:- Profit / (Loss) for the year	<u>(85,368,586)</u>	<u>(126,903,736)</u>
Balance as at the end of the year (B)	<u>(1,354,921,066)</u>	<u>(1,289,554,479)</u>
Total Reserves and Surplus (A+B)	<u><u>(166,921,066)</u></u>	<u><u>195,445,521</u></u>
4 Long-term provisions		
Provision for compensated absences (Refer Note - 22)	715	715
	<u>715</u>	<u>715</u>
5 Short Term Borrowings		
Unsecured :		
Loan from Related party * (Refer Note - 24)	484,528,661	490,834,811
* Interest free loan repayable on demand	<u>484,528,661</u>	<u>490,834,811</u>
6 Other current liabilities		
Advance Billing	82,699,425	-
Book Overdraft	-	79,972,548
Statutory dues payable	10,869,153	28,003,365
Other Payables	-	601,055
	<u>93,568,578</u>	<u>108,576,968</u>
7 Short-term provisions		
Provision for compensated absences (Refer Note -22)	637	637
	<u>637</u>	<u>637</u>



Reliance Big Broadcasting Private Limited
Notes to the financial statements for the year ended March 31, 2018

8 Fixed assets and depreciation

Particulars	Gross Block			Depreciation / Amortisation			Net Block				
	As at April 1, 2018	Additions	Deletion/ Adjustments	As at March 31, 2018	As at April 1, 2018	For the year	Depreciation / Amortisation	Deletion/ Adjustments	As at March 31, 2018	As at March 31, 2018	As at March 31, 2018
Tangible Assets Plant and Machinery	4,888,224	4,278,750	-	9,146,974	199,967	373,458	-	-	8,813,949	4,708,857	
Intangible Assets (Other than Internally generated) Broadcasting license fees	20,000,000	-	-	20,000,000	19,750,000	250,000	-	-	20,000,000	-	250,000
	24,888,224	4,278,750	-	29,146,974	19,949,967	623,458	-	-	20,533,025	4,708,857	4,958,857
Previous year	68,528,480	4,898,224	38,828,480	24,888,224	48,953,777	3,158,587	6,316,703	38,528,480	19,808,867	4,958,857	

Currency in Indian Rupees



Reliance Big Broadcasting Private Limited
Notes to the financial statements for the year ended March 31, 2016
Currency in Indian Rupees

	As at March 31, 2016	As at March 31, 2015
9 Non-current investments		
Investment in equity instruments (Unquoted, At cost, Non Trade) In Subsidiary Company		
Vrushvik Advertising Private Limited	100,000	100,000
10,000 (Previous Year:10,000) equity shares of Rs. 10 each, fully paid up	<u>100,000</u>	<u>100,000</u>
10 Long-term loans and advances		
(Unsecured, considered good)		
Tax deducted at source (net of provision for tax)	11,887,448	11,847,412
Other receivables	1,405,239	1,405,239
	<u>13,292,887</u>	<u>13,062,651</u>
11 Trade receivables		
(Unsecured, considered good)		
Outstanding for a period exceeding six months	-	1,890,806
Others	-	8,873,848
	<u>-</u>	<u>10,864,453</u>
12 Cash and cash equivalents :		
Balances with banks		
- Current accounts	699,517	715,094
Cash on Hand	3,951	3,951
	<u>703,478</u>	<u>719,056</u>
13 Short-term loans and advances		
(Unsecured, considered good)		
Inter-corporate deposits	749,350,000	749,350,000
Balance with government authorities	63,577,795	48,098,628
Loans and advances to related parties(Refer note 24)	14,410,666	14,428,354
Security deposits	9,000	6,308,150
Prepaid expenses	87,081,733	31,418,120
Advance to vendors	87,154,649	52,087,181
	<u>971,683,843</u>	<u>901,688,434</u>



Reliance Big Broadcasting Private Limited
Notes to the financial statements for the year ended March 31, 2016
Currency in Indian Rupees

	Year ended	
	March 31, 2016	March 31, 2015
14 Revenue from operations		
Channel distribution and advertising rights	611,681,700	329,843,147
	<u>611,681,700</u>	<u>329,843,147</u>
15 Other income		
Interest Income	2,618	-
	<u>2,618</u>	<u>-</u>
16 Cost of Operations		
Bandwidth and infrastructure cost	121,910,587	140,985,437
Placement fees	623,863,517	266,534,808
Marketing cost	8,851,272	-
TV serial / film broadcasting rights		
	<u>2015-16</u>	<u>2014-15</u>
Opening inventories	-	4,895,109
Add : Acquisition cost	-	-
Less : Closing inventories	-	-
		4,895,109
	<u>664,726,376</u>	<u>412,415,362</u>
17 Employee benefits expense		
Salaries, wages and bonus	668,740	579,059
Contribution to provident and other funds	30,956	23,785
Staff welfare Expenses	-	1,073
	<u>599,696</u>	<u>603,917</u>
18 Other expenses		
Rates and taxes	7,626,633	158,274
Professional fees	9,549,779	34,102,150
Membership and subscription	1,089,998	1,016,293
Payment to auditors		
- Statutory audit fees	100,000	100,000
- Tax audit fees	25,000	25,000
Interest - Others	1,427,023	-
Insurance Charges	71,587	-
Office expenses	951,005	246,010
Repairs and maintenance	151,426	-
Service charges	-	35,500
Travelling expenses	109,920	-
Advances written-off	-	3,884,820
	<u>21,102,371</u>	<u>39,668,047</u>



Reliance Big Broadcasting Private Limited
Notes to the financial statements for the year ended March 31, 2016
Currency in Indian Rupees

	Year ended March 31, 2016	Year ended March 31, 2015
19 Contingant Liabilities		
Dividend / Yield on Cumulative Redeemable Preference Shares	733,643,836	625,643,836

20 In the opinion of the management, the Current assets, Loans and Advances and Current Liabilities are approximately of the value stated, if realized/paid in the ordinary course of business. The provision for all known liabilities is adequate and is not in excess of amounts considered reasonably necessary.

21 **Micro, Small and Medium Enterprises**
There are no Micro, Small and Medium Scale Business Enterprises, to whom the Company owes dues, which are outstanding for more than 45 days as at March 31, 2016. This information as required to be disclosed under the Micro, Small and Medium Enterprises Development Act, 2006 has been determined to the extent such parties have been identified on the basis of information available with the Company.

22 Disclosure under Accounting Standard - 15 (revised 2005) "Employee Benefits"

The Company has classified various employee benefits as under

A Defined contribution plans

The Company has debited the following balances to the Statement of Profit and Loss:

	Year ended March 31, 2016	Year ended March 31, 2015
Contribution to provident and other funds	30,956	23,785
	<u>30,956</u>	<u>23,785</u>

B Defined benefit plans

Gratuity :

Gratuity is payable to eligible employees of the Company on superannuation, death, retirement and resignation as per the Company's scheme. The present value of obligation is determined based on actuarial valuation using Projected Unit Credit Method, which recognizes each period of service as giving rise to additional unit of employee benefit and measures each unit separately to build up the final obligation.

	Year ended March 31, 2016	Year ended March 31, 2015
I Reconciliation in Present Value of Obligations (PVO) - defined benefit obligation:		
PVO at the beginning of the year	13,722	4,821
Interest Cost	1,452	624
Current Service Cost	4,574	2,411
Actuarial (gain)/loss on obligations	14,529	5,866
PVO at the end of the year	34,277	13,722
II Net cost for the year ended 31st March, 2016		
Current Service Cost	4,574	2,411
Interest on defined benefit obligation	1,452	624
Expected return on plan assets	(155,878)	(132,303)
Net actuarial losses/(gains) recognised in year	45,737	(147,599)
Effects of the limit on Para 59(b)	35,389	94,107
Total included in "Employee benefit expenses"	(58,726)	(182,780)
Actual return on plan assets	124,570	285,768
III Balance with Reliance Life Insurance Company Ltd.:	2,014,136	1,889,468



Reliance Big Broadcasting Private Limited
 Notes to the financial statements for the year ended March 31, 2016
 Currency in Indian Rupees

IV Assumptions used in accounting for Gratuity Plan:

Discount Rate Current	7.95%	7.35%
Salary Escalation Current	7.00%	7.00%

Other disclosures:	Year ended March 31, 2016	Year ended March 31, 2015	Year ended March 31, 2014	Year ended March 31, 2013
Present value of defined benefit obligation	34,277	13,722	4,821	1,359
Fair value of plan assets	2,014,138	1,889,466	1,603,698	1,562,388
(Deficit) / Surplus of the plan	1,979,861	1,875,744	1,598,877	1,561,029
Experience adjustments on defined benefit obligation (loss / (gain))	14,081	5,585	2,062	457
Experience adjustments on fair value of plan assets (loss) / gain	(31,208)	153,465	(87,586)	41,217

C Other Long Term Benefits

The liability towards compensated absences for the year ended 31st March, 2016 based on actuarial valuation carried out using the Projected Accrued Benefit Method amounting to Rs. Nil/- (Previous year Rs. 140/-) has been recognized in the Statement of Profit and Loss.

23 Segment reporting

In accordance with Accounting Standard 17 "Segment Reporting", the Company has determined its business segment as Television Broadcasting and related services. Since, there are no other business segments in which the Company operates and the content owned by the Company is within India, there are no other primary reportable segments.

24 As per Accounting Standard 18 (AS-18) 'Related Party Disclosures', the disclosures of transactions with the related parties as defined in AS-18 are given below:

a. List of related parties where control exists and related parties with whom transactions have taken place and relationships:

Ultimate Holding Company : Reliance Innoventures Private Limited
 Intermediate Holding Company : Reliance Interactive Advisors Private Limited (Formerly known as AAA Entertainment Pvt.Ltd)
 Holding Company : Reliance Big Entertainment Private Limited
 Fellow Subsidiary : Big Flicks Private Limited
 Wholly Owned Subsidiary : Vrushvik Advertising Private Limited

b Transactions with related party during the year :

	Year ended March 31, 2016	Year ended March 31, 2015
Reliance Big Entertainment Private Limited		
Transactions during the year		
Loan Repaid	6,306,150	Nil
Reimbursement Received	95,308	Nil
Closing Balance		
Preference Shares	12,000,000	12,000,000
Security Premium	1,188,000,000	1,188,000,000
Loan Taken	484,528,561	490,834,811
Amount Receivable	6,347,432	6,442,738



Reliance Big Broadcasting Private Limited
Notes to the financial statements for the year ended March 31, 2016
Currency in Indian Rupees

Big Flicks Private Limited

Transactions during the year Nil Nil

Closing Balance
 Amount Receivable 6,889,951 6,889,951

Vrushyk Advertising Private Limited

Transactions during the year

Interest on Loan 2,618 Nil
 Reimbursement of expenses - 7,240
 Loan Given 75,000 -

Closing Balance
 Investment in Equity 100,000 100,000
 Loan Given 1,163,425 1,088,425
 Interest Receivable 9,868 7,240

Year ended **Year ended**
March 31, 2016 **March 31, 2016**

25 Earnings per share

Profit/(Loss) after tax	(65,366,596)	(125,803,736)
Weighted average number of equity shares outstanding	10,000	10,000
Loss per share - Basic and Diluted (Rupees)	(6,537)	(12,580)
Nominal value of an equity share (Rupees)	10	10

Since EPS is anti dilutive, Basic and diluted EPS are same

26 Deferred Tax Assets mainly consist of carried forward losses and depreciation, have not been recognized as a matter of prudence.

Year ended **Year ended**
March 31, 2016 **March 31, 2016**

27 Expenditure in foreign currency

Transponder Fees 79,271,952 92,062,046

28 Previous year's figures have been regrouped/reclassified/reworked/rearranged where necessary, to make them comparable to those for the current year.

As per our Report of even date

For M. S. Sethi & Associates
 Chartered Accountants
 Firm Registration Number: 109407W

Manoj Sethi
 Proprietor
 Membership Number: 39784

Place: Mumbai
 Date: August 6, 2016

For and on behalf of the Board

Tarun Katlal

Tarun Katlal
 Director
 DIN:01665221

Place: Mumbai
 Date: August 6, 2016

Venkatrao Ponnada

Venkatrao Ponnada
 Director
 DIN:01503467



M. S. Sethi & Associates

Chartered Accountants

Manoj Sethi
B.Com., F.C.A.

191-R, Cavel Cross Lane No. 9
2nd Floor, Dr. Viegas Street
Kalbadevi, Mumbai - 400 002
Tel. 9324517501

Auditors' Report on Consolidated Financial Statements

To The Members of
Reilance Big Broadcasting Private Limited

We have audited the accompanying consolidated financial statements of **Reliance Big Broadcasting Private Limited** (the "Company") and its Subsidiary Company (the Company together with its Subsidiary constitute "the Group"), which comprise the Consolidated Balance Sheet as at 31st March, 2016, the Consolidated Statement of Profit and Loss and the Consolidated Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the consolidated financial statements").

Management's Responsibility for the Consolidated Financial Statements

The Company's Board of Directors is responsible for the preparation of these consolidated financial statements in terms of the requirements of the Companies Act, 2013 (hereinafter referred to as "the Act") that give a true and fair view of the consolidated financial position, consolidated financial performance and consolidated cash flows of the Group in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. The Board of Directors of the respective Company included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group and for preventing and detecting frauds and other irregularities; the selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial statements by the Directors of the Company, as aforesaid.

Auditors' Responsibility

Our responsibility is to express an opinion on these consolidated financial statements based on our audit. While conducting the audit, we have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.

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

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

We believe that the audit evidence obtained by us and the audit evidence obtained by the other auditors in terms of their reports referred to in Other Matters paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the consolidated financial statements



Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid consolidated financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the consolidated state of affairs of the Group as at 31st March, 2016 their consolidated loss and their consolidated cash flows for the year ended on that date.

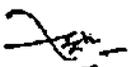
Other Matters

We did not audit the financial statements and other financial information of the Subsidiary Company. The consolidated financial statements includes total assets of Rs.10.95 Lakhs as on 31st March, 2016 and total revenue of Rs. Nil and net cash outflow aggregating Rs.0.02 Lakhs for the year ended on that date in respect of aforementioned Subsidiary Company. These financial statements and related other financial information have been audited by other auditor whose report have been furnished to us by the Management and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of these Subsidiary Company and our report in terms of sub-sections (3) and (11) of Section 143 of the Act, in so far as it relates to the aforesaid Subsidiary Company, is based solely on the report of the other auditors. Our report is not modified in respect of this matter.

Report on Other Legal and Regulatory Requirements

1. As required by Section 143(3) of the Act, we report, to the extent applicable, that:
 - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit of the aforesaid consolidated financial statements.
 - (b) In our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidated financial statements have been kept so far as it appears from our examination of these books.
 - (c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss, and the Consolidated Cash Flow Statement dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated financial statements.
 - (d) In our opinion, the aforesaid consolidated financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - (e) On the basis of the written representations received from the directors and taken on record by the Board of Directors of the Company, none of the directors is disqualified as on 31st March, 2016 from being appointed as a director in terms of Section 164 (2) of the Act.
 - (f) With respect to the adequacy of internal financial controls over financial reporting of the Group and the operating effectiveness of such controls, refer to our separate report in Annexure; and
 - (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditor's) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i) The Group does not have any pending litigations which would impact its consolidated financial position.
 - ii) The Group does not have any material foreseeable losses on long-term contracts including derivative contracts.
 - iii) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Group.

For M. S. Sethi & Associates
Chartered Accountants
Regn.No.109407W


Manoj Sethi
Proprietor
Membership No.039784



Place: Mumbai
Date: August 06, 2016

ANNEXURE TO THE AUDITORS' REPORT

Report on the Internal Financial Controls under Section 143(3)(f) of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls over financial reporting ("Financial Controls") of Reliance Big Broadcasting Private Limited ("the Company") and its Subsidiary Company (the Company together with its Subsidiary constitutes "the Group") in conjunction with our audit of consolidated financial statements of the Company for the year ended March 31, 2016.

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 considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ("ICAI"). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to 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 Act.

Auditors' Responsibility

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

Our audit of Financial Controls includes obtaining an understanding of Financial Controls, 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 judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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

Meaning of Internal Financial Controls over Financial Reporting

A company's Financial Controls 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 Financial Controls includes those policies and procedures that (1) pertain to 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 authorizations of management and Directors of the Company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized 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 Financial Controls, 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 Financial Controls to future periods are subject to the risk that the Financial Controls may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

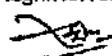
Opinion

In our opinion, the Company and its Subsidiary Company, have, in all material respects, an adequate Financial Controls system and such Financial Controls are operating effectively as at March 31, 2016, based on the Financial Controls criteria established by each Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by ICAI.

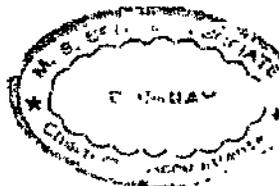
Other Matter

Our aforesaid report under Section 143(3)(f) of the Act on the adequacy and operating effectiveness of the financial controls over financial reporting in so far as it relates to 1 subsidiary company is based on the corresponding reports of the other auditor of such company incorporated in India.

For M. S. Sethi & Associates
Chartered Accountants
Regn.No.109407W


Manoj Sethi
Proprietor
Membership No.039784

Place: Mumbai
Date: August 06, 2016



Reliance Big Broadcasting Private Limited
 Consolidated Balance Sheet as at March 31, 2016
 Currency in Indian Rupees

	Note	As at March 31, 2016	As at March 31, 2015
EQUITY AND LIABILITIES			
Shareholders' funds			
Share capital	2	312,100,000	15,100,000
Reserves and surplus	3	(167,192,890)	195,278,492
		<u>144,907,110</u>	<u>210,378,492</u>
Non-current liabilities			
Long-term provisions	4	715	715
Current liabilities			
Short-term borrowings	5	484,528,661	490,834,811
Trade payables			
Micro and small Enterprises	21	-	-
Others		271,016,432	121,424,598
Other current liabilities	6	93,662,763	108,646,153
Short-term provisions	7	637	637
Total		<u>994,116,318</u>	<u>931,285,406</u>
ASSETS			
Non-current assets			
Fixed assets	8		
Tangible assets		8,613,949	4,708,657
Intangible assets		-	250,000
Long-term loans and advances	9	13,292,687	13,052,651
Current assets			
Trade receivables	10	-	10,864,453
Cash and Cash Equivalents	11	716,221	733,975
Short-term loans and advances	12	971,493,461	901,675,669
Total		<u>994,116,318</u>	<u>931,285,406</u>

Significant Accounting Policies 1

The accompanying notes are an integral part of the Financial Statements 1 - 26

As per our Report of even date

For M. S. Sethi & Associates
 Chartered Accountants
 Firm Registration Number: 109407W


 Manoj Sethi
 Proprietor
 Membership Number: 39784

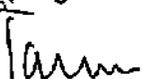
Place: Mumbai
 Date: August 6, 2016

For and on behalf of the Board


 Tarun Katla
 Director
 DIN:01665221


 Venkatarao Ponnada
 Director
 DIN:01503487

Place: Mumbai
 Date: August 6, 2016

Certified True Copy
 For Reliance Big Broadcasting Private Limited

 Director/Authorised Signatory



Reliance Big Broadcasting Private Limited
Consolidated Statement of Profit and Loss for the year ended March 31, 2016
Currency in Indian Rupees

	Note	Year ended March 31, 2016	Year ended March 31, 2016
Revenue			
Revenue from operations	13	611,681,700	329,843,147
Total Revenue		611,681,700	329,843,147
Expenses			
Direct operating expenses	14	654,725,378	412,415,352
Employee benefits expense	15	599,696	603,917
Depreciation and amortization	8	623,458	3,159,567
Other expenses	16	21,204,551	39,631,328
Total Expenses		677,153,082	456,810,164
Profit / (Loss) before tax		(65,471,382)	(126,967,017)
Tax expense		-	-
Loss for the year		(65,471,382)	(126,967,017)
Earnings per equity share of face value Rs. 10 each fully paid-up Basic and Diluted	24	(6,547.14)	(12,696.70)

Significant Accounting Policies

1

As per our Report of even date

For M. S. Sethi & Associates
Chartered Accountants
Firm Registration Number: 109407W

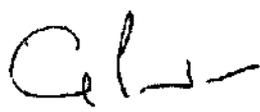

Manoj Sethi
Proprietor
Membership Number: 39784

Place: Mumbai
Date: August 6, 2016

For and on behalf of the Board


Tarun Katial
Director
DIN:01665221

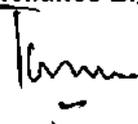
Place: Mumbai
Date: August 6, 2016


Venkatarao Ponnada
Director
DIN:01503467



Certified True Copy

For Reliance Big Broadcasting Private Limited


Director/Authorised Signatory

Reliance Big Broadcasting Private Limited
 Consolidated Cash Flow Statement for the year ended March 31, 2016
 Currency in Indian Rupees

	Year ended March 31, 2016	Year ended March 31, 2015
A. Cash Flow from Operating Activities :		
Profit / (Loss) before Taxation	(65,471,382)	(125,967,017)
Adjustments for :		
Depreciation and amortization expense	623,458	3,159,567
Sundry balance w/off	-	3,884,820
Amortisation of inventories	-	4,895,109
Operating Profit / (Loss) before Working Capital Changes	(64,847,924)	(114,027,521)
Adjustments for changes in Working Capital:		
Trade and other receivables	(58,953,339)	(62,172,871)
Trade payables	128,302,294	199,187,680
Cash generated from Operations	4,501,031	32,987,288
Taxes Paid	240,036	(8,579,152)
Net Cash Generated from / (Used in) Operating Activities	4,260,995	24,408,136
B. Cash Flow from Investing Activities:		
Purchase of Fixed Assets	(4,278,760)	(4,868,224)
Net Cash Generated from / (Used in) Investing Activities	(4,278,760)	(4,868,224)
C. Cash Flow from Financing Activities:		
Share application money received	300,000,000	-
Share capital Redeemed	(300,000,000)	-
Share application money refunded	-	(18,973,526)
Net Cash Generated from / (Used in) Financing Activities	-	(18,973,526)
Net Increase / (Decrease) in Cash and Cash Equivalents (A+B+C)	(17,765)	(433,618)
Cash and Cash Equivalents as at the commencement of the year	733,975	1,167,581
Cash and Cash Equivalents as at the end of the year		
Cash on hand	3,961	3,961
Bank Balance	712,260	730,014
Cash and cash equivalents at the end of the year	(17,754)	(433,618)

As per our Report of even date

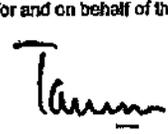
For M. S. Sethi & Associates
 Chartered Accountants
 Firm Registration Number: 109407W


 Manoj Sethi
 Proprietor
 Membership Number: 38784

Place: Mumbai
 Date: August 6, 2016



For and on behalf of the Board


 Tarun Katiel
 Director
 DIN:1685221


 Venkatrazo Poncoda
 Director
 DIN:01503467

Place: Mumbai
 Date: August 6, 2016



Reliance Big Broadcasting Private Limited
Notes to the Consolidated Financial Statements for the year ended March 31, 2016

1. Significant Accounting Policies

a) Basis of preparation of financial statements

The financial statements are prepared under historical cost convention on accrual basis of accounting in accordance with the Accounting Standards prescribed under the Companies (Accounts) Rules, 2014 and the relevant provisions of the Companies Act, 2013 ('the Act') to the extent applicable.

b) Principles of consolidation

The consolidated financial statements are prepared in accordance with AS 21 - 'Consolidated Financial Statements'. The consolidated financial statements have been prepared using uniform accounting policies for like transactions and other events in similar circumstances and are presented, to the extent possible, in the same manner as a Parent company's separate financial statements. The consolidated financial statements have been consolidated on the following basis

Subsidiaries

The excess of cost to the Group of its investment in subsidiaries over its portion of equity in the subsidiaries at the respective dates on which investments in such subsidiaries was made is recognised in the financial statements as goodwill and any excess of assets over the investment of the Group in a subsidiary is transferred to Capital Reserve. The Group's portion of equity in the subsidiaries is determined on the basis of the book value of assets and liabilities as per the financial statements of the subsidiaries as on the date of the investment.

The financial statements of the Parent company and its subsidiaries have been consolidated on a line by line basis by adding together the book value of like items of assets, liabilities, income and expenses, after fully eliminating intra group balances and intra group transactions and unrealised profits / losses. The amounts shown in respect of reserves/accumulated losses comprise the reserve/accumulated losses as per the balance sheet of the Parent Company and its share in the post-acquisition increase/decrease in the relevant reserve/accumulated losses of the subsidiaries. The amount of Goodwill and Capital Reserve are presented on a net basis for each subsidiary.

The list of subsidiaries considered in these consolidated financial statements with percentage holding is summarized below

Name of Subsidiary	Country of Incorporation	Ownership Interest 31 March 2016	Ownership Interest 31 March 2015
Vrushvik Advertising Private Limited	India	100%	100%

c) Use of Estimates

The preparation of financial statements requires estimates and assumptions to be made that affect the reported amount of assets and liabilities on the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Difference between the actual results and estimates are recognized in the period in which the results are known/ materialized.

d) Fixed Assets:

Fixed Assets are stated at cost inclusive of all taxes as applicable, less accumulated depreciation and impairment loss, if any.

Movie Rights are stated at lower of net cost (Cost minus accumulated amortization / impairment) or net realizable value.

The cost of improvements to Leased properties taken on operating lease have been capitalized and disclosed appropriately.

e) Depreciation/Amortisation:

Depreciation on fixed assets except movie rights, leasehold improvements and license fees is provided on the straight line method over the useful life of the assets as prescribed in Schedule II to the Companies Act, 2013.



Reliance Big Broadcasting Private Limited

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

Expenditure incurred on improvements of assets acquired on operating lease is written off evenly over the balance period of lease.

License fees are amortized equally over the balance period of licenses.

Uplinking	: 10 Years
Downlinking	: 5 Years

f) Impairment

In accordance with AS 28 – 'Impairment of Assets', where there is an indication of impairment of the Company's assets, the carrying amounts of the Company's assets are reviewed at each balance sheet date to determine whether there is any impairment. The recoverable amount of the asset (or where applicable, that of the cash generating unit to which the asset belongs) is estimated as the higher of its net selling price and its value in use. An impairment loss is recognised whenever the carrying amount of an asset or a cash generating unit exceeds its recoverable amount. Impairment loss is recognised in the profit and loss account.

Value in use is present value of estimated future cash flows expected to arise from the continuing use of the asset and from its disposal at the end of its useful life.

g) Inventories

TV Serials, Film Broadcasting Rights are stated at lower of net cost (cost minus accumulated amortization) or realizable value.

Amortisation Policy of TV Serials, Film Broadcasting Rights:

(i) In case the Rights life is more than 5 years - 90% of the value of such rights over 5 years on straight line method, and balance 10% , to be maintained as unamortised right of the inventory till the life of the right.

(ii) In case the Rights life is equal or less than 5 years - 100% of the value of such rights over 5 years, or life of the asset whichever is less on straight line method.

Or

at such higher rate of amortization based on the management revenue forecast.

h) Investments

Long term investments are stated at cost. For long term investments, provision/ write down is made for permanent diminution in value. Current investments are valued at lower of cost and fair value.

i) Employee Benefits

(i) Short-term employee benefits are recognized as an expense in the Statement of Profit and Loss of the year in which the related service is rendered.

(ii) Post employment and other long term employee benefits are recognized as an expense in the Statement of Profit and Loss for the year in which the employee has rendered services. The expense is recognized at the present value of the amount payable determined using actuarial valuation techniques. Actuarial gains and losses in respect of post employment and other long term benefits are charged to the Statement of Profit and Loss.

j) Revenue Recognition

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

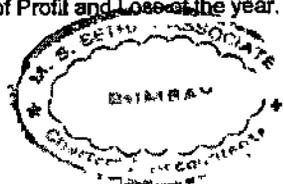
Advertising Service Fees accounted on rendering of services.

Sales are recognized when the risk and rewards of ownership are passed onto the customers, which is generally on dispatch of goods.

Channel distribution and advertising rights are recognized as per the terms of the agreement.

k) Foreign Currency Transactions

Transactions denominated in foreign currency are recorded at the exchange rate prevailing on the date of the transactions. Exchange differences arising on foreign exchange transactions settled during the year are recognised in the Statement of Profit and Loss of the year.



Reliance Big Broadcasting Private Limited

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

Monetary assets and liabilities denominated in foreign currencies as at the balance sheet date are translated at the closing exchange rates on that date; the resultant exchange differences are recognized in the Statement of Profit and Loss. In respect of integral foreign operations of the Company, fixed assets are translated at the rates on the date of acquisition, monetary assets and monetary

Liabilities are translated at the rate on the date of the balance sheet and income and expenditure are translated at the average of weekly average rates during the year.

l) Taxation

Provision for current tax is made after taking into consideration benefits admissible under the provisions of the Income Tax Act, 1961.

Deferred tax resulting from "timing differences" between book and taxable profit is accounted for using the tax rates and laws enacted or substantially enacted as on the balance sheet date. The Deferred tax asset is recognized and carried forward only to the extent that there is a reasonable certainty of its realization in future. However, in respect of unabsorbed depreciation and carry forward loss, the deferred tax asset is recognized and carried forward only to the extent that there is virtual certainty of its realization.

m) Provisions, Contingent Liabilities and Contingent Assets

Provisions comprise liabilities of uncertain timing or amount. Provisions are recognized when the Company recognizes it has a present obligation as a result of past events, it is more likely than an outflow of resources will be required to settle the obligation and the amount can be reasonably estimated.

A disclosure for contingent liability is made when there is a possible obligation or a present obligation arising out of the past events, but is not probable than an outflow of resources embodying economic benefits will be required to settle the obligation. When there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources embodying economic benefits is remote, no provision or disclosure is made.

Loss contingencies arising from claims, litigation, assessment, fines, penalties etc. are recorded when it is probable that a liability has been incurred and the amount can be reasonably estimated.

Contingent assets are neither recognized nor disclosed in the accounts.

n) Borrowing Cost

Borrowing costs that are attributable to the acquisition, construction or production of qualifying assets are capitalized as part of the cost of such assets. A qualifying asset is one that necessarily takes a substantial period of time to get ready for its intended use. All other borrowing costs are charged to revenue.



Reliance Big Broadcasting Private Limited
Notes to the consolidated financial statements for the year ended March 31, 2016
Currency in Indian Rupees

	As at March 31, 2016	As at March 31, 2015
2 Share capital		
Authorised		
500,000 (previous year: 500,000) equity shares of Rs 10 each	5,000,000	5,000,000
400,000,000 (previous year: 16,000,000) preference Shares of Rs.1 each	400,000,000	16,000,000
	<u>405,000,000</u>	<u>20,000,000</u>
Issued, Subscribed and Paid up		
10,000 (previous year: 10,000) Equity Shares of Rs 10 each fully paid up	100,000	100,000
312,000,000 (previous year: 15,000,000) 8% Cumulative Redeemable Preference Shares of Rs.1 each fully paid up	312,000,000	15,000,000
	<u>312,100,000</u>	<u>15,100,000</u>
(a) Reconciliation of number of equity shares at the beginning and at the end of the year		
Balance as at the beginning of the year	10,000	10,000
Shares issued	-	-
Shares bought back	-	-
Balance as at the end of the year	<u>10,000</u>	<u>10,000</u>
(b) Reconciliation of number of preference shares		
Balance as at the beginning of the year	16,000,000	12,000,000
Shares Issued (300000000 shares of Face Value Rs.1)	300,000,000	3,000,000
Shares redeemed (3000000 shares of Face Value Rs.1)	3,000,000	-
Balance as at the end of the year	<u>312,000,000</u>	<u>15,000,000</u>

(c) Rights, preferences and restrictions attached to shares

Equity Shares :

The Company has one class of equity shares having a par value of Rs.10 per share. Each shareholder is eligible for one vote per share held. The dividend, if any proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholding.

Preference Shares :

The Company has one class of 8% cumulative redeemable preference shares having a par value of Rs.1 per share.

(d) Shares held by Holding company and Intermediate holding company

Equity Shares:

9,990 (previous year: 9,990) equity shares held by Reliance Big Entertainment Private Limited	99,900	99,900
10 (previous year: 10) equity shares held by AAA Entertainment Private Limited	100	100
	<u>100,000</u>	<u>100,000</u>

Preference Shares :

12,000,000 (previous year: 12,000,000) 8% Cumulative Redeemable Preference Shares held by Reliance Big Entertainment Private Limited	12,000,000	12,000,000
	<u>12,000,000</u>	<u>12,000,000</u>

(e) Details of shares held by shareholders holding more than 5% of the aggregate shares in the Company

	As at Mar 31, 2016		As at Mar 31, 2015	
	No. of Shares	% of Holding	No. of Shares	% of Holding
Equity Shares:				
Reliance Big Entertainment Private Limited	9,990	99.9%	9,990	99.9%
Preference Shares :				
Reliance Big Entertainment Private Limited	12,000,000	4%	12,000,000	80%
Big Magic Limited	300,000,000	95%	3,000,000	20%



Reliance Big Broadcasting Private Limited
Notes to the consolidated financial statements for the year ended March 31, 2016
Currency in Indian Rupees

	As at March 31, 2016	As at March 31, 2015
3 Reserves and surplus		
Securities premium account		
Balance as at the beginning of the year	1,485,000,000	1,188,000,000
Add / (Less): Premium on issue / (redemption) of shares	(297,000,000)	297,000,000
Balance as at the end of the year (A)	<u>1,188,000,000</u>	<u>1,485,000,000</u>
Surplus / (Deficit) in statement of Profit and Loss		
Balance as at the beginning of the year	(1,289,721,508)	(1,157,438,788)
Add:- Impact of change in useful life of assets (As per Schedule II to The Companies Act, 2013)	-	(6,315,703)
Add:- Profit / (Loss) for the year	(65,471,382)	(125,967,017)
Balance as at the end of the year (B)	<u>(1,355,192,890)</u>	<u>(1,289,721,508)</u>
Total (A+B)	<u>(167,192,890)</u>	<u>195,278,492</u>
4 Long-term provisions		
Provision for compensated absences (Refer Note - 22)	715	715
	<u>715</u>	<u>715</u>
5 Short Term Borrowings		
Unsecured ;		
Loan from Related party * (Refer Note - 24)	484,528,661	490,834,811
* Interest free loan repayable on demand	<u>484,528,661</u>	<u>490,834,811</u>
6 Other current liabilities		
Advance Billing	82,698,425	-
Book Overdraft	-	79,972,548
Statutory dues payable	10,869,153	28,003,366
Other Payables	84,185	670,240
	<u>93,662,763</u>	<u>108,646,153</u>
7 Short-term provisions		
Provision for compensated absences (Refer Note -22)	637	637
	<u>637</u>	<u>637</u>



Reliance Big Broadcasting Private Limited
Notes to the consolidated financial statements for the year ended March 31, 2016

3 Fixed assets and depreciation

Particulars	Gross Block				Depreciation / Amortisation				Currency In Indian Rupees		
	As at April 1, 2015	Additions	Deletion/ Adjustments	As at March 31, 2016	As at April 1, 2016	For the year	Depreciation	Deletion/ Adjustments	Up to March 31, 2016	As at March 31, 2016	As at March 31, 2015
Tangible Assets Plant and machinery	4,868,224	4,278,750	-	9,146,974	159,557	379,458	-	-	539,025	8,613,949	4,708,657
Intangible Assets (Other than Intangible generated) Broadcasting license fees	20,000,000	-	-	20,000,000	19,760,000	250,000	-	-	20,000,000	-	250,000
Total	24,868,224	4,278,750	-	29,146,974	19,919,957	623,458	-	-	20,533,025	8,613,949	4,958,657
Previous year	56,529,480	4,866,224	35,629,480	24,868,224	46,393,777	3,199,567	6,915,703	96,629,480	19,909,597	4,959,657	



Reliance Big Broadcasting Private Limited
 Notes to the consolidated financial statements for the year ended March 31, 2016
 Currency in Indian Rupees

	As at March 31, 2016	As at March 31, 2015
9 Long-term loans and advances		
(Unsecured, considered good)		
Tax deducted at source (net of provision for tax)	11,887,448	11,647,412
Other receivables	1,405,239	1,405,239
	<u>13,292,687</u>	<u>13,052,651</u>
10 Trade receivables		
(Unsecured, considered good)		
Outstanding for a period exceeding six months	-	1,990,605
Others	-	8,873,848
	<u>-</u>	<u>10,864,453</u>
11 Cash and Cash Equivalents		
Balances with banks		
- Current accounts	712,260	730,014
Cash on Hand	3,961	3,961
	<u>716,221</u>	<u>733,975</u>
12 Short-term loans and advances		
(Unsecured, considered good)		
Inter-corporate deposits	749,350,000	749,350,000
Balance with government authorities	53,577,795	48,098,828
Loans and advances to related parties(Refer note 24)	13,237,363	13,332,689
Security deposits	9,000	6,306,150
Prepaid expenses	87,081,734	31,418,120
Advances to vendors	67,154,649	52,087,181
Other Advances	1,082,900	1,082,900
	<u>971,493,461</u>	<u>901,675,669</u>



Reliance Big Broadcasting Private Limited
Notes to the consolidated financial statements for the year ended March 31, 2016
Currency in Indian Rupees

		Year ended March 31, 2016	Year ended March 31, 2015
13 Revenue from operations			
Channel distribution and advertising rights		611,681,700	329,843,147
		<u>611,681,700</u>	<u>329,843,147</u>
14 Cost of Operations			
Bandwidth and infrastructure cost		121,910,587	140,985,437
Placement fees		523,963,617	286,534,806
Marketing cost		8,851,272	-
TV serial / film broadcasting rights			
	<u>2015-16</u>	<u>2014-15</u>	
Opening inventories	-	4,895,109	
Add : Acquisition cost	-	-	
Less : Closing inventories	-	-	4,895,109
		<u>654,725,376</u>	<u>412,415,352</u>
15 Employee benefits expense			
Salaries, wages and bonus		568,740	579,059
Contribution to provident and other funds		30,956	23,785
Staff welfare Expenses		-	1,073
		<u>599,696</u>	<u>603,917</u>
16 Other expenses			
Rates and taxes		7,627,113	158,274
Professional fees		9,624,908	34,127,712
Membership and subscription		1,089,998	1,016,292
Payment to auditors			
- Statutory audit fees		125,000	129,800
- Tax audit fees		25,000	25,000
Interest - Others		1,427,023	-
Insurance Charges		71,587	-
Office expenses		952,576	253,930
Repairs and maintenance		151,426	-
Service charges		-	35,500
Travelling expenses		109,920	-
Advances written-off		-	3,884,820
		<u>21,204,651</u>	<u>39,631,328</u>



Reliance Big Broadcasting Private Limited
Notes to the consolidated financial statements for the year ended March 31, 2016
Currency in Indian Rupees

	Year ended March 31, 2016	Year ended March 31, 2015
17 Contingent Liabilities		
Dividend / Yield on Cumulative Redeemable Preference Shares	733,843,836	625,643,836

18 In the opinion of the management, the Current assets, Loans and Advances and Current Liabilities are approximately of the value stated, if realized/paid in the ordinary course of business. The provision for all known liabilities is adequate and is not in excess of amounts considered reasonably necessary.

19 Micro, Small and Medium Enterprises

There are no Micro, Small and Medium Scale Business Enterprises, to whom the Company owes dues, which are outstanding for more than 45 days as at March 31, 2016. This information as required to be disclosed under the Micro, Small and Medium Enterprises Development Act, 2006 has been determined to the extent such parties have been identified on the basis of information available with the Company.

20 Disclosure under Accounting Standard - 16 (revised 2005) "Employee Benefits"

The Company has classified various employee benefits as under

A Defined contribution plans

The Company has debited the following balances to the Statement of Profit and Loss:

	Year ended March 31, 2016	Year ended March 31, 2015
Contribution to provident and other funds	30,956	23,785
	<u>30,956</u>	<u>23,785</u>

B Defined benefit plans

Gratuity :

Gratuity is payable to eligible employees of the Company on superannuation, death, retirement and resignation as per the Company's scheme. The present value of obligation is determined based on actuarial valuation using Projected Unit Credit Method, which recognizes each period of service as giving rise to additional unit of employee benefit and measures each unit separately to build up the final obligation.

	Year ended March 31, 2016	Year ended March 31, 2015
I Reconciliation in Present Value of Obligations (PVO) - defined benefit obligation:		
PVO at the beginning of the year	13,722	4,821
Interest Cost	1,452	624
Current Service Cost	4,574	2,411
Actuarial (gain)/loss on obligations	14,529	5,866
PVO at the end of the year	34,277	13,722
II Net cost for the year ended 31st March, 2016		
Current Service Cost	4,574	2,411
Interest on defined benefit obligation	1,452	624
Expected return on plan assets	(155,878)	(132,303)
Net actuarial losses/(gains) recognised in year	45,737	(147,599)
Effects of the limit on Para-59(b)	35,389	94,107
Total included in "Employee benefit expenses"	(88,728)	(182,760)
Actual return on plan assets	124,670	285,788
III Balance with Reliance Life Insurance Company Ltd.:	2,014,136	1,889,466
IV Assumptions used in accounting for Gratuity Plan:		
Discount Rate Current	7.95%	7.35%
Salary Escalation Current	7.00%	7.00%



Reliance Big Broadcasting Private Limited
Notes to the consolidated financial statements for the year ended March 31, 2016
Currency in Indian Rupees

Other disclosures:	Year ended March 31, 2016	Year ended March 31, 2015	Year ended March 31, 2014	Year ended March 31, 2013
Present value of defined benefit obligation	34,277	13,722	4,821	1,359
Fair value of plan assets (Deficit) / Surplus of the plan	2,014,136 1,979,859	1,889,468 1,875,744	1,603,898 1,598,877	1,562,388 1,561,029
Experience adjustments on defined benefit obligation [(loss) / (gain)]	14,061	5,565	2,062	457
Experience adjustments on fair value of plan assets [(loss) / (gain)]	(31,208)	153,465	(87,586)	41,217

C Other Long Term Benefits

The liability towards compensated absences for the year ended 31st March, 2016 based on actuarial valuation carried out using the Projected Accrued Benefit Method amounting to Rs. 740/- (Previous year Rs. 632/-) has been recognized in the Statement of Profit and Loss.

21 Segment reporting

In accordance with Accounting Standard 17 "Segment Reporting", the Company has determined its business segment as Television Broadcasting and related services. Since, there are no other business segments in which the Company operates and the content owned by the Company is within India, there are no other primary reportable segments.

22 As per Accounting Standard 18 (AS-18) 'Related Party Disclosures', the disclosures of transactions with the related parties as defined in AS-18 are given below:

a. List of related parties where control exists and related parties with whom transactions have taken place and relationships:

Ultimate Holding Company : Reliance Innoventures Private Limited
Intermediate Holding Company : AAA Entertainment Private Limited
Holding Company : Reliance Big Entertainment Private Limited
Fellow Subsidiary : Big Flicks Private Limited
Wholly Owned Subsidiary : Vrushvik Advertising Private Limited

b. Name of the Company/ Nature of Transactions with related party during the year ;

	Year ended March 31, 2016	Year ended March 31, 2015
<u>Reliance Big Entertainment Private Limited</u>		
Transaction during the year		
Loan Repaid	6,306,150	Nil
Reimbursement Received	95,306	Nil
Closing Balance	12,000,000	12,000,000
Preference Shares	1,188,000,000	1,188,000,000
Security Premium	484,528,661	490,834,811
Loan	6,347,432	6,442,738
Amount Receivable		
<u>Big Flicks Private Limited</u>		
Transaction during the year	Nil	Nil
Closing Balance		
Amount Receivable	6,889,951	6,889,951



Reliance Big Broadcasting Private Limited
Notes to the consolidated financial statements for the year ended March 31, 2016
Currency in Indian Rupees

	Year ended March 31, 2016	Year ended March 31, 2015
23 Earnings per share		
Profit/(Loss) after tax	(65,471,382)	(125,967,017)
Weighted average number of equity shares outstanding	10,000	10,000
Loss per share - Basic and Diluted (Rupees)	(6,547.14)	(12,596.70)
Nominal value of an equity share (Rupees)	10	10
Since EPS is anti dilutive, Basic and diluted EPS are same		

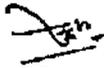
24 Deferred Tax Assets mainly consist of carried forward losses and depreciation, have not been recognized as a matter of prudence.

	Year ended March 31, 2016	Year ended March 31, 2015
25 Expenditure in foreign currency		
Transponder Fees	79,271,952	92,062,045

26 Previous year's figures have been regrouped/reclassified/reworked/rearranged where necessary, to make them comparable to

As per our Report of even date

For, **M. S. Sethi & Associates**
 Chartered Accountants
 Firm Registration Number: 109407W

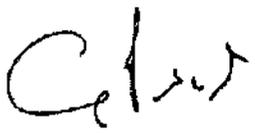

Manoj Sethi
 Proprietor
 Membership Number: 39784

Place: Mumbai
 Date: August 6, 2016

For and on behalf of the Board


Tarun Katial
 Director
 DIN: 01665221

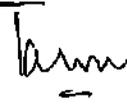
Place: Mumbai
 Date: August 6, 2016


Venkatrao Pomada
 Director
 DIN: 01503467



Certified True Copy

For Reliance Big Broadcasting Private Limited


Director/Authorised Signatory

Independent Auditors' Report

To the Board of Directors of
Big Magic Limited

Report on the Condensed Financial Statements

We have audited the accompanying condensed financial statements of Big Magic Limited ("the Company"), which comprise the Condensed Balance Sheet as at 30th September, 2016, the condensed Statement of Profit and Loss and the condensed Cash Flow Statement of the Company for the six months period ended on that date and a summary of the significant accounting policies and other explanatory information (collectively referred to as the 'condensed financial statements'), annexed herewith. The audit was conducted in accordance with the terms of engagement letter dated 01st December, 2016 as specified by the Board of Directors of the Company.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation of these condensed financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the Accounting Standard (AS) 25, Interim Financial Reporting, issued pursuant to the Companies (Accounting Standards) Rules, 2006 which continue to apply as per Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014, and other accounting principles generally accepted in India. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error. These condensed financial statements have been approved by the Board of Directors of the Company in their meeting held on 17th December, 2016.

Auditors' Responsibility

Our responsibility is to express an opinion on these condensed financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Certified True Copy
Big Magic Limited
Tain
Director

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 URL: www.cas.ind.in

Branches: Ahmedabad | Bengaluru | Delhi | Jamnagar



Opinion

In our opinion and to the best of our information and according to the explanations given to us, the condensed financial statements give the information required by AS 25 in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 30th September, 2016, and its loss and its cash flows for the six months ended on that date.

Emphasis of Matter

We draw attention to note no. 37 which described that the Company's net worth is eroded, indicating the existence of uncertainty that may cast doubt about the Company's ability to continue as a going concern. Considering the matters set out in the said note, this financial statement is prepared on a going concern basis.

Our opinion is not qualified in respect of these matters.

Other Matters

We draw attention to note no. 38 to the condensed financial statements regarding prior period comparatives. The corresponding figures to the Condensed Statement of profit and loss, the Condensed cash flow statement and the notes to the accounts for the period 1st April, 2015 to 30th September, 2015 included in the condensed financial statements as required by the reporting requirements of AS 25 have not been audited. These condensed financial statements do not include adjustments, if any, that would be required had the abovementioned corresponding figures been audited.

This report is furnished solely for the purpose of filling draft scheme of arrangement between the Company and Zee Entertainment Enterprises Limited with the requisite authorities and is not to be use for any other purpose or referred to in any document or distributed to any one without our written consent.

For Chaturvedi & Shah
Chartered Accountants
Firm Registration No:101720W



Parag D. Mehta
Partner
Membership No.: 113904

Place: Mumbai
Date: 17th December, 2016

Certified True Copy

BIG Magic Limited

Tam

Director



BIG MAGIC LIMITED

Condensed Balance Sheet as at 30 September 2016

Currency in Indian Rupees

Particulars	Notes	As at	As at
		30 September 2016	31 March 2016
EQUITY AND LIABILITIES			
Shareholder's funds			
Share capital	2	500,000	500,000
Reserves and surplus	3	(6,267,572,125)	(6,021,826,403)
		<u>(6,267,072,125)</u>	<u>(6,021,326,403)</u>
Non-current liabilities			
Long-term borrowings	4	6,981,122,284	6,168,107,637
Deferred tax liabilities (Net)	5	-	-
Other long-term liabilities	6	1,499,465,725	1,076,557,794
Long-term provisions	7	2,294,994	2,063,375
		<u>8,482,883,003</u>	<u>7,246,728,806</u>
Current liabilities			
Trade payables	8	-	-
Total Outstanding dues of micro enterprises and small enterprises		216,934,433	362,647,364
Total Outstanding dues of creditors other than micro enterprises and small enterprises		221,073,175	165,740,674
Other current liabilities	9	1,406,379	1,178,160
Short-term provisions	10	-	-
		<u>439,413,987</u>	<u>529,566,198</u>
	Total	<u>2,655,224,865</u>	<u>1,754,968,601</u>
ASSETS			
Non-current assets			
Fixed assets	11		
Tangible assets		50,530,547	54,818,890
Intangible assets		902,547	1,186,383
		<u>51,433,094</u>	<u>56,005,273</u>
Non-current investments	12	30,000,000	300,000,000
Long-term loans and advances	13	1,159,138,024	522,956,281
Other non-current assets	14	142,314,861	-
		<u>1,382,885,979</u>	<u>878,961,554</u>
Current assets			
Inventories	15	317,204,247	192,817,508
Trade receivables	16	146,793,597	104,678,283
Cash and cash equivalents	17	82,242,111	15,604,509
Short-term loans and advances	18	726,098,931	562,906,747
		<u>1,272,338,886</u>	<u>876,007,047</u>
	Total	<u>2,655,224,865</u>	<u>1,754,968,601</u>

Significant Accounting Policies and the accompanying notes form an integral part of the condensed financial statements

1-39

As per our Report of even date.

For Chaturvedi & Shah
Chartered Accountants
Firm Registration No.: 101720W

Parg D. Mehta
Partner
Membership No : 113904



For and on behalf of the Board of Directors

Tarun Kalia
Tarun Kalia
Director

Gourang Mehta
Gourang Mehta
Director

Randall
Randall
Federal Counsel
Company Secretary

Place: Mumbai
Date: 17th December 2016

BIG Magic Limited

Certified True Copy

Tarun
Director

Place: Mumbai
Date: 17th December 2016



BIG MAGIC LIMITED

Condensed Statement of Profit and Loss for the period ended 30 September 2016

Currency in Indian Rupees

Particulars	Notes	Currency in Indian Rupees	
		For the period ended 30 September 2016	For the period ended 30 September 2015
Income			
I. Revenue from operations	19	396,974,474	237,220,450
II. Other income	20	62,133,008	21,833,324
III. Total Revenue (I + II)		459,107,482	259,053,774
IV. Expenses			
Direct operating expenses	21	139,757,737	343,390,906
Employee benefits expense	22	52,261,479	61,835,293
Finance costs	23	423,643,886	262,028,505
Depreciation and amortization expense	24	4,572,182	2,874,773
Other expenses	25	508,938,448	525,367,002
		1,149,173,732	1,195,496,479
V. (Loss) before Exceptional items and tax (III-IV)		(690,066,250)	(936,442,705)
VI. Exceptional item	26	(444,320,528)	-
VII. (Loss)/Profit before tax		(245,745,722)	(936,442,705)
VIII. Tax expense			
Current tax/ Deferred Tax			
IX. (Loss)/Profit after tax		(245,745,722)	(936,442,705)
X. Earnings per equity share of face value Rs. 10 each fully paid-up			
Basic and diluted	31	(4,914.91)	(63,139.67)

Significant Accounting Policies and the accompanying notes form an integral part of the condensed financial statements

1-39

As per our Report of even date.

For Chaturvedi & Shah
Chartered Accountants
Firm Registration No.: 101720W

Parag D. Mehta
Partner
Membership No.: 113904



For and on behalf of the Board of Directors

Tarun Kabal
Tarun Kabal
Director

Gaurang Mehta
Gaurang Mehta
Director

Bondalva
Bernal Gondalia
Company Secretary

Place: Mumbai
Date: 17th December 2016

Place: Mumbai
Date: 17th December 2016

BIG Magic Limited

Certified True Copy

Tarun
Director



BIG MAGIC LIMITED
Condensed Cash Flow Statement for the period ended 30 September 2016

Currency in Indian Rupees

Particulars	For the period Ended 30 September 2016	For the period Ended 30 September 2015
CASH FLOWS FROM OPERATING ACTIVITIES		
Net loss before taxes	(245,745,722)	(936,442,705)
Adjustments for:		
Interest Income	(62,100,002)	(21,759,475)
Sundry Balances written back	(2,084,844)	(12,182)
Sundry Provisions written back	(16,170,390)	-
Finance Cost	423,643,886	262,028,505
Depreciation/Amortisation Expense	4,572,182	2,874,773
Provision for Doubtful Debts	1,866,050	-
Reversal of Provision for doubtful Loans and interest thereon	(714,320,528)	-
Provision for Diminution in the value of Non Current Investments	270,000,000	-
Bad debts written off	-	4,514,795
Advances written off	4,065,845	-
Operating Loss before working capital changes	(336,273,523)	(688,796,289)
Adjustments for changes in working capital:		
Increase in Inventories	(124,386,739)	(80,161,951)
Increase in trade receivables	(43,981,364)	(56,757,840)
Increase in Loans and Advances	(167,258,032)	(201,827,823)
Increase in Liabilities and Provisions	(71,671,877)	81,305,822
Cash generated from operations	(743,571,535)	(946,238,081)
Taxes Paid (Net of Refunds)	(1,702,612)	1,826,069
Net cash (used in) operating activities (A)	(745,274,147)	(944,412,012)
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase / acquisition of fixed assets	-	(3,951,736)
Interest Received	52,538	235,011
Loans and Advances to Related Parties	(426,000)	(846,854,552)
Net cash (used in) investing activities (B)	(373,462)	(850,571,277)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from long term borrowings	1,058,471,647	2,348,384,803
Repayment of long term borrowings	(245,457,000)	(539,690,448)
Interest Paid	(729,436)	(1,866,694)
Net cash generated from financing activities (C)	812,285,211	1,806,827,661
Net increase in cash and cash equivalents (A + B + C)	66,637,602	11,844,372
Cash and cash equivalents at the beginning of the period	15,604,509	3,707,561
Cash and cash equivalents at end of the period	82,242,111	15,551,933

As per our report of even date

For Chaturvedi & Shah
Chartered Accountants
Firm Registration No.: 101720W

Parag D. Mehta
Partner
Membership No.: 113904



Certified True Copy For and on behalf of the Board of Directors

Tarun
Tarun Katal
Director

Gaurang
Gaurang Mehta
Director

Hemal
Hemal Gondalia
Company Secretary



Place: Mumbai
Date: 17th December 2016

Place: Mumbai
Date: 17th December 2016

BIG Magic Limited
Tarun
Director

BIG MAGIC LIMITED

Notes to Condensed financial statements for the period ended 30 September 2016

1. Significant Accounting Policies:

a) Basis of Preparation

These financial statements have been prepared to comply with the Generally Accepted Accounting Principles in India (Indian GAAP), including the Accounting Standards notified under the relevant provisions of the Companies Act, 2013. The financial statements are prepared on accrual basis under the historical cost convention.

b) Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles ('GAAP') in India requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosures of contingent liabilities on the date of the financial statements. Actual results could differ from those estimates. Any revision to accounting estimates is recognized prospectively in current and future periods.

c) Fixed Assets and Depreciation / Amortization

i) Tangible Assets

Tangible fixed assets are stated at cost less accumulated depreciation and any provision for impairment. Cost includes freight, duties, taxes (other than those recoverable from tax authorities) and other expenses related directly/indirectly to the acquisition / construction and installation of the fixed assets for bringing the asset to its working condition for its intended use.

Depreciation on fixed assets is provided on the straight line method over the useful life of the assets as prescribed in Schedule II of the Companies Act, 2013.

Leasehold improvements are depreciated over the lower of the useful life of the asset and the lease term, on a straight line basis.

Individual assets costing up to Rs. 5,000 are depreciated fully in the year of acquisition.

ii) Intangible Assets

Application software purchased which is not an integral part of the related software, is shown as Intangible assets and amortized on straight line basis over its useful life, not exceeding four years, as determined by management.

d) Impairment

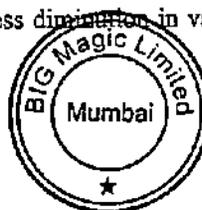
In accordance with AS 28 – 'Impairment of Assets' where there is an indication of impairment of the Company's assets, the carrying amount of the Company's assets are reviewed at each balance sheet date to determine whether there is any impairment. The recoverable amount of the asset (or where applicable, that of the cash generating unit to which the asset belongs) is estimated at the higher of the new selling price and its value in use. An impairment loss is recognised whenever the carrying amount of an asset or a cash generating unit exceeds its recoverable amount. Impairment loss is recognised in the statement of profit and loss.

Value in use is present value of estimated future cash flows expected to arise from the continuing use of the asset and from its disposal at the end of its useful life.

e) Investments

Investments are classified as long term or current based on intention of the management at the time of purchase. Current investments are valued, scrip wise, at cost or fair value, whichever is lower.

Long-term investments are carried at carrying cost less diminution in value which is other than temporary, determined separately for each individual investment.



BIG MAGIC LIMITED

Notes to Condensed financial statements for the period ended 30 September 2016

f) Inventories

Inventories include television programs, music, movies and merchandise and are carried at lower of unamortized cost or net realizable value. Where the realizable value on the basis of its estimated useful economic life is less than its carrying amount, the difference is charged to statement of profit and loss. Television programs under production are stated at cost. Cost comprises of material cost, cost of services and other expenses incurred up to the date of balance sheet.

- i. Cost of television programs, music and movies are amortised over the licensed period where the number of runs are unlimited. Where the runs are limited, the cost is amortised over the licensed period or on run basis whichever is maximum on the value of content burnt.
- ii. Cost of Programs acquired or produced for multiple channels are allocated based on management estimate of the revenue potential of the said program on respective channels.

Cost of television Programs acquired or produced in house, content being with the Company for perpetuity are amortized over three financial years from the date of telecast as per management estimates of future revenue potential. Program amortization commences from the date of telecast of the said program on the respective channel or within twelve months from the date of acquisition or production whichever is earlier.

The Company evaluates the realisable value and/ or revenue potential of inventory on an annual basis and appropriate written down is made in cases where accelerated written down is warranted.

- iii. Cost of news, events and current affairs programs are amortized in the year of telecast.
- iv. Merchandise is charged off to the statement of profit and loss as and when the gifts are distributed to the winners.

g) Employee Benefits

Short-term employee benefits are recognised as an expense at the undiscounted amount in the statement of profit and loss of the year in which the related service is rendered.

The Company's contribution to provident fund, which is a defined contribution scheme, is charged to the statement of profit and loss as incurred.

Post employment and other long term employee benefits are recognised as an expense in the statement of profit and loss for the year in which the employee has rendered services.

The expense is recognised at the present value of the amount payable determined using actuarial valuation carried out by an independent actuary at the balance sheet date using Projected Unit Credit Method.

h) Revenue Recognition

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. The amount recognized as revenue is net of agency commission, trade discounts and service tax.

Advertisement revenue from television media operations

Advertisement revenue from broadcasting is recognised, when the related advertisement appears before the public, i.e., on telecast.



BIG MAGIC LIMITED

Notes to Condensed financial statements for the period ended 30 September 2016

Graphics and Editing Revenue

Revenue from graphics and editing is recognized in accordance with the terms of the agreements with the parties.

Syndication Revenue

Revenues are recognized when the rights to use are passed on to the customers, which is generally on dispatch of goods.

Subscription Revenue

Subscription revenues are recognized on an accrual basis in accordance with the terms of the contract on rendering of services.

Interest Income

Interest income is recognized on a time proportion basis.

Revenue from Television Programme Production

Revenue from Television Programme Production is recognized as and when the relevant episodes of the programmes are delivered to the channel.

i) Foreign Currency Transactions

Transactions denominated in foreign currency are recorded at the exchange rate prevailing on the date of the transactions. Exchange differences arising on foreign exchange transactions settled during the period are recognised in the profit and loss account of the period.

Monetary items are restated at the period ended rates. The exchange differences between the rate prevailing on the date of transaction and on settlement/restatement (other than those relating to acquisition of fixed assets) are recognised as income or expense, as the case may be. Non-monetary items which are carried at historical costs denominated in foreign currency are reported using the exchange rate at the date of the transaction.

j) Borrowing Costs

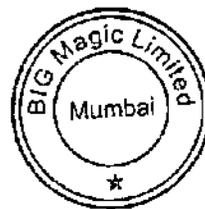
Borrowing costs that are attributable to the acquisition, construction or production of qualifying assets are capitalised as part of the cost of such assets. A qualifying asset is one that necessarily takes a substantial period of time to get ready for its intended use. All other borrowing costs are charged to revenue.

k) Leases

The Company has various operating leases, principally for office space with various renewal options. Substantially all operating leases are cancelable as well as renewable on expiry of lease term. Rental expense in agreements with scheduled rent increases is recorded on a straight-line basis as applicable over the lease term.

l) Earning per Share

In determining earning per share, the company considers the net result after tax and includes the post tax effect of any extraordinary / exceptional item. The number of shares used in computing basic earning per share is the weighted average number of shares outstanding during the period. The number of shares used in computing diluted earning per share comprises the weighted average shares considered for deriving basic earnings per share and also the weighted average number of shares that could have been issued on the conversion of all dilutive potential equity shares unless the result would be anti-dilutive. Dilutive potential equity shares are deemed converted as of the beginning of the period, unless issued at a later date.



BIG MAGIC LIMITED

Notes to Condensed financial statements for the period ended 30 September 2016

m) Taxation

Tax expense comprises current tax expense computed in accordance with the relevant provisions of the Income Tax Act, 1961 and deferred tax charge or credit.

Current tax provision is made based on the tax liability computed after considering tax allowances and exemptions, in accordance with the Income Tax Act, 1961. Deferred tax charge or credit and the corresponding deferred tax liability or asset is recognized for timing differences between the profits/ losses offered for income taxes and profits/ losses as per the financial statements. Deferred tax assets and liabilities are measured using the tax rates and tax laws that have been enacted or substantively enacted at the balance sheet date.

Deferred tax assets are recognized only to the extent there is reasonable certainty that the assets can be realized in future. However, where there is unabsorbed depreciation or carried forward loss under taxation laws, deferred tax assets are recognized only if there is a virtual certainty of realization of such assets. Deferred tax assets are reviewed as at each balance sheet date and written down/up to reflect the amount that is reasonably/virtually certain (as the case may be) to be realized.

n) Provisions and Contingencies

Provisions comprise liabilities of uncertain timing or amount. Provisions are recognized when the Company recognizes it has a present obligation as a result of past events, it is more likely than not that an outflow of resources will be required to settle the obligation and the amount can be reasonably estimated.

A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not require an outflow of resources. When there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

Loss contingencies arising from claims, litigation, assessment, fines, penalties, etc. are recorded when it is probable that a liability has been incurred and the amount can be reasonably estimated.

o) Preliminary Expenses

Preliminary Expenses are written off in the statement of profit and loss in the year in which such expenses are incurred.



BIG MAGIC LIMITED

Notes to Condensed financial statements as at 30 September 2016 (Continued)
Currency in Indian Rupees

	As at 30 September 2016	As at 31 March 2016
2 Share capital		
Authorised	5,000,000	5,000,000
500,000 (Previous Year: 500,000) Equity Shares of Rs.10/- each	<u>5,000,000</u>	<u>5,000,000</u>
Issued, subscribed and paid up share capital		
500,000 (Previous Year: 50,000) Equity Shares of Rs.10/- each, fully paid up	500,000	500,000
	<u>500,000</u>	<u>500,000</u>

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

	As at 30 September 2016		As at 31 March 2016	
	No. of shares	Rs.	No. of shares	Rs.
Equity Shares				
At the beginning of the period/year	50,000	500,000	50,000	500,000
Add: Shares issued during the period/year	-	-	-	-
At the end of the period/year	<u>50,000</u>	<u>500,000</u>	<u>50,000</u>	<u>500,000</u>

b Rights, preferences and restrictions attached to equity shares

The Company has one class of equity shares having a par value of Rs. 10 per share. Each shareholder is eligible for one vote per share held. The Company declares and pays dividends if any, in Indian rupees. The dividend proposed if any, by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive any of the remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

c Details of shareholders holding more than 5% shares of the company and shares held by the holding Company

	As at 30 September 2016		As at 31 March 2016	
	No. of shares	Percentage of holding	No. of shares	Percentage of holding
Equity shares of Rs. 10 each fully paid				
Rliance Broadcast Network Limited and its nominees	50,000	100	50,000	100
(Holding Company)	<u>50,000</u>	<u>100</u>	<u>50,000</u>	<u>100</u>

3 Reserves and surplus

	As at September 30, 2016	As at March 31, 2016
Deficit in Statement of Profit and Loss		
At the commencement of the period/year	(6,021,826,403)	(2,854,843,079)
Add: Loss for the period/year	(245,745,722)	(3,156,983,324)
	<u>(6,267,572,125)</u>	<u>(6,021,826,403)</u>

4 Long-term borrowings

	As at 30 September 2016		As at 31 March 2016	
	Non-current	Current	Non-current	Current
Unsecured				
Loan from related party	6,981,122,284	-	6,168,107,637	-
(Refer note below note 30)	<u>6,981,122,284</u>	<u>-</u>	<u>6,168,107,637</u>	<u>-</u>

Salient terms:

Loan from related party is the loan from the Holding Company. Interest is charged @ 13% p.a (Previous year 13% p.a). The loan shall be repayable after the end of the term of 4 years from the date of last disbursement of loan as sanctioned vide term sheet dated 1st March 2016 and 1st April 2016.



Notes to Condensed financial statements as at 30 September 2016 (Continued)

	As at 30 September 2016	As at 31 March 2016
5 Deferred tax liabilities (Net)		
Deferred Tax Liabilities		
Related to fixed assets	1,880,813	3,216,220
Deferred Tax Assets		
Other Disallowances under Income Tax Act, 1961 (Refer Note below)	1,143,724	1,001,634
Unabsorbed Depreciation / Business Loss (Refer note below)	737,089	2,214,386
	1,880,813	3,216,220
Net Deferred Tax Liabilities at the end of the year	-	-

Notes: In the absence of virtual certainty, Deferred Tax Asset has been recognized only to the extent it can be realized against reversal of deferred tax liability on account of unabsorbed depreciation and business loss.

	As at 30 September 2016	As at 31 March 2016
6 Other long-term liabilities		
Lease Rent Liability	504,109	510,628
Interest Accrued but not due on borrowings	1,498,961,616	1,076,047,166
	1,499,465,725	1,076,557,794
7 Long-term provisions		
Provision for employee benefits (Refer Note 28)		
Gratuity	1,364,765	1,901,542
Leave Benefits	730,229	161,833
	2,294,994	2,063,375



Notes to Condensed financial statements as at 30 September 2016 (Continued)

	As at 30 September 2016	As at 31 March 2016
8 Total Outstanding dues of creditors other than micro enterprises and small enterprises		
Micro, Small and Medium Enterprises*	216,934,433	262,647,364
Others	216,934,433	362,647,364
	<u>216,934,433</u>	<u>362,647,364</u>
<p>*Disclosures relating to amounts payable as at the year end together with interest paid / payable to Micro, Small and Medium Enterprises have been made in the accounts, as required under the Micro, Small and Medium Enterprises Development Act, 2006 to the extent of information available with the Company determined on the basis of estimation received from suppliers regarding their status and the required disclosure are given below:</p>		
Particulars		
Principal amount remaining unpaid	-	-
Interest due thereon	-	-
Interest paid by the company in terms of Section 16 of Micro, Small and Medium Enterprises Development Act, 2006, along with the amount of the payment made to the suppliers beyond the appointed day during the period/year.	-	-
Interest due and payable for the period/year of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under Micro, Small and Medium Enterprises Development Act, 2006.	-	-
Interest accrued and remaining unpaid	-	-
Further interest remaining due and payable even in the succeeding period until such date when the interest dues as above are actually paid to the small enterprises.	-	-
	<u>-</u>	<u>-</u>
	<u>As at 30 September 2016</u>	<u>As at 31 March 2016</u>
9 Other current liabilities		
Advance from customers	7,268,723	9,188,272
Security deposits from others	610,000	610,000
Employee benefits payable	7,944,893	22,832,164
Statutory dues payable	7,068,432	16,500,885
Provision for expenses	198,181,127	116,609,353
	<u>221,073,175</u>	<u>165,740,674</u>
	<u>As at 30 September 2016</u>	<u>As at 31 March 2016</u>
10 Short-term provisions		
Provision for employee benefits (Refer Note 28)	787,069	1,037,787
Gratuity	619,310	140,373
Leave Benefits	1,406,379	1,178,160
	<u>1,406,379</u>	<u>1,178,160</u>



BIG MAGIC LIMITED

Notes to the Financial Statements for the period ended 30 September 2016 (Continued)
Currency in Indian Rupees

11. Fixed Assets

Particulars	Gross Block			Depreciation/Amortisation			Net Block			
	1 April 2016	Additions	Deletions	30 September 2016	1 April 2016	For the period/year	Deletions	30 September 2016	30 September 2016	31 March 2016
Tangible Asset										
Plant & Machinery	52,030,003	-	-	52,030,003	22,527,813	1,233,632	-	23,781,445	28,248,558	29,502,190
Office Equipments	490,433	-	-	490,433	412,089	29,290	-	441,379	49,054	78,344
Furniture & Fixtures	203,067	-	-	203,067	94,756	7,120	-	101,876	101,191	108,311
Data Processing Machines	31,704,252	-	-	31,704,252	7,720,848	2,479,774	-	10,200,622	21,503,630	23,983,404
Leasehold Improvements	6,825,180	-	-	6,825,180	5,678,539	518,527	-	6,197,066	628,114	1,146,641
Total	91,252,935	-	-	91,252,935	36,434,045	4,288,343	-	40,722,388	50,530,547	54,818,890
Previous Period/Year	57,028,690	34,224,245	-	91,252,935	28,617,591	7,816,434	-	36,434,045	54,818,890	-
Intangible Assets (other than internally generated)										
Particulars	Gross Block			Depreciation/Amortisation			Net Block			
	1 April 2016	Additions	Deletions	30 September 2016	1 April 2016	For the period/year	Deletions	30 September 2016	30 September 2016	31 March 2016
Intangible Asset										
Computer Software	12,074,220	-	-	12,074,220	10,887,837	283,836	-	11,171,673	902,547	1,186,383
Total	12,074,220	-	-	12,074,220	10,887,837	283,836	-	11,171,673	902,547	1,186,383
Previous Period/Year	11,150,602	923,618	-	12,074,220	9,918,899	968,938	-	10,887,837	1,186,383	-



Notes to Condensed financial statements as at 30 September 2016 (Continued)

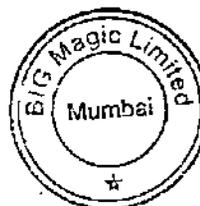
	As at 30 September 2016	As at 31 March 2016
12 Non-current investments		
Non Trade investments (Unquoted and at cost)		
Investments in Equity instruments in Associate Company		
Azalia Broadcast Private Limited	41,517,000	41,517,000
32,071,427 (Previous year: 32,071,427) Equity shares of Rs 10 each, fully paid up	(41,517,000)	(41,517,000)
Less: Provision for Diminution in the value of Investments (Refer Note a)	-	-
Investments in Preference shares		
Reliance Big Broadcasting Private Limited	300,000,000	300,000,000
300,000,000 (Previous year: Nil) 8% Cumulative Redeemable Preference shares of Re. 1 each, fully paid up	(270,000,000)	-
Less: Provision for Diminution in the value of Investments (Refer Note 26 (c))	30,000,000	300,000,000
Aggregate amount of unquoted investment	341,517,000	341,517,000
Aggregate provision for diminution in the value of investments	311,517,000	41,517,000
	As at 30 September 2016	As at 31 March 2016
13 Long-term loans and advances		
Unsecured, considered good, unless otherwise stated	190,700,000	190,700,000
Security Deposits	952,479,131	952,053,131
Loans and Advances to related party (Refer Note 30)	-	(634,053,131)
Less: Provision for Loans and Advances to related party	952,479,131	318,000,000
Advance tax and tax deducted at sources	15,958,893	14,256,281
	1,159,138,024	522,956,281
	As at 30 September 2016	As at 31 March 2016
14 Other non-current assets		
Interest accrued but not due on loans and advances	142,314,861	80,267,397
Less: Provision for Interest accrued on loans and advances	-	(80,267,397)
	142,314,861	-
	As at 30 September 2016	As at 31 March 2016
15 Inventories		
Unamortised cost of television programs, movie and other rights	317,204,247	192,817,508
Merchandise	3,894,390	3,894,390
Less: Provision for obsolescence	(3,894,390)	(3,894,390)
	317,204,247	192,817,508
	As at 30 September 2016	As at 31 March 2016
16 Trade receivables		
Unsecured, considered good		
Outstanding for a period exceeding six months from the date they are due for payment	855,124	8,412,006
Other Debts	145,938,473	96,266,277
	146,793,597	104,678,283
Unsecured, considered doubtful		
Outstanding for a period exceeding six months from the date they are due for payment	9,427,646	7,561,596
Other Debts	-	-
	9,427,646	7,561,596
Less: Provision for Doubtful Debts	156,221,243	112,239,879
	(9,427,646)	(7,561,596)
	146,793,597	104,678,283

Note: Trade Receivables include Rs. 57,360 (Previous Year: Rs. 10,129,506/-) due from Private Companies in which the Company's Director is a Director.



Notes to Condensed financial statements as at 30 September 2016 (Continued)

	As at 30 September 2016	As at 31 March 2016
17 Cash and cash equivalents		
Balances with banks - in current accounts	82,240,091	15,602,489
Cash on hand	2,020	2,020
	<u>82,242,111</u>	<u>15,604,509</u>
	As at 30 September 2016	As at 31 March 2016
18 Short-term loans and advances		
Unsecured, considered good unless otherwise stated		
Advances to vendors	234,731,730	23,324,095
Security deposits	949,510	2,125,000
Loans and advances to employees	2,274,803	306,360
Prepaid expenses	978,253	83,325,690
CENVAT credit receivable	487,011,446	453,672,413
	<u>725,945,742</u>	<u>562,733,538</u>
Unsecured, considered Doubtful	831,134	831,134
Other advances	(677,945)	(677,945)
Less: Provision for Doubtful Advances	<u>153,169</u>	<u>153,189</u>
	<u>726,098,931</u>	<u>562,906,747</u>
	For the period ended 30 September 2016	For the period ended 30 September 2015
19 Revenue from operations		
Revenue from Operations	377,392,072	231,267,705
Income from media operations	<u>377,392,072</u>	<u>231,267,705</u>
Barter Sales	724,000	1,989,250
Less: Barter Expenses	<u>(368,750)</u>	<u>-</u>
	<u>355,250</u>	<u>1,989,250</u>
	<u>377,747,322</u>	<u>233,256,955</u>
Other Operating Revenue	814,759	-
Syndication Revenue	148,350	3,951,313
Subscription Revenue	8,809	-
Royalty Income	2,084,844	12,182
Sundry Balances written back	16,170,390	-
Sundry Provisions written back	<u>19,227,152</u>	<u>3,963,495</u>
	<u>396,974,474</u>	<u>237,220,450</u>
Total revenue from operations	For the period ended 30 September 2016	For the period ended 30 September 2015
20 Other income		
Interest income on:		
Income tax refund	-	235,011
Loans and advances to related parties	62,100,002	21,524,464
Foreign Exchange Gain (Net)	33,006	73,849
	<u>62,133,008</u>	<u>21,833,324</u>
	For the period ended 30 September 2016	For the period ended 30 September 2015
21 Direct operating expenses		
Television Programme, Content and Other Production Expenses:		
Opening - Inventory	192,817,508	543,560,771
Add: Commissioned / acquisition	283,291,549	261,020,632
Production Expenses	-	78,560
- Equipment Hire Charges	491,000	272,000
- Professional Fees	361,927	433,665
- Other Production Expenses	<u>(317,204,247)</u>	<u>(623,722,722)</u>
Less: Closing - Inventory	<u>159,757,737</u>	<u>181,642,906</u>
Placement Fees	-	161,748,000
	<u>159,757,737</u>	<u>343,390,906</u>



Notes to Condensed financial statements as at 30 September 2016 (Continued)

	For the period ended 30 September 2016	For the period ended 30 September 2015
22 Employee benefits expense		
Salaries, wages and bonus	49,329,633	58,844,716
Contribution to Provident and other funds	1,836,436	2,515,186
Gratuity Expense	(587,495)	-
Leave Encashment	1,108,487	-
Staff Welfare Expenses	374,418	475,391
	<u>52,261,479</u>	<u>61,835,293</u>
	For the period ended 30 September 2016	For the period ended 30 September 2015
23 Finance costs		
Interest Expense	423,643,886	262,028,505
	<u>423,643,886</u>	<u>262,028,505</u>
	For the period ended 30 September 2016	For the period ended 30 September 2015
24 Depreciation and amortization expense		
Depreciation of tangible assets	4,288,346	2,141,117
Amortisation of intangible assets	283,836	733,656
	<u>4,572,182</u>	<u>2,874,773</u>
	For the period ended 30 September 2016	For the period ended 30 September 2015
25 Other expenses		
Advertisements and publicity expenses	119,444,970	143,573,125
Bank Charges	1,567,097	3,872,373
Bad Debts	-	4,514,795
Advances written off	4,066,845	-
Business Promotion	761,184	2,488,700
Communication Expenses	490,305	548,346
Computer / Internet / Intranet	2,339,366	2,147,082
Conference Expense	-	86,251
Distribution and advertisements rights expenses	280,291,258	304,869,196
Duties and Taxes	4,258,294	2,393,238
Electricity Charges	343,512	263,011
Employee Recruitment Fees	-	1,010,737
Housekeeping Charges	111,855	99,311
Insurance	111,448	-
Legal and Professional Fees	19,248,956	16,020,930
Management and Distribution service fees	55,975,837	39,390,000
Payment to Auditor (Refer note below)	400,000	-
Printing and Stationery	29,106	20,994
Rent, Rates and Taxes	3,997,128	1,347,200
Repairs and Maintenance		
- Repairs to Machinery	201,813	165,188
- Repairs to Others	775,187	163,144
Sales Incentive	11,551,756	-
Security Charges	152,225	96,410
Travelling and Conveyance	729,320	2,059,858
Provision for Doubtful Debts	1,866,050	-
Other Miscellaneous Expenses	228,936	232,113
	<u>508,938,448</u>	<u>525,367,002</u>
Payment to auditor (excluding service tax)		
As auditor:	400,000	-
Audit fee	<u>400,000</u>	<u>-</u>



Notes to Condensed financial statements as at 30 September 2016 (Continued)

	For the period ended 30 September 2016	For the period ended 30 September 2015
26 Exceptional Item		
Reversal of Provision for doubtful Loans and Interest thereon (refer note (a) and (b) below)	(714,320,528)	-
Provision for diminution in the value of Non- Current investments (refer note (c) below)	270,000,000	-
	<u>(444,320,528)</u>	<u>-</u>

Note:

a) The Company had advanced loan to its fellow subsidiary namely Reliance Television Private Limited (RTPL) of which outstanding loan amount as at 31st March 2016 was Rs 358,727,083 and Interest Accrued thereon was Rs 33,781,571. The Company on a prudent basis, had made a provision of the said loans and interest accrued thereon of Rs 74,508,654 during the year ended 31st March 2016. Since the entire loan and interest amount has been recovered after the Balance sheet Date, hence provision for Doubtful Loans and Interest is written back.

b) The Company had advanced loan to its fellow subsidiary namely Cinestar Advertising Private Limited (CAPL) of which outstanding loan amount as at 31st March 2016 is Rs 593,326,048 and Interest Accrued thereon is Rs 46,485,826. During FY 2014-15, ABPL had scaled down its operations significantly. Hence, on a prudent basis, the Company had made a provision of the said loan and interest accrued thereon of Rs 639,811,874 during the year ended 31st March 2016. Since the entire loan and interest amount has been recovered after the Balance sheet Date, hence provision for Doubtful Loans and Interest is written back.

c) The Company had made Investment in 300,000,000 8% Cumulative Redemable Preference Shares of Rs 1 each in Reliance Big Broadcasting Private Limited. On 8th November 2016, Company has sold entire shares for Rs 30,000,000 after incurring loss of Rs 270,000,000. Hence Company has made provision for diminution in the value of Investments of Rs 270,000,000.



BIG MAGIC LIMITED

Notes to financial statements for the period ended 30 September 2016
 Currency in Indian Rupees

27 Contingent Liabilities

Particulars	As at	As at
	30 September 2016	31 March 2016
Income tax demand (Tax deducted at source)	671,720	960,710

28 Employee Benefits

Defined Contribution Plan

Contribution to Defined Contribution Plan, recognised as expense for the period are as under :

Particulars	For the period ended	For the period ended
	30 September 2016	30 September 2015
Employers contribution to Provident fund and other funds	1,836,436	2,515,186

Other long term employee benefits comprises encashment of leave. The obligation for leave encashment is recognised based on actuarial valuation carried out using the Projected Unit Credit Method. Expense recognised in the Statement of Profit and Loss during the current period is Rs. 1,108,487/-

Defined Benefit Plan

Gratuity

The present value of obligation is determined based on actuarial valuation using the Projected Unit Credit Method, which recognizes each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation. The obligation for leave encashment is recognised in the same manner as gratuity.

I. Reconciliation of opening and closing balances of Defined Benefit obligation

Particulars	As at	As at
	30 September 2016	31 March 2016
Gratuity (Unfunded)		
Defined Benefit obligation at beginning of the year	2,939,329	2,434,526
Current Service Cost	368,358	614,602
Interest Cost	116,026	208,732
Actuarial (gain)/loss	(1,071,879)	206,082
Liabilities assumed on Acquisition / (Settled on Divestiture)	-	(524,613)
Benefits Paid	2,351,834	2,939,329
Defined Benefit obligation at the end of the year		

II. Reconciliation of fair value of assets and obligations

Particulars	As at	As at
	30 September 2016	31 March 2016
Gratuity (Unfunded)		
Fair value of plan assets at the end of the year/period	2,351,834	2,939,329
Present value of obligation at the end of the year/period	2,351,834	2,939,329
Liability recognised in the Balance Sheet		

III. Expense/(Income) recognised during the year/period

Particulars	For the period ended	For the period ended
	30 September 2016	30 September 2015
Gratuity		
Current Service Cost	368,358	@
Interest Cost	116,026	@
Expected return on plan assets	-	@
Actuarial (gain) / loss	(1,071,879)	@
Past Service Cost	-	@
Losses/ (Gains) on "Acquisition / Divestiture"	-	@
Expense/(Income) recognised during the year/period	(587,495)	@

@ Company has not made the actuarial valuation for calculation of Gratuity Liability for the period ended 30th September 2015.



BIG MAGIC LIMITED

Notes to financial statements for the period ended 30 September 2016

Currency in Indian Rupees

Nil

Nil

IV. Investment details
V. Experience Adjustments

Particulars	As at 30 September 2016	As at 31 March 2016	As at 31 March 2015	As at 31 March 2014	As at 31 March 2013	As at 31 March 2012
Defined Benefit Obligation	2,351,834	2,939,329	2,434,526	1,454,052	1,511,297	845,200
Plan Assets	-	-	-	-	-	-
Surplus / (Deficit)	(2,351,834)	(2,939,329)	(2,434,526)	(1,454,052)	(1,511,297)	(845,200)
Experience Adjustments on Plan Liabilities	(1,106,440)	158,879	406,999	229,780	349,034	35,653
Experience Adjustments on Plan Assets	-	-	-	-	-	-

VI. Actuarial assumptions

Particulars	As at 30 September 2016		As at 31 March 2016	
	Gratuity (Unfunded)	Leave Encashment (Unfunded)	Gratuity (Unfunded)	Leave Encashment (Unfunded)
Mortality Table (LIC)	2006-08 (Ultimate)	2006-08 (Ultimate)	2006-08 (Ultimate)	2006-08 (Ultimate)
Discount rate (per annum)	6.80%	6.80%	7.35%	7.35%
Expected rate of return on plan assets (per annum)	-	-	-	-
Rate of escalation in salary (per annum)	7.00%	7.00%	7.00%	7.00%

The estimates for rate of escalation in salary considered in actuarial valuation, take into account inflation, seniority, promotion and other relevant factors. The above information is certified by the actuary.

29 Disclosure of Segment Reporting under AS 17

Particulars	Content Broadcasting		Post Production Services		Total	
	30 September 2016	30 September 2015	30 September 2016	30 September 2015	30 September 2016	30 September 2015
Segment Revenue	396,974,474	237,220,450	6,507,180	6,778,398	403,481,654	243,998,848
Inter Segment Revenue	-	-	6,507,180	6,778,398	6,507,180	6,778,398
Total Revenue	396,974,474	237,220,450	-	-	396,974,474	237,220,450
Results						
Segment Result (Loss)/ Profit	(324,435,121)	(590,291,980)	309,866	322,781	(524,125,255)	(689,969,199)
Unallocated Corporate Expenses (Net of Unallocated Income)	-	-	-	-	(502,023,418)	(15,554,999)
Finance Costs	-	-	-	-	423,643,886	262,028,505
Income Taxes	-	-	-	-	-	-
Net Loss After Tax	-	-	-	-	(245,745,722)	(936,442,705)
Other Information						
Segment Assets	1,422,878,007	1,320,597,360	9,168,162	17,209,901	1,432,046,169	1,337,807,261
Unallocated Corporate Assets	-	-	-	-	1,223,178,696	1,186,106,487
Segment Liabilities	429,924,817	528,574,049	1,695,500	1,695,500	431,620,317	530,269,549
Unallocated Corporate Liabilities	-	-	-	-	8,490,676,673	5,794,429,983
Capital Expenditure	-	3,951,736	-	-	-	3,951,736
Depreciation and amortisation	3,873,192	1,628,580	698,990	1,246,193	4,572,182	2,874,773

The Company has disclosed the Business Segment as primary segment. The business of the Company is divided into two segments - Content Broadcasting and Post Production. The Segments have been identified taking into account the nature of the business, differing risk and returns, the organization structure and internal reporting system.

Content broadcasting, which principally consists of developing, producing and procuring television programming and film content and delivering via satellites, thereby earning revenues by way of advertisement, subscription and syndication.

Post Production Services consists of Graphics and editing of television programs.

Segment Revenues, Segment Results, Segment Assets and Segment Liabilities include the respective amounts identifiable to each segment as also the amounts allocable on a reasonable basis. Income and Expenses which are not directly attributable to any Business Segment are shown as unallocated corporate income / expenses. Assets and Liabilities that cannot be allocated between the segments are shown as part of unallocated corporate assets and liabilities respectively. The Company's operations are mainly confined within India. The Company does not have material earnings outside India. As such there are no reportable geographical segments.

30 Disclosure of Related Party under AS 18

Ultimate Holding Company
Reliance Land Private Limited



BIG MAGIC LIMITED

Notes to financial statements for the period ended 30 September 2016
 Currency in Indian Rupees

Holding Company

Reliance Broadcast Network Limited

Fellow Subsidiary Companies

Cinestar Advertising Private Limited

Reliance Television Private Limited

RBN US LLC

Vrushvik Broadcast Network Private Limited (Formerly known as Vrushvik Advertising Private Limited) (w.e.f 30 June, 2016)

Subsidiary/Sign down Subsidiary Companies of Fellow Subsidiary Companies

Azalia Distribution Private Limited

Reliance TV US LLC

GVTV Devco LLC

Georgetown Television LLC

Associate Company

Azalia Broadcast Private Limited (formerly known as BIG RTL Network Private Limited)

Transactions with Related Parties

Particulars	As at 30 September 2016	As at 31 March 2016
Holding Company		
Reliance Broadcast Network Limited		
Loans Taken		
Opening Balance	6,168,107,637	3,268,906,064
Add: Taken during the period/year	1,058,471,647	4,119,806,394
Less: Repaid during the period/year	245,457,000	1,220,604,821
Closing Balance	6,981,122,284	6,168,107,637
Rendering of Services	3,237,900	6,557,100
Income from media operations		
Receipt of Services		
Advertisements and publicity expenses	112,384,096	61,431,076
Management, distribution service fees and Facility Sharing Charges	55,213,756	39,390,000
Reimbursement of Expenses paid	3,288,438	3,828,090
Interest Expenses	422,241,299	260,161,811
Closing Balance	25,778,176	-
Sundry Creditors	1,498,288,466	1,076,047,166
Interest Payable		
Fellow Subsidiary		
Reliance Television Private Limited		
Loans Given		
Opening Balance	318,000,000	60,000,000
Add: Reversal of Provision for Doubtful Loans	40,727,083	-
Add: Given during the year	5,901,000	347,020,774
Less: Received back during the year	(18,000,000)	(48,292,691)
Less: Provision for doubtful loans	346,628,083	358,727,083
Closing Balance	346,628,083	318,000,000
Receipt of Services	748,092	-
Reimbursement of Expenses paid	23,021,362	9,172,675
Interest Income		



BIG MAGIC LIMITED

Notes to financial statements for the period ended 30 September 2016

Currency in Indian Rupees

Closing Balance	862,404	-
Sundry Creditors	56,786,818	-
Interest Receivable (Previous year: Nil (Net of provision Rs. 33,781,571/-))	-	-
Cinestar Advertising Private Limited		
Loans Given	-	-
Opening Balance	593,326,048	-
Add: Reversal of Provision for Doubtful Loans	12,175,000	1,118,716,496
Add: Given during the year	(2,400,000)	(525,390,448)
Less: Received back during the year	603,101,048	593,326,048
	-	(593,326,048)
Less: Provision for doubtful loans	603,101,048	-
Closing Balance	-	-
Interest Income	38,987,327	12,351,789
Closing Balance	85,445,862	-
Interest Receivable (Previous year: Nil (Net of provision Rs. 46,485,826/-))	-	-
Vrushvik Broadcast Network Private Limited (Formerly known as Vrushvik Advertising Private Limited)		
Loans Taken	-	-
Opening Balance	105,000,000	-
Add: Taken during the period/year	(105,000,000)	-
Less: Repaid during the period/year	-	-
Closing Balance	-	-
Loans Given	-	-
Opening Balance	2,750,000	-
Add: Given during the year	-	-
Less: Received back during the year	2,750,000	-
Closing Balance	-	-
Interest Income	89,887	-
Interest Expense	747,945	-
Closing Balance	80,898	-
Interest Receivable (Previous year: Nil)	673,150	-
Interest Payable (Previous year: Nil)	-	-
Associate Company		
Azalia Broadcast Private Limited		
Loans Given	-	-
Opening Balance	1,000,000	-
Add: Given during the year	1,000,000	-
Less: Received back during the year	-	-
Closing Balance	1,426	-
Interest Income	-	-
Closing Balance	1,283	-
Interest Receivable (Previous year: Nil)	-	-
Investments in Equity Shares (Net of Provision Rs 41,517,000)(Previous Year Rs 41,517,000)	-	-
Subsidiary/Step down Subsidiary Companies of Fellow Subsidiary Companies		
Azalia Distribution Private Limited		
Closing Balance	-	1,717,500
Sundry Debtors	-	-

Note: Balance for the previous year are as at 31st March 2016 and all transactions are for the six months period ended 30th September 2015.



BIG MAGIC LIMITED

Notes to financial statements for the period ended 30 September 2016

Currency in Indian Rupees

31 Earnings Per Share ("EPS")

Particulars	For the period ended 30 September 2016	For the period ended 30 September 2015
Net (loss) available for equity shareholders	(245,745,722)	(936,442,705)
Weighted average number of equity shares outstanding during the year	50,000	50,000
Basic/ Diluted Earnings Per Share	(4,914.91)	(18,728.85)
Nominal value per share	10	10

32 Foreign currency exposures (other than investments) not covered by forward contracts

Particulars	Currency	As at 30 September 2016		As at 31 March 2016	
		Foreign Currency Amount	Amount - Indian Rupees	Foreign Currency Amount	Amount - Indian Rupees
Trade Receivables	USD	19,343	1,289,397	7,043	440,827
Trade Payables	USD	121,835	8,121,473	153,500	9,084,622
	GBP	5,929	512,446	6,796	563,818

33 Expenditure in foreign currency

Particulars	For the period ended 30 September 2016	For the period ended 30 September 2015
Content Cost	2,073,400	5,013,884
	2,073,400	5,013,884

34 Earnings in foreign currency

Particulars	For the period ended 30 September 2016	For the period ended 30 September 2015
Subscription Revenue	-	3,951,313
Syndication Revenue	814,759	-
	814,759	3,951,313

35 Loans and advances in the nature of loans given to fellow Subsidiary

Loans and advances in the nature of loans:

Name of the Company	Relationship	Maximum Balance during the period	30 September 2016	31 March 2016
Reliance Television Private Limited	Fellow Subsidiary	362,242,083	346,628,083	358,727,083
Cinestar Advertising Private Limited	Fellow Subsidiary	603,101,048	603,101,048	593,326,048
Vrusvik Broadcast Network Private Limited (Formerly known as Vrusvik Advertising Private Limited)	Fellow Subsidiary	2,750,000	2,750,000	-
Azalia Broadcast Private Limited	Fellow Subsidiary	1,000,000	-	-

- (a) Loans and advances shown above, to Reliance Television Private Limited, fall under the category of unsecured loans and advances, repayable after four years from the date of signing of the term sheet and supplemental term sheets i.e. 13 March, 2015 and 1 May 2015 or the date of disbursement of loan whichever is later.
- (b) Loans and advances shown above, to Cinestar Advertising Private Limited, fall under the category of unsecured loans and advances, repayable after four years from the date of signing of the term sheet i.e. 1 April, 2015 or the date of disbursement of loan whichever is later.
- (c) Loans and advances shown above, to Vrusvik Advertising Private Limited (Formerly known as Vrusvik Advertising Private Limited) fall under the category of unsecured loans and advances, repayable after four years from the date of signing of the term sheet i.e. 1 April, 2016 or the date of disbursement of loan whichever is later.
- (d) Loans and advances shown above, to Azalia Broadcast Private Limited, fall under the category of unsecured loans and advances, repayable after four years from the date of signing of the term sheet i.e. 1 April, 2016 or the date of disbursement of loan whichever is later.
- (e) The above loans given to Companies are for "General Business Purpose".



BIG MAGIC LIMITED

Notes to financial statements for the period ended 30 September 2016

Currency in Indian Rupees

36 Details of loans given, Investment made and guarantees given covered under section 186(4) of The Companies Act, 2013.

Name of the Company	30 September 2016	31 March 2016	Purpose
Reliance Television Private Limited	346,628,083	358,727,083	Refer below note 36 (a)
Cinestar Advertising Private Limited	603,101,048	593,326,048	Refer below note 36 (a)
Vrushvik Broadcast Network Private Limited (Formerly known as Vrushvik Advertising Private Limited)	2,750,000	-	Refer below note 36 (a)

- a) The above loans given to Companies are for "General Business Purpose".
- b) For Investments Refer Note 12

- 37 The Company's net worth has eroded. However, having regards to the financial support from one of the promoter of its Holding Company, the Financial Statements have been prepared on the basis that the Company is a going concern and that no adjustments are required to the carrying value of the Assets and Liabilities.
- 38 The Financial Statement include numbers for the six months period from 1st April 2015 to 30th September 2015 as comparative numbers to the current period numbers as per the requirements of AS 25 on Interim Financial Statements. The numbers for the six months period from 1st April 2015 to 30th September 2015 have not been subjected to audit/ review by the auditors.
- 39 Previous year's/period's figures have been regrouped / reclassified wherever necessary to correspond with the current year's/period's classification / disclosure.

As per our report of even date

For Chaturvedi & Shah
Firm Registration No.: 101720W
Chartered Accountants

Parag D. Mehta
Partner
Membership No. 113904



For and on behalf of the Board of Directors

Tarun Kishor
Tarun Kishor
Director

Gaurang Mehta
Gaurang Mehta
Director

Prondelle
Prondelle
Company Secretary

Place: Mumbai
Date: 17th December 2016

Place: Mumbai
Date: 17th December 2016



Certified True Copy

BIG Magic Limited

Tarun Director





BIG Magic Limited
 401, 4th Floor, 'Infiniti', Link Road,
 Oshiwara, Andheri (W), Mumbai - 400 053
 Tel.: +91 22 3068 9444
 Fax: +91 22 3988 8927
 www.bigmagic.tv
 CIN : U74900MH2011PLC216414

Directors Report

Dear Shareowners,

Your Directors have pleasure in presenting the 5th Annual Report and the Financial Statements for the financial year ended March 31, 2016.

Financial Results

The standalone performance of the Company for the financial year ended March 31, 2016 is summarized below:

Particular	Financial year ended March 31, 2016	Financial year ended March 31, 2015
	Amount in Rs.	Amount in Rs.
Total Income	669,446,753	417,607,463
Total Expenditure	3,172,643,632	1,969,104,091
Profit / (Loss) before Exceptional item & tax	(2,503,196,879)	(1,551,496,628)
Exceptional Item	653,786,445	102,051,083
Loss before tax	(3,156,983,324)	(1,653,547,711)
Provision for Taxation	-	-
Net Profit/(Loss) After Tax	((3,156,983,324))	((1,653,547,711))
Balance of Profit/ (Loss) brought forward from previous year	(2,864,843,079)	(1,211,295,368)
Net Profit / (loss) carried to Balance Sheet	(6,021,826,403)	(2,864,843,079)

*Figures of previous year have been regrouped and reclassified, wherever required.

State of Affairs of the Company

The Company is into the business of providing distribution and other related services for media entertainment.

Dividend

In view of the loss incurred during the current year and also brought forwards losses of the previous years, your Directors have not recommended any dividend on equity shares for the year under review.

Deposits

The Company has neither accepted nor renewed any fixed deposits during the year. There are no unclaimed deposits, unclaimed /unpaid interest, refunds due to the deposit holders or to be deposited to the Investor Education and Protection Fund as on March 31, 2016.

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For BIG Magic Limited

Director

Particulars of Loans, Guarantees or Investments

Particulars of loans given, investment made, guarantees given and securities provided are provided in the standalone financial statement; please refer the Notes to Accounts for complete details.

Subsidiaries, joint venture or associate companies

The Company continues to be a wholly owned Subsidiary of Reliance Broadcast Network Limited.

Azalla Broadcast Private Limited continues to be an associate company of the Company.

A report on the performance and financial position of the associate company as per the Companies Act, 2013 (the "Act") is provided in the consolidated financial statement.

Consolidated Financial Statement

The Audited Consolidated Financial Statement for the financial year ended March 31, 2016 based on the financial statement received from associate company, as approved by its Board of Directors have been prepared in accordance with Accounting Standard (AS) - 21 on 'Consolidated Financial Statements' read with AS - 23 on 'Accounting for Investments in Associates', notified under the Act, read with the Accounting Standards Rules as applicable.

Directors

During the year under review, in terms of the provisions of the Act, the Board has appointed Shri Parag Ved as an Additional Director (Independent) of the Company with effect from December 16, 2015. He will hold office till the ensuing Annual General Meeting (AGM). The Company has received notice in writing from a member proposing his candidature for the office of the Director. The Company has received declaration from him confirming that he meets the criteria of independence as prescribed under the Act.

In terms of the provisions of the Act, Ms. Malabika Boruah (DIN: 05298024), Director of the Company retires by rotation and being eligible, offers herself for re-appointment at the ensuing AGM of the Company.

Shri Gaurav Dattani ceased to be the Director of the Company w.e.f. December 16, 2015. The Board places on record its deep appreciation for the valuable contribution made by him during his tenure as Director of the Company.

Policy on appointment and remuneration for Directors

A policy for selection and appointment of directors, key managerial personnel and senior management employees and their remuneration was formulated which includes the criteria for determining qualifications, positive attributes and independence of a Director. The policy on the above is attached as Annexure - A.

Directors' Responsibility Statement

Pursuant to the requirements under Section 134(5) of the Act with respect to Directors' Responsibility Statement, it is hereby confirmed that:

- i. In the preparation of the annual financial statements for the financial year ended March 31, 2016, the applicable Accounting Standards had been followed along with proper explanation relating to material departures, if any;
- ii. The Directors had selected such accounting policies 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 at March 31, 2016 and of the loss of the Company for the year ended on that date;
- iii. The Directors had taken proper and sufficient care for the 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 fraud and other irregularities;
- iv. The Directors had prepared the annual financial statements for the financial year ended March 31, 2016 on a 'going concern' basis.
- v. The Directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems are adequate and operating effectively.

Contracts and Arrangements with Related Parties

All contracts /arrangements/ transactions entered into/ by the Company during the financial year under review with related parties were on an arm's length basis and in the ordinary course of business.

The details of related party transactions are disclosed in Notes to Accounts.

Material Changes and Commitments, if any, affecting the financial position of the Company

There were no material changes and commitments which affects the financial position of the Company occurred between the financial year ended on March 31, 2016 and the date of this report.

Meetings of the Board

During the year, six Board Meetings were held on April 06, 2015; July 30, 2015; August 27, 2015; October 20, 2015; December 16, 2015 and January 08, 2016. The attendance of Board Members during these meetings have been provided below:

Name of the Director	Number of Board meetings attended out of six meetings held
Shri Tarun Kattal	6
Shri Gaurav Dattani*	4
Ms. Malabika Boruah	6
Shri Parag Ved#	-

*Ceased to be a Director with effect from December 16, 2015

Appointed as Director with effect from December 16, 2015

Auditors and Auditors' Report

M/s. Chaturvedi & Shah, Chartered Accountants, the Auditors of the Company, hold office until the conclusion of the ensuing AGM and are eligible for re-appointment.

The Company has received letter from M/s. Chaturvedi & Shah, Chartered Accountants, to the effect that their appointment, if made, would be within the prescribed limits under Section 141(3) of the Act and they are not disqualified from appointment as Statutory Auditors of the Company.

Your Directors have therefore proposed to appoint M/s. Chaturvedi & Shah, Chartered Accountants, as Statutory Auditors of the Company, subject to the approval of the members at the ensuing AGM.

The observations and comments given by Auditors in their report read together with notes on financial statement are self explanatory and hence do not call for any further comments under Section 134 of the Act.

Secretarial Audit

The provisions of Section 204 of the Act relating to submission of Secretarial Audit Report are not applicable to the Company.

Corporate Social Responsibility

The provisions of Section 135 of the Act relating to Corporate Social Responsibility are not applicable on the Company.

Extract of Annual Return

The Extract of Annual Return in Form MGT - 9 is attached as Annexure - B, to this Report.

Conservation of Energy, Technology Absorption and Foreign Exchange Earnings and Outgo

As the Company does not involve in any manufacturing activity, most of the information of the Company as required under Section 134(3) (m) of the Act read with Rule 8 of the Companies (Accounts) Rules, 2014 are not applicable. However, the information as applicable has been given in the Annexure - C forming part of this Report.

Declarations and Confirmations

The Company has adequate internal financial control system in place which operates effectively. According to the Directors of your Company, elements of risk that threaten the existence of your Company are very minimal. Hence, no separate Risk management Policy is formulated.

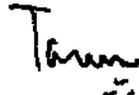
There were no significant and material orders passed by the Regulators or Courts or Tribunals impacting the going concern status and Company's operations in future.

During the year under review, there were no cases filed pursuant to the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

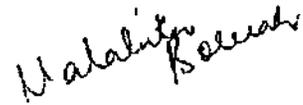
Acknowledgements

Your Directors would like to express their sincere appreciation for the co-operation and assistance received from shareholders, bankers, financial Institutions, regulatory bodies and other business constituents during the year under review.

For and on behalf of the Board of Directors



Tarun Katial
Director
DIN: 01665221



Malabika Boruah
Director
DIN: 05298024

Place: Mumbai
Date: 24.08.16

Annexure – A

Policy on appointment and remuneration for Directors, Key Managerial Personnel and Senior Management Employees

1. Introduction

- 1.1 BIG Magic Limited considers human resources as Invaluable assets of the Company. The policy aims to harmonise the aspirations of the directors/ employees with the goals of the Company.
- 1.2 Human capital is a strategic source of value creation and an Important asset of our Company. As part of progressive HR Philosophy, it is necessary to have in place a comprehensive Compensation Policy, which is in line with the Industry trend and is employee friendly.

2. Objectives

- 2.1 Ensuring that the level and composition of remuneration is reasonable and sufficient to attract, retain and motivate human resources and to run the Company successfully.
- 2.2 Ensuring that relationship of remuneration to performance is clear and meets the performance benchmarks.
- 2.3 Ensure that annual compensation review considers Industry/ business outlook and strategies adopted by Industry peers, differentiates employees based on their merits and also protects employees, particularly those in junior cadre, against inflationary pressures;
- 2.4 Retention of high performers at all levels and those playing critical roles.

3. Scope and Exclusion

This Policy sets out the broad guiding principles for the appointment and remuneration of the directors, key managerial personnel, senior managerial personnel of the Company.

4. Definitions

- 4.1 "Director" means a director appointed to the Board of the Company.
- 4.2 "Key Managerial Personnel" means
- (I) the Chief Executive Officer or the managing director or the Manager;
 - (II) the Company Secretary;
 - (III) the Whole-time Director;
 - (IV) the Chief Financial Officer; and
 - (V) such other officer as may be prescribed under the Companies Act, 2013.
- 4.3 "Senior Management" means personnel of the Company who are members of its core management team excluding Board of Directors comprising all members of management one level below the executive directors, if any.

5. Policy

5.1 Appointment of Directors/ Key Managerial / Senior Management personnel

The Board (hereinafter referred to as '**the Board**', which term shall also include any Committee which the Board of Directors may constitute in this regard), Inter alia, considers qualifications, positive attributes, areas of expertise, number of directorships and memberships held in various committees of other companies by such persons for selection

5.2 Remuneration to Directors/ Key Managerial Personnel

- 5.2.1 The remuneration of the Directors/ Managing Directors/ Whole-Time Directors and Managers etc. will be governed as per provisions contained in the Companies Act, 2013 and rules made therein from time to time.
- 5.2.2 Non-Executive Directors shall be entitled to sitting fees for attending the meetings of the Board and the Committees thereof as approved by the Board of Directors from time to time. The Non-Executive Directors shall also be entitled to profit related Commission, if approved by the Board, in addition to the sitting fees.
- 5.2.3 The Board shall review and approve the remuneration payable to the Directors / Key Managerial Personnel/ Senior Management Personnel of the Company within the overall limits, if any, approved by the shareholders.
- 5.2.4 The remuneration structure shall include the following components:
- (i) Basic Pay
 - (ii) Perquisites and Allowances
 - (iii) Stock Options, if any.
 - (iv) Commission (Applicable in case of Executive Directors/ Directors)
 - (v) Retiral Benefits
 - (vi) Performance Linked Incentives
- 5.2.5 The Annual Plan, Objectives, financial results of the Company shall be reviewed by the Board and Annual Performance Incentives, increment, revision in remuneration etc. will be proposed based on the achievements.

5.3 Remuneration to other employees

Employees shall be assigned grades according to their qualifications and work experience, competencies as well as their roles and responsibilities in the organization. Individual remuneration shall be determined within the appropriate grade and shall be based on various factors such as job profile, skill sets, seniority, experience, performance and prevailing remuneration levels for equivalent jobs.

6. Retention Features as part of Compensation Package

Based on the organizational need for retaining performing employees and those in critical roles, certain retention features may be rolled out as part of the overall compensation package. These may take form of Retention Bonuses (RBs); Special Monetary Programs (SMPs), Long-term Incentives (LTIs), Employee Stock Options etc.

7. Modification and Amendment

The policy is subject to modification, amendment and alterations by the management at any time without assigning any reasons.

**Annexure - B
Form No. MGT-9**

**EXTRACT OF ANNUAL RETURN
as on the financial year ended March 31, 2016**

[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
1	CIN	U74900MH2011PLC216414
2	Registration Date	April 19, 2011
3	Name of the Company	BIG Magic Limited
4	Category/Sub- category of the Company	Company Limited by Shares / Indian Non-Government Company
5	Address of the Registered Office and contact details	401, 4 th floor, INFINITI, Link Road, Oshiwara, Andheri West, Mumbai 400 053 Tel No: 022 30689444 Fax No: 022 39888927 Email: Investors@reliancebroadcast.com
6	Whether listed company	No
7	Name, address and contact details of Registrar and Transfer Agent, if any	Nil

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:-
SR NO.	Name and Description of main products / services	NIC code of the product/ service	% to total turnover of the Company	
1	Television programming and broadcasting activities	6020	100%	

III						PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES
SR NO.	NAME AND ADDRESS OF THE COMPANY	CIN/GLN	HOLDING/ SUBSIDIARY / ASSOCIATE	% of shares held	Applicable Section	
1	Reliance Broadcast Network Limited	U64200MH2005PLC158355	Holding	100 %	2 (46)	
2	Azalla Broadcast Private Limited	U45400MH2007PTC243437	Associate	50%	2(6)	

IV. SHARE HOLDING PATTERN (Equity Share Capital Breakup As Percentage Of Total Equity)

1) Category-wise Share Holding

Category of Shareholders	No. of Shares held at the beginning of the year (April 1, 2015)				No. of Shares held at the end of the year (March 31, 2016)				% Change during the year
	Demat	Physical	Total	% of Total Share	Demat	Physical	Total	% of Total Share	
A) Promoters									
1. Indian									
(a) Individual/HUF	0	0	0	0.00	0	0	0	0.00	0.00
(b) Central Govt	0	0	0	0.00	0	0	0	0.00	0.00
(c) State Govt.(s)	0	0	0	0.00	0	0	0	0.00	0.00
(d) Bodies Corp.	0	50000	50000	100	0	50000	50000	100	0.00
(e) Banks/ FI	0	0	0	0.00	0	0	0	0.00	0.00
(f) Any Other...	0	0	0	0.00	0	0	0	0.00	0.00
Sub Total (A) (1)	0	50000	50000	100	0	50000	50000	100	0.00
2. Foreign									
(a) NRIs-Individual	0	0	0	0.00	0	0	0	0.00	0.00
(b) Others-Individual	0	0	0	0.00	0	0	0	0.00	0.00
(c) Bodies Corp	0	0	0	0.00	0	0	0	0.00	0.00
(d) Banks/FI	0	0	0	0.00	0	0	0	0.00	0.00
(e) Any Other	0	0	0	0.00	0	0	0	0.00	0.00
Sub Total (A) (2):-	0	0	0	0.00	0	0	0	0	0.00
Total shareholding of Promoter (A) = (A)(1)+(A)(2)	0	50000	50000	100	0	50000	50000	100	0.00
B) Public Shareholding									
1. Institutions									
(a) Mutual Funds	0	0	0	0.00	0	0	0	0.00	0.00
(b) Bank/FI	0	0	0	0.00	0	0	0	0.00	0.00
(c) Central Govt.	0	0	0	0.00	0	0	0	0.00	0.00
(d) State Govt.(s)	0	0	0	0.00	0	0	0	0.00	0.00
(e) Venture Capital Funds	0	0	0	0.00	0	0	0	0.00	0.00
(f) Insurance Companies	0	0	0	0.00	0	0	0	0.00	0.00
(g) FIIs	0	0	0	0.00	0	0	0	0.00	0.00
(h) Foreign Venture Capital Funds	0	0	0	0.00	0	0	0	0.00	0.00

(l) Others (Specify)	0	0	0	0.00	0	0	0	0.00	0.00
Sub Total (B)(1)	0	0	0	0.00	0	0	0	0.00	0.00
2. Non- Institutions									
(a) Bodies Corp									
i) Indian	0	0	0	0.00	0	0	0	0.00	0.00
ii) Overseas	0	0	0	0.00	0	0	0	0.00	0.00
(b) Individuals	0	0	0	0.00	0	0	0	0.00	0.00
i) Individual shareholders holding nominal share capital up to Rs. 1 lakh	0	0	0	0.00	0	0	0	0.00	0.00
ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh	0	0	0	0.00	0	0	0	0.00	0.00
(c) Others (specify)	0	0	0	0.00	0	0	0	0.00	0.00
Sub Total (B)(2):	0	0	0	0.00	0	0	0	0.00	0.00
Total Public Shareholding (B)=(B)(1)+ (B)(2)	0	0	0	0.00	0	0	0	0.00	0.00
C) Shares held by Custodian for GDRs & ADRs	0	0	0	0.00	0	0	0	0.00	0.00
Grand Total (A+B+C)	0	50000	50000	100	0	50000	50000	100	0.00

ii) **Shareholding of Promoters**

SI N o.	Sharehold er's Name	Shareholding at the beginning of the year (April 1, 2015)			Share holding at the end of the year (March 31, 2016)			% cha nge in shar e hold ing duri ng the year
		No. of Shares	% of total Share s of the comp any	% of Shares Pledged / encumbe red to total shares	No. of Shares	% of total Share s of the compa ny	% of Shares Pledged / encumbe red to total shares	
1	Reliance	50000	100	-	50000	100	-	0

	Broadcast Network Limited							
Total		50000	100	-	50000	100	-	0

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

Sl. No.		Shareholding at the beginning of the year (April 1, 2015)		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the Company	No. of shares	% of total shares of the Company
1	At the beginning of the year	50000	100	50000	100
2	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):	No.Change			
3	At the End of the Year	50000	100	50000	100

iv) **Shareholding Pattern of top ten Shareholders (other than Directors, Promoters and Holders of GDRs and ADRs): NOT APPLICABLE**

Sl. No.	For Each of the Top 10 Shareholders	Shareholding at the beginning of the year (April 1, 2015)		Increase / Decrease No. of Shares	Cumulative Shareholding during the year	
		No. of shares	% of total shares of the Company		No. of shares	% of total shares of the Company
-	-	-	-	-	-	-

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

Shri Gaurav Dattani and Ms. Malabika Boruah, Directors of the Company, held 1 (one) equity share each, both as Nominee of Reliance Broadcast Network Limited at the beginning and end of the year.

Sl. No	Name of the Director / KMP	Shareholding at the beginning of the year (April 1, 2015)		Increase/Decrease in Shareholding	Cumulative Shareholding at the end of the year (March 31, 2016)	
		No. of shares	% of total shares of the company		No. of shares	% of total shares of the company
1	Shri Gaurav Dattani*	1	0.0002	No Change		
2	Ms. Malabika Boruah	1	0.0002	No Change	1	0.0002

*Shri Gaurav Dattani ceased to be Director w.e.f. December 16, 2015

V. INDEBTEDNESS

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

Indebtedness at the beginning of the financial year	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
i) Principal Amount	-	3,268,906,064	-	3,268,906,064

ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	453,012,838	-	453,012,838
Total (i+ii+iii)	-	3,721,918,902	-	3,721,918,902
Change in Indebtedness during the financial year				
· Addition	-	3,522,235,901	-	3,522,235,901
· Reduction	-	-	-	-
Net Change	-	3,522,235,901	-	3,522,235,901
Indebtedness at the end of the financial year				
i. Principal Amount	-	6,168,107,637	-	6,168,107,637
ii. Interest due but not paid	-	-	-	-
iii. Interest accrued but not due	-	1,076,047,166	-	1,076,047,166
Total (i+ii+iii)	-	7,244,154,803	-	7,244,154,803

VI. Remuneration Of Directors And Key Managerial Personnel

(A) Remuneration to Managing Director, Whole-time Directors and/or Manager: NIL

Sl. no.	Particulars of Remuneration	Name of MD/WTD/ Manager	Total Amount
1.	Gross salary (a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961 (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.	Sweaty Equity	-	-
4.	Commission - As % of Profit - Others, specify	-	-
5.	Others, please specify - Provident Fund - Retiral	-	-
	Total (A)	-	-
	Celling as per the Act		

(B) Remuneration to other Directors

Sr No.	Particulars of Remuneration	Name of Director		Total Amount
1. Independent Directors	Fee for attending board/committee meetings	-	-	-
	Commission	-	-	-
	Others, please specify	-	-	-
	Total (1)	-	-	-

Sr no.	Particulars of Remuneration	Name of Director			Total Amt
2. Other Non Executive Directors	Fee for attending board/committee meetings	-			-
	Commission	-			-
	Others, please specify	-			-
	Total (2)	-			-
	Total (B) = (1+2)	-			-
	Total Managerial Remuneration (A+B)	-			-

(C) Remuneration to Key managerial Personnel other than MD/Manager/WTD: NIL

Sr no.	Particulars of Remuneration	Key Managerial Personnel		Total
1	Gross salary (a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961 (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	Sweaty Equity	-	-	-
4	Commission - As % of Profit - Others, specify	-	-	-
5	Others, please specify - Provident Fund - Retiral	-	-	-
	Total	-	-	-

VII PENALTIES/ PUNISHMENT/ COMPOUNDING OF OFFENCES:

There were no penalties, punishments or compounding of offences to the Company, directors and other officers of the Company during the year ended March 31, 2016.

(a) Conservation of Energy:

The steps taken or impact on conservation of energy	The Company requires energy for its operations and is making all efforts to conserve energy by monitoring energy costs and periodically reviews of the consumption of energy. It also takes appropriate steps to reduce the consumption through efficiency in usage and timely maintenance/ installation/ upgradation of energy saving devices.
The steps taken by the Company for utilising alternate sources of energy	
The capital investment on energy conservation equipments	

(b) Technology Absorption, Adoption and Innovation:

(i)	The efforts made towards technology absorption	The Company uses latest technology and equipments into the business. Further the Company is not engaged in any manufacturing activities.
(ii)	The benefits derived like product improvement, cost reduction, product development or import substitution	
(iii)	In case of imported technology (Imported during the last three years reckoned from the beginning of financial year)	
	(a) The details of technology imported	
	(b) The year of import	
	(c) Whether the technology been fully absorbed	
	(d) If not fully absorbed, areas where absorption has not taken place and the reasons thereof	
(iv)	The expenditure incurred on research and development	The Company has not spent any amount towards research and development activities and has been active in harnessing and tapping the latest and the best technology in the industry.

(c) Total foreign exchange earnings and outgo:

- a. Total Foreign Exchange earned :Rs. 7,855,287
- b. Total Foreign Exchange outgo: Rs. 19,280,967

**Statement containing salient features of the financial statement of subsidiaries/
associate companies/joint ventures**

[Pursuant to first proviso to sub-section (3) of section 129 of the Companies Act, 2013 read with
rule 5 of Companies (Accounts) Rules, 2014]

Part "A": Subsidiaries

(Amount in Rupees)

Sr. No.	Name of the Associate	N.A.
1	The date since when subsidiary was acquired	N.A.
2	Reporting period for the subsidiary concerned, if different from the holding company's reporting period	N.A.
3	Reporting currency and Exchange rate as on the last date of the relevant Financial year in the case of foreign subsidiaries	N.A.
4	Share capital	N.A.
5	Reserves & Surplus	N.A.
6	Total Assets	N.A.
7	Total Liabilities	N.A.
8	Investments	N.A.
9	Turnover	N.A.
10	Profit/(Loss) before taxation	N.A.
11	Provision for taxation	N.A.
12	Profit/(Loss) after taxation	N.A.
13	Proposed Dividend	N.A.
14	Extent of shareholding (in percentage)	N.A.

Notes:

Names of subsidiaries which are yet to commence operations-Nil

Names of subsidiaries which have been liquidated or sold during the year - NIL

Statement pursuant to Section 129 (3) of the Companies Act, 2013 related to Associate Companies and Joint Ventures

Part B: Associates & Joint Ventures

Sr. No.	Name of Associate	Azalia Broadcast Private Limited
1	Latest audited Balance Sheet Date	March 31, 2016
2	Date on which the Associate was associated	June 12, 2014
3	Shares of Associate held by the company on the year end No.	32,071,427
	Amount of Investment in Associates	41,517,000
	Extent of Holding (In percentage)	50%
4	Description of how there is significant influence	
5	Reason why the associate/joint venture is not consolidated	N.A
6	Networth attributable to shareholding as per latest audited Balance Sheet	(26,945,223)
7	Profit or Loss for the year	(63,305,554)
	Considered in Consolidation	(18,180,175)
	Not Considered in Consolidation	(45,125,378)

1. Names of associates or joint ventures which are yet to commence operations-N.A
2. Names of associates or joint ventures which have been liquidated or sold during the year-N.A

For and on behalf of the Board of Directors



Tarun Katial
Director



Malabika Boruah
Director

Mumbai
August 24, 2016

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INDEPENDENT AUDITOR'S REPORT

**TO,
THE MEMBERS OF BIG MAGIC LIMITED**

Report on the Standalone Financial Statements

We have audited the accompanying standalone financial statements of BIG MAGIC LIMITED ("the Company"), which comprises the Balance Sheet as at 31st March, 2016, the Statement of Profit and Loss, and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Standalone 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 financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.

This responsibility also includes maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of the appropriate accounting policies; making judgements 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 financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these standalone financial statements based on our audit.

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

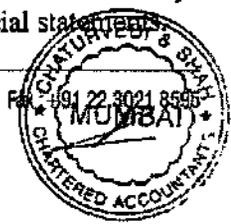
We conducted our audit of the standalone financial Statements in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the standalone 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 financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the standalone 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 financial statements that give a true and fair view, in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of 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 financial statements.

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Checked & verified by - Amish



We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the standalone financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2016, and its loss and its cash flows for the year ended on that date.

Emphasis of Matters

We draw attention to Note no. 38 which describes that the Company's net worth is fully eroded; indicating the existence of uncertainty that may cast doubt about the Company's ability to continue as a going concern. The company continues to get financial support from the promoter, this standalone financial statements are prepared on a going concern basis.

Our opinion is not qualified in respect of this matter.

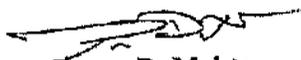
Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of section 143(11) of the Act, we 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, we report that:
 - a) We have sought and obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purposes of our audit;
 - b) In our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;
 - c) The Balance Sheet, the Statement of Profit and Loss and Cash Flow Statement dealt with by this report are in agreement with the books of account;
 - d) In our opinion, the aforesaid standalone 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) The matter described under the Emphasis of Matters paragraph above, in our opinion, may have an adverse effect on the functioning of the Company,
 - f) On the basis of the written representations received from the directors as on 31st March, 2016 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2016 from being appointed as a director in terms of Section 164 (2) of the Act.



- g) 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 our separate Report in "Annexure B".
- h) 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) rule, 2014 in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company does not have any pending litigations which would impact the financial position.
 - 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.

For Chaturvedi & Shah
Chartered Accountants
Firm Registration No. 101720W


Parag D. Mehta
Partner
Membership No. 113904

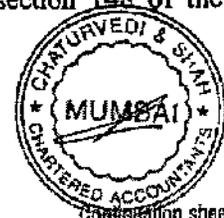


Place: Mumbai
Date: 24th August, 2016

BIG MAGIC LIMITED
ANNEXURE A TO INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' section of our Report of even date)

- i) In respect of its fixed assets;
- a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets;
- b) The Company has a program of verification of fixed assets to cover all the items annually, which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. Fixed assets were physically verified by the management during the year. According to the information and explanations given to us no material discrepancies were noticed on such verification.
- c) The Company has not having immovable properties, thus paragraph 3(i) (c) of the order is not applicable.
- ii) The company's inventory consists unamortized cost of programs, movie rights and events. Therefore, Physical verification of inventory not required. In our opinion and according to the information and explanations given to us, the Company has maintained proper records of its inventories.
- iii) According to the information and explanations given to us, the Company has granted unsecured loans, to its fellow subsidiaries covered in the Register maintained under Section 189 of the Companies Act, 2013. In respect of such loans:
- a) The rate of interest and other terms and conditions on which the loans had been granted to its fellow subsidiary Company listed in the register maintained under Section 189 of the Act were not, prima facie, prejudicial to the interest of the Company.
- b) In the case of the loans granted to its fellow subsidiary company listed in the register maintained under Section 189 of the Act, the borrowers have been regular in the payment of the principal and interest as stipulated.
- c) There are no overdue amounts for more than ninety days in respect of the loan granted to its fellow subsidiary Company listed in the register maintained under Section 189 of the Act.
- iv) In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of Section 185 and 186 of the Act, with respect to the loans and investments made.
- v) According to information and explanations given to us, the Company has not accepted any deposits under the provisions of section 73 to 76 of the Act or any other relevant provisions of the Act and the rules framed there under.
- vi) According to information and explanations given to us, maintenance of cost records has not been prescribed for the Company by the Central Government under sub section (1) of section 148 of the Companies Act, 2013.
- vii) According to the information and explanations given to us, in respect of statutory dues:



- a) Undisputed statutory dues including value added tax, cess and any other statutory dues as applicable, have generally been regularly deposited with the appropriate authorities except in respect of profession tax, provident fund, income tax (tax deducted at source) and service tax, the delays ranged from one day to two hundred forty four days. As explained to us, the Company did not have any dues on account of employees' state insurance, sales tax, duty of customs and duty of excise.

There were no undisputed amounts payable in respect of provident fund, value added tax, income tax, cess and other statutory dues in arrears as at March 31, 2016 for a period of more than six months from the date they became payable except in respect of profession tax of Rs. 40,486/-.

- b) According to the information and explanations given to us, there are no dues of service tax, income tax (tax deducted at source) and value added tax which have not been deposited on account of any dispute other than the following:

Name of statute	Nature of the Dues	Period to which the amount relates	Forum where dispute is pending	Amount (in Rs.)
Income Tax Act, 1961	Tax deducted at source	2011-12 to 2015-16	Commissioner of Income Tax	9,60,710

- viii) The Company has not borrowed money from any financial institution, bank, Government, thus the provision of paragraph 3(viii) of this order does not apply to the company. The Company has not issued any debentures.
- ix) The Company has not raised money by way of initial public offer or further public offer (including debt instruments) or term Loan and hence clause (ix) of paragraph 3 of the Order is not applicable to the Company.
- x) In our opinion and according to the information and explanations given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the year.
- xi) In our opinion and according to the information and explanations given to us, the Company has not paid / provided managerial remuneration. Therefore, the provisions of clause (xi) of paragraph 3 of the Order are not applicable to the company.
- xii) In our opinion company is not a Nidhi Company. Therefore, the provisions of clause (xii) of paragraph 3 of the Order are not applicable to the company.
- xiii) In our opinion and according to the information and explanations given to us the Company's transactions with its related party are in compliance with Sections 177 and 188 of the Companies Act, 2013, wherever applicable, and details of related party transactions have been disclosed in the standalone financial statements as required by the applicable accounting standards.



- xiv) In our opinion and according to the information and explanations given to us, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.
- xv) In our opinion and according to the information and explanations given to us, during the year, the Company has not entered into any non-cash transactions with its directors or persons connected with him and hence reporting under clause (xv) of Paragraph 3 of the Order is not applicable to the Company.
- xvi) In our opinion and according to information and explanations provided to us, the Company is not required to be registered under section 45-1A of the Reserve Bank of India Act, 1934.

For Chaturvedi & Shah
Chartered Accountants
Firm Registration No. 101720W

Parag D. Mehta
Partner
Membership No. 113904



Place: Mumbai
Date: 24th August, 2016

**ANNEXURE "B" TO THE INDEPENDENT AUDITORS' REPORT OF EVEN DATE ON THE
STANDALONE FINANCIAL STATEMENTS OF BIG MAGIC LIMITED**

(Referred to in paragraph 2 (g) under 'Report on Other Legal and Regulatory Requirements' of our report of even date)

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

We have audited the Internal Financial Control over financial reporting of BIG MAGIC LIMITED ("the Company") as of 31st March, 2016 in conjunction with our audit of the standalone financial statements of the Company for the year then ended.

Management Responsibility for the 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 (the "Guidance Note") 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.

Auditor's Responsibility

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

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

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



Meaning of Internal Financial Controls Over Financial Reporting

A Company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of the 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 the financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

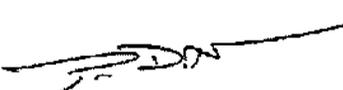
Inherent Limitations of Internal Financial Controls over Financial Reporting

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

Opinion

In our opinion, to the best of our information and according to the explanations given to us, 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 31st March, 2016, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note.

For Chaturvedi & Shah
Chartered Accountants
Firm Registration No. 101720W


Parag D. Mehta
Partner
Membership No. 113904



Place: Mumbai
Date: 24th August, 2016

BIG MAGIC LIMITED

Balance Sheet as at 31 March 2016
Currency in Indian Rupees

Particulars	Notes	As at	As at
		31 March 2016	31 March 2015
EQUITY AND LIABILITIES			
Shareholder's funds	1	900,000	900,000
Share capital	2	(6,021,826,403)	(7,864,843,039)
Reserves and surplus		<u>6,021,726,403</u>	<u>12,864,343,079</u>
Non-current liabilities			
Long-term borrowings	4	6,168,107,632	3,182,324,985
Deferred tax liabilities (net)	5		
Other long-term liabilities	6	1,076,557,794	438,685,213
Long-term provisions	7	2,063,235	1,701,718
		<u>7,246,728,661</u>	<u>5,392,711,895</u>
Current liabilities			
Trade payables	8		
Total Outstanding dues of micro enterprises and small enterprises		362,647,364	318,053,045
Total Outstanding dues of creditors other than micro enterprises and small enterprises	9	165,740,674	372,836,001
Other current liabilities	10	1,178,160	948,784
Short-term provisions			
		<u>519,566,198</u>	<u>791,837,829</u>
Total		<u>1,754,948,601</u>	<u>1,310,286,547</u>
ASSETS			
Non-current assets			
Fixed assets	11		
Tangible assets		54,818,890	28,411,000
Intangible assets		<u>1,186,283</u>	<u>1,731,702</u>
		56,005,173	30,142,702
Non-current investments	12	300,000,000	300,000,000
Long-term loans and advances	13	522,536,381	4,682,489
Other non-current assets	14		
		<u>878,541,554</u>	<u>634,725,291</u>
Current assets			
Debtors	15	192,317,508	243,560,771
Trade receivables	16	104,678,263	139,780,867
Cash and cash equivalents	17	15,604,509	3,707,561
Short-term loans and advances	18	562,906,347	288,832,457
		<u>875,506,627</u>	<u>775,881,656</u>
Total		<u>1,754,948,601</u>	<u>1,310,286,547</u>

The accompanying notes are an integral part of the financial statements

1-39

As per our Report of even date.

For Charurvedi & Shah
Chartered Accountants
Firm Registration No.: 101720W

Parag D. Mehta
Partner
Membership No.: 113904

Place: Mumbai
Date: 24th August 2016

For and on behalf of the Board of Directors

Tarun Mahalingam Boraiah

Tarun Kulkarni
Director

Mahatika Borunkh
Director

Place: Mumbai
Date: 24th August 2016



Certified True Copy

For BIG Magic Limited

Tarun

Director



BIGMAGIC LIMITED

Statement of Profit and Loss for the year ended 31 March 2016

Currency in Indian Rupees

Particulars	Notes	For the year ended	For the year ended
		31 March 2016	31 March 2015
Income	19	369,461,197	416,113,532
I. Revenue from operations		20,900,356	1,493,911
II. Other income	20		
III. Total Revenue (I + II)		669,448,253	417,607,443
IV. Expenses			
Direct operating expenses	21	1,124,316,864	434,784,388
Employee benefits expense	22	149,150,564	110,596,319
Finance costs	23	634,901,162	454,181,293
Provision costs	24	2,783,394	6,181,236
Depreciation and amortisation expenses	25	1,265,489,648	943,960,735
Other expenses			
		3,172,643,632	3,989,164,671
V. (Loss) before Exceptional items and tax (VII-IV)		(3,503,195,379)	(4,571,496,628)
VI. Exceptional item	26	653,786,445	102,051,083
VII. (Loss) before tax		(2,849,408,934)	(4,469,445,545)
VIII. Tax expense			
Current tax			
IX. (Loss) after tax		(2,849,408,934)	(4,469,445,545)
X. Dividends per equity share of face value Rs. 10 each fully paid-up Basic and diluted	27	(63,139.67)	(33,070.35)

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

1-39

As per our Report of audit date.

For Chartered Accountants
Firm Registration No.: 101720W

Eswar D. Mehta
Partner
Membership No. 113904

Place: Mumbai
Date: 24th August 2016

For and on behalf of the Board of Directors

Tarun Kataria
Shalabh Bora

Tarun Kataria Director
Shalabh Bora Director

Place: Mumbai
Date: 28th August 2016



Certified True Copy

For BIG Magic Limited

Tarun
Director



BIG MAGIC LIMITED
Cash Flow Statement for the year ended 31 March 2016
 Currency in Indian Rupees

Particulars	For the year Ended 31 March 2016	For the year Ended 31 March 2015
CASH FLOWS FROM OPERATING ACTIVITIES		
Net loss before taxes	(3,156,983,324)	(1,659,547,711)
Adjustments for:		
Interest Income	(79,968,325)	(1,493,911)
Sundry Balances written back	(168,476)	-
Sundry Provisions written back	(24,559,314)	-
Finance Cost	624,901,162	454,181,393
Depreciation/Amortisation Expense	8,785,394	8,181,236
Provision for Obsolete stock	-	2,919,042
Provision for Doubtful Debts	-	24,264,153
Provision for Doubtful Loans and advances	-	677,945
Provision for doubtful Loans and Interest thereon	633,786,445	60,534,083
Provision for Diminution in the value of Non Current Investments	-	41,517,000
Bad debts written off	23,842,484	1,900,396
Advances written off	-	141,960
Foreign Exchange Loss/(Gain) (net)	-	924,580
Operating Loss before working capital changes	(1,950,363,954)	(1,061,799,834)
Adjustments for changes in working capital:		
Increase in Inventories	350,743,263	(246,538,566)
Increase in trade receivables	(27,962,357)	(48,669,632)
Increase in Loans and Advances	(463,374,292)	239,587,859
Increase in Liabilities and Provisions	87,534,610	259,421,190
Cash generated from operations	(1,947,498,016)	(857,998,983)
Taxes Paid (Net of Refunds)	(10,873,792)	9,641,882
Net cash (used in) operating activities (A)	(1,958,471,808)	(848,357,101)
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase / acquisition of fixed assets	(35,147,863)	(8,099,500)
Purchase of Investments	(300,000,000)	(341,517,000)
Redemption of Investments	300,000,000	-
Interest Received	235,011	959,828
Loans to Related Parties	(1,465,737,270)	-
Loans repaid by Related Parties	573,684,139	-
Net cash (used in) investing activities (B)	(926,965,983)	(348,656,672)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from long term borrowings	4,117,406,394	1,435,107,965
Repayment of long term borrowings	(1,220,604,821)	(234,400,000)
Interest Paid	(1,866,834)	(1,168,555)
Net cash generated from financing activities (C)	2,890,334,739	1,199,539,410
Net increase in cash and cash equivalents (A + B + C)	11,896,948	2,525,637
Cash and cash equivalents at the beginning of the year	3,707,561	1,181,924
Cash and cash equivalents at end of the year	15,604,509	3,707,561

As per our report of even date

For Chaturvedi & Shah
 Chartered Accountants
 Firm Registration No.: 101720W

Parag D. Mehta
 Partner
 Membership No.: 113904

Place: Mumbai
 Date: 24th August 2016



For and on behalf of the Board of Directors

Tarun Katiel
 Director

Malabika Boruah
 Director

Place: Mumbai
 Date: 24th August 2016



BIG MAGIC LIMITED

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

1. Significant Accounting Policies:

a) Basis of Preparation

These financial statements have been prepared to comply with the Generally Accepted Accounting Principles in India (Indian GAAP), including the Accounting Standards notified under the relevant provisions of the Companies Act, 2013. The financial statements are prepared on accrual basis under the historical cost convention.

b) Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles ('GAAP') in India requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosures of contingent liabilities on the date of the financial statements. Actual results could differ from those estimates. Any revision to accounting estimates is recognized prospectively in current and future periods.

c) Fixed Assets and Depreciation / Amortization

i) Tangible Assets

Tangible fixed assets are stated at cost less accumulated depreciation and any provision for impairment. Cost includes freight, duties, taxes (other than those recoverable from tax authorities) and other expenses related directly/indirectly to the acquisition / construction and installation of the fixed assets for bringing the asset to its working condition for its intended use.

Depreciation on fixed assets is provided on the straight line method over the useful life of the assets as prescribed in Schedule II of the Companies Act, 2013.

Leasehold improvements are depreciated over the lower of the useful life of the asset and the lease term, on a straight line basis.

Individual assets costing up to Rs. 5,000 are depreciated fully in the year of acquisition.

ii) Intangible Assets

Application software purchased which is not an integral part of the related software, is shown as Intangible assets and amortized on straight line basis over its useful life, not exceeding four years, as determined by management.

d) Impairment

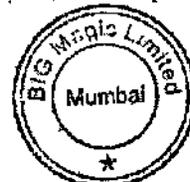
In accordance with AS 28 – 'Impairment of Assets' where there is an indication of impairment of the Company's assets, the carrying amount of the Company's assets are reviewed at each balance sheet date to determine whether there is any impairment. The recoverable amount of the asset (or where applicable, that of the cash generating unit to which the asset belongs) is estimated at the higher of the new selling price and its value in use. An impairment loss is recognised whenever the carrying amount of an asset or a cash generating unit exceeds its recoverable amount. Impairment loss is recognised in the statement of profit and loss.

Value in use is present value of estimated future cash flows expected to arise from the continuing use of the asset and from its disposal at the end of its useful life.

e) Investments

Investments are classified as long term or current based on intention of the management at the time of purchase. Current investments are valued, scrip wise, at cost or fair value, whichever is lower.

Long-term investments are carried at carrying cost less diminution in value which is other than temporary, determined separately for each individual investment.



BIG MAGIC LIMITED

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

f) Inventories

Inventories include television programs, music, movies and merchandise and are carried at lower of unamortized cost or net realizable value. Where the realizable value on the basis of its estimated useful economic life is less than its carrying amount, the difference is charged to statement of profit and loss. Television programs under production are stated at cost. Cost comprises of material cost, cost of services and other expenses incurred up to the date of balance sheet.

- i. Cost of television programs, music and movies are amortised over the licensed period where the number of runs are unlimited. Where the runs are limited, the cost is amortised over the licensed period or on run basis whichever is maximum on the value of content burnt.
- ii. Cost of Programs acquired or produced for multiple channels are allocated based on management estimate of the revenue potential of the said program on respective channels.

Cost of television Programs acquired or produced in house, content being with the Company for perpetuity are amortized over three financial years from the date of telecast as per management estimates of future revenue potential. Program amortization commences from the date of telecast of the said program on the respective channel or within twelve months from the date of acquisition or production whichever is earlier.

The Company evaluates the realisable value and/ or revenue potential of inventory on an annual basis and appropriate written down is made in cases where accelerated written down is warranted.

- iii. Cost of news, events and current affairs programs are amortized in the year of telecast.
- iv. Merchandise is charged off to the statement of profit and loss as and when the gifts are distributed to the winners.

g) Employee Benefits

Short-term employee benefits are recognised as an expense at the undiscounted amount in the statement of profit and loss of the year in which the related service is rendered.

The Company's contribution to provident fund, which is a defined contribution scheme, is charged to the statement of profit and loss as incurred.

Post employment and other long term employee benefits are recognised as an expense in the statement of profit and loss for the year in which the employee has rendered services.

The expense is recognised at the present value of the amount payable determined using actuarial valuation carried out by an independent actuary at the balance sheet date using Projected Unit Credit Method.

h) Revenue Recognition

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. The amount recognized as revenue is net of agency commission, trade discounts and service tax.

Advertisement revenue from television media operations

Advertisement revenue from broadcasting is recognised, when the related advertisement appears before the public, i.e., on telecast.



BIG MAGIC LIMITED

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

Graphics and Editing Revenue

Revenue from graphics and editing is recognized in accordance with the terms of the agreements with the parties.

Syndication Revenue

Revenues are recognized when the rights to use are passed on to the customers, which is generally on dispatch of goods.

Subscription Revenue

Subscription revenues are recognized on an accrual basis in accordance with the terms of the contract on rendering of services.

Interest Income

Interest income is recognized on a time proportion basis.

Revenue from Television Programme Production

Revenue from Television Programme Production is recognized as and when the relevant episodes of the programmes are delivered to the channel.

D) Foreign Currency Transactions

Transactions denominated in foreign currency are recorded at the exchange rate prevailing on the date of the transactions. Exchange differences arising on foreign exchange transactions settled during the year are recognised in the profit and loss account of the year.

Monetary items are restated at the period ended rates. The exchange differences between the rate prevailing on the date of transaction and on settlement/restatement (other than those relating to acquisition of fixed assets) are recognised as income or expense, as the case may be. Non-monetary items which are carried at historical costs denominated in foreign currency are reported using the exchange rate at the date of the transaction.

J) Borrowing Costs

Borrowing costs that are attributable to the acquisition, construction or production of qualifying assets are capitalised as part of the cost of such assets. A qualifying asset is one that necessarily takes a substantial period of time to get ready for its intended use. All other borrowing costs are charged to revenue.

k) Leases

The Company has various operating leases, principally for office space with various renewal options. Substantially all operating leases are cancelable as well as renewable on expiry of lease term. Rental expense in agreements with scheduled rent increases is recorded on a straight-line basis as applicable over the lease term.

l) Earning per Share

In determining earning per share, the company considers the net result after tax and includes the post tax effect of any extraordinary / exceptional item. The number of shares used in computing basic earning per share is the weighted average number of shares outstanding during the year. The number of shares used in computing diluted earning per share comprises the weighted average shares considered for deriving basic earnings per share and also the weighted average number of shares that could have been issued on the conversion of all dilutive potential equity shares unless the results would be anti-dilutive. Dilutive potential equity shares are deemed converted as of the beginning of the year, unless issued at a later date.

m) Taxation



BIG MAGIC LIMITED

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

Tax expense comprises current tax expense computed in accordance with the relevant provisions of the Income Tax Act, 1961 and deferred tax charge or credit.

Current tax provision is made based on the tax liability computed after considering tax allowances and exemptions, in accordance with the Income Tax Act, 1961. Deferred tax charge or credit and the corresponding deferred tax liability or asset is recognized for timing differences between the profits/ losses offered for income taxes and profits/ losses as per the financial statements. Deferred tax assets and liabilities are measured using the tax rates and tax laws that have been enacted or substantively enacted at the balance sheet date.

Deferred tax assets are recognized only to the extent there is reasonable certainty that the assets can be realized in future. However, where there is unabsorbed depreciation or carried forward loss under taxation laws, deferred tax assets are recognized only if there is a virtual certainty of realization of such assets. Deferred tax assets are reviewed as at each balance sheet date and written down/up to reflect the amount that is reasonably/virtually certain (as the case may be) to be realized.

n) Provisions and Contingencies

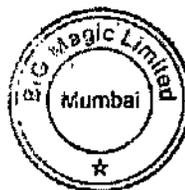
Provisions comprise liabilities of uncertain timing or amount. Provisions are recognized when the Company recognizes it has a present obligation as a result of past events, it is more likely than not that an outflow of resources will be required to settle the obligation and the amount can be reasonably estimated.

A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not require an outflow of resources. When there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

Loss contingencies arising from claims, litigation, assessment, fines, penalties, etc. are recorded when it is probable that a liability has been incurred and the amount can be reasonably estimated.

o) Preliminary Expenses

Preliminary Expenses are written off in the statement of profit and loss in the year in which such expenses are incurred.



BIG MAGIC LIMITED

Notes to the financial statements as at 31 March 2016 (Continued)
Currency in Indian Rupees

	As at 31 March 2016	As at 31 March 2015
2 Share capital		
Authorized	5,000,000	5,000,000
500,000 (Previous Year: 500,000) Equity Shares of Rs.10/- each	<u>5,000,000</u>	<u>5,000,000</u>
Issued, subscribed and paid up share capital		
50,000 (Previous Year: 50,000) Equity Shares of Rs.10/- each, fully paid up	500,000	500,000
	<u>500,000</u>	<u>500,000</u>

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

	As at 31 March 2016		As at 31 March 2015	
	No. of shares	Rs.	No. of shares	Rs.
Equity Shares				
As at beginning of the year	50,000	500,000	50,000	500,000
Add: Shares issued during the year	-	-	-	-
As at the end of the year	<u>50,000</u>	<u>500,000</u>	<u>50,000</u>	<u>500,000</u>

b. Rights, preferences and restrictions attached to equity shares

The Company has one class of equity shares having a par value of Rs. 10 per share. Each shareholder is eligible for one vote per share held. The Company declares and pays dividends if any, in India rupees. The dividend proposed if any, by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive any of the remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

c. Details of shareholders holding more than 5% shares of the company and shares held by the holding Company

	As at 31 March 2016		As at 31 March 2015	
	No. of shares	Percentage of holding	No. of shares	Percentage of holding
Equity shares of Rs. 10 each fully paid				
Reference: Broadcast Network Limited and its associates (Holding Company)	50,000	100	50,000	100
	<u>50,000</u>	<u>100</u>	<u>50,000</u>	<u>100</u>

3 Reserves and surplus

	As at March 31, 2016	As at March 31, 2015
Deficit in Statement of Profit and Loss	(2,864,843,079)	(1,211,295,360)
At the commencement of the year	(2,156,983,324)	(1,683,547,711)
Add: (Less) for the year	<u>(6,071,826,407)</u>	<u>(2,864,843,079)</u>

4 Long-term borrowings

	As at 31 March 2016		As at 31 March 2015	
	Non-current	Current	Non-current	Current
Unsecured				
Loan from related party	6,168,107,637	-	3,152,324,965	116,581,099
(Refer note below, note 9 and note 30)	<u>6,168,107,637</u>	<u>-</u>	<u>3,152,324,965</u>	<u>116,581,099</u>

Salient terms:

Loan from related party is the loan from the Holding Company, interest is charged @ 13% p.a. (Previous year 15% p.a.). The loan shall be repayable after the end of the term of 4 years from the date of last disbursement of loan as mentioned in the term sheet dated 1st March 2016.

	As at 31 March 2016	As at 31 March 2015
5 Deferred tax liabilities (Net)		
Deferred Tax Liabilities		
Related to fixed assets	3,216,220	-
Deferred Tax Assets		
Other Disallowances under Income Tax Act, 1961 (Refer Note below)	1,001,634	-
Unabsorbed Depreciation / Business Loss (Refer note below)	<u>2,214,586</u>	-
	<u>3,216,220</u>	-
Net Deferred Tax Liabilities at the end of the year	<u>3,216,220</u>	-

Note: In the absence of vested certainty, Deferred Tax Asset has been recognized only to the extent it can be realized against reversal of deferred tax liability on account of unabsorbed depreciation and business loss.



BIG MAGIC LIMITED

Notes to the financial statements as at 31 March 2016 (Continued)
 Currency in Indian Rupees

	As at 31 March 2016	As at 31 March 2015
6 Other long-term liabilities		
Lease Rent Liability	510,628	421,836
Security deposit from customers	1,076,047,166	438,454,750
Interest Accrued but not due on borrowings	1,076,557,794	438,683,213
	<u>2,663,233</u>	<u>891,960</u>
7 Long-term provisions		
Provision for employee benefits (Refer Note 28)	1,901,592	1,987,396
Gratuity	161,833	114,322
Leave Benefits	2,053,373	1,701,218
	<u>4,116,798</u>	<u>3,802,936</u>
	<u>As at 31 March 2016</u>	<u>As at 31 March 2015</u>
8 Total Outstanding dues of creditors other than micro enterprises and small enterprises		
Micro, Small and Medium Enterprises*	362,647,364	318,053,043
Others	262,647,364	318,053,043

*Disclosures relating to amounts payable as at the year end together with interest paid/ payable to Micro, Small and Medium Enterprises have been made in the accounts, as required under the Micro, Small and Medium Enterprises Development Act, 2006 to the extent of funds available with the Company determined on the basis of information received from suppliers regarding their status and the required disclosures are given below:

Particulars

Principal amount remaining unpaid

Interest due thereon

Interest paid by the company in terms of Section 16 of Micro, Small and Medium Enterprises Development Act, 2006, along with the amount of the payment made to the suppliers beyond the specified day during the year.

Interest due and payable in the year of delay in making payment (which have been paid but beyond the appointed day during the year) but without paying the interest specified under Micro, Small and Medium Enterprises Development Act, 2006.

Interest accrued and remaining unpaid

Further interest remaining due and payable over the succeeding period with such date when the interest due as above are actually paid to the small enterprises.

	As at 31 March 2016	As at 31 March 2015
	-	-

9 Other current liabilities

Current maturities of Long term Debt (Refer Note 4)

Interest accrued but not due on borrowings

Advances from customers

Security deposits from others

Employee benefits payable

Provision due payable

Provision for expenses

	-	116,311,059
	-	18,156,081
	6,144,272	3,267,198
	610,000	610,000
	22,832,164	7,372,341
	16,300,885	13,213,014
	116,669,253	105,638,361
	<u>165,740,674</u>	<u>262,878,001</u>

10 Short-term provisions

Provision for employee benefits (Refer Note 28)

Gratuity

Leave Benefits

	As at 31 March 2016	As at 31 March 2015
	1,032,783	847,130
	140,373	101,664
	<u>1,173,156</u>	<u>948,794</u>



BIG MAGIC LIMITED

Notes to the Financial Statements for the year ended 31 March 2016 (Continued)
Currency in Indian Rupees

11 Fixed Assets

Particulars	Gross Block		Depreciation/Amortisation		Net Block	
	1 April 2015	31 March 2016	For the year	31 March 2016	31 March 2016	31 March 2015
Tangible Asset						
Plant & Machinery	44,384,625	52,030,003	2,371,814	22,527,813	29,502,190	24,228,626
Office Equipments	490,433	490,433	98,123	412,089	78,344	176,467
Furniture & Fixtures	203,067	203,067	14,201	94,756	108,311	122,512
Data Processing Machines	5,125,385	31,704,252	4,298,090	7,720,848	23,983,404	1,702,627
Leasehold Improvements	6,825,180	6,825,180	1,034,226	5,678,539	1,146,641	2,180,867
Total	57,028,690	91,252,935	7,816,454	36,434,045	54,818,890	28,411,099
Previous Year	49,703,552	57,028,690	3,908,789	28,617,591	28,411,099	

Intangible Assets (other than internally generated)

Particulars	Gross Block		Depreciation/Amortisation		Net Block	
	1 April 2015	31 March 2016	For the year	31 March 2016	31 March 2016	31 March 2015
Intangible Asset						
Computer Software	11,150,602	12,074,220	968,938	10,887,837	1,186,383	1,231,703
Total	11,150,602	12,074,220	968,938	10,887,837	1,186,383	1,231,703
Previous Year	10,376,240	11,150,602	2,272,447	9,918,899	1,231,703	

Note: The Company had revised depreciation rates on fixed assets w.e.f 1 April, 2014 as per the useful life specified in Schedule II of the Companies Act, 2013 (the "Act"). As prescribed in the said Schedule II of the Act, depreciation had been calculated based on the remaining useful life of those assets. Had the Company continued with the previously applicable Schedule XIV rates as per Companies Act, 1956, the depreciation charge and loss before tax for the previous year ended 31 March, 2015 would have been higher by Rs. 6,023,568/-.



BIG MAGIC LIMITED

Notes to the financial statements as at 31 March 2016 (Continued)
 Currency in Indian Rupee

	As at 31 March 2016	As at 31 March 2015
12 Non-current investments		
Non Trade Investments (Unquoted and at cost)		
Investments in Equity Instruments in Associate Company Anala Broadcast Private Limited 32,071,427 (Previous year: 32,071,427) Equity shares of Rs. 10 each, fully paid up Less: Provision for Diminution in the value of investments	41,517,000 <u>(41,517,000)</u>	41,517,000 <u>(41,517,000)</u>
Investments in Preference shares Reliance Big Broadcasting Private Limited Nil (Previous year: 3,000,000) 8% Cumulative Redeemable Preference shares of Rs. 1 each, fully paid up	300,000,000	300,000,000
Reliance Big Broadcasting Private Limited 300,000,000 (Previous year: Nil) 8% Cumulative Redeemable Preference shares of Rs. 1 each, fully paid up	<u>300,000,000</u>	<u>300,000,000</u>
	<u>341,517,000</u>	<u>341,517,000</u>
Aggregate amount of unquoted investment	41,517,000	41,517,000
Aggregate provision for diminution in the value of investments	-	-
	As at 31 March 2016	As at 31 March 2015
13 Long-term loans and advances		
Unsecured, considered good, unless otherwise stated Security Deposits	100,700,000	1,400,000
Loans and Advances to related party (Refer Note 30) Less: Provision for Loans and Advances to related party	912,053,131 <u>(634,093,121)</u>	60,000,000 <u>(60,000,000)</u>
Advances tax and tax deducted at source	518,000,000 14,254,281	3,282,489
	<u>372,861,211</u>	<u>4,682,489</u>
	As at 31 March 2016	As at 31 March 2015
14 Other non-current assets		
Interest accrued but not due on loans and advances Less: Provision for interest accrued on loans and advances	80,267,397 <u>(80,267,397)</u>	334,083 <u>(334,083)</u>
	As at 31 March 2016	As at 31 March 2015
15 Inventories		
Unamortised cost of television programs, movie and other rights	192,817,508	343,360,771
Merchandise Less: Provision for obsolescence	3,894,390 <u>(3,894,390)</u>	3,894,390 <u>(3,894,390)</u>
	<u>192,817,508</u>	<u>343,360,771</u>
	As at 31 March 2016	As at 31 March 2015
16 Trade receivables		
Unsecured, considered good		
Outstanding for a period exceeding six months from the date they are due for payment	9,412,004	20,039,634
Other Debts	96,266,277 104,678,283	119,740,933 139,789,567
Unsecured, considered doubtful Outstanding for a period exceeding six months from the date they are due for payment	7,361,396	23,420,998
Other Debts	7,361,396	24,284,153
	<u>112,239,879</u>	<u>164,044,720</u>
Less: Provision for Doubtful Debts	<u>(7,561,396)</u>	<u>(24,284,153)</u>
	<u>104,678,283</u>	<u>139,789,567</u>

Note: Trade Receivables include Rs. 10, (20,506) (Previous Year: Rs. 4,875,250/-) due from Private Companies in which the Company's Director is a Director.



BIG MAGIC LIMITED

Notes to the financial statements as at 31 March 2016 (Continued)
Currency in Indian Rupees

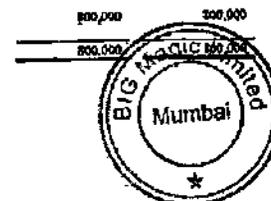
	As at 31 March 2016	As at 31 March 2015
17 Cash and cash equivalents		
Balances with banks - in current accounts	13,802,459	3,701,521
Cash on hand	2,070	2,040
	<u>13,804,529</u>	<u>3,703,561</u>
	As at 31 March 2016	As at 31 March 2015
18 Short-term loans and advances		
Unsecured, considered good unless otherwise stated	23,324,895	26,329,303
Advances to suppliers	2,125,000	25,000
Security deposits	306,160	1,200,120
Loans and advances to employees	83,325,690	2,571,125
Prepaid expenses	<u>433,672,412</u>	<u>238,001,719</u>
CENVAT credit receivable	562,753,538	288,832,457
Unsecured, considered Doubtful	831,134	677,843
Other advances	<u>(677,245)</u>	<u>(677,845)</u>
Less: Provision for Doubtful Advances	153,189	-
	<u>562,906,247</u>	<u>288,832,457</u>
	For the year ended 31 March 2016	For the year ended 31 March 2015
19 Revenue from operations		
Revenue from Operations	<u>458,295,085</u>	<u>386,220,445</u>
Income from media operations	<u>458,295,085</u>	<u>386,220,445</u>
Barter Sales	-	10,103,663
Less: Barter Expenses	-	<u>(10,103,663)</u>
	<u>458,295,085</u>	<u>386,220,445</u>
Other Operating Revenue	99,701,001	-
Television Programme Production Income	-	3,414,920
Graphics and Billing Revenue	2,495,358	964,750
Syndication Revenue	5,990,548	23,319,437
Subscription Revenue	1,500,000	2,300,000
Management Fees	731,816	-
Royalty Income	168,426	-
Sundry Balances written back	26,598,314	-
Sundry Provisions written back	<u>131,146,112</u>	<u>79,893,107</u>
	<u>589,441,197</u>	<u>416,113,232</u>
Total revenue from operations	For the year ended 31 March 2016	For the year ended 31 March 2015
20 Other Income		
Interest Income on:	225,011	500,486
Income tax refund	79,732,314	583,425
Loans and advances to related parties	-	-
Foreign Exchange Gain (Net)	37,201	-
	<u>20,001,556</u>	<u>1,083,911</u>



BIG MAGIC LIMITED

Notes to the financial statements as at 31 March 2016 (Continued)
 Currency in Indian Rupee

	For the year ended 31 March 2016	For the year ended 31 March 2015
21 Other operating expenses		
Television Programs, Content and Other Production Expenses:		
Opening - Inventory	541,568,771	297,045,205
Add: Acquisitions / acquisition	157,497,359	548,002,560
Production Expenses		
- Equipment Hire Charges	16,615,359	6,407,376
- Professional Fees	67,309,543	1,071,475
- Location Hire Charges	6,240,000	
- Other Production Expenses	15,182,426	5,434,117
Less: Closing - Inventory	(192,817,508)	(543,369,771)
	1,109,447,514	909,370,162
Placement Fees	14,609,030	144,814,226
	<u>1,124,056,544</u>	<u>1,054,184,388</u>
	For the year ended 31 March 2016	For the year ended 31 March 2015
22 Employee benefits expense		
Salaries, wages and bonus	141,025,617	104,971,254
Contribution to provident and other funds	5,837,598	3,858,136
Gratuity Expense	1,029,416	975,121
Leave Encumbrance	86,230	35,988
Staff Welfare Expenses	1,371,703	755,450
	<u>149,150,564</u>	<u>110,596,319</u>
	For the year ended 31 March 2016	For the year ended 31 March 2015
23 Finance cost		
Interest Expense	424,901,162	454,181,393
	<u>424,901,162</u>	<u>454,181,393</u>
	For the year ended 31 March 2016	For the year ended 31 March 2015
24 Depreciation and amortisation expense		
Depreciation of tangible assets	7,816,456	3,908,719
Amortisation of intangible assets	969,934	2,272,447
	<u>8,786,390</u>	<u>6,181,166</u>
	For the year ended 31 March 2016	For the year ended 31 March 2015
25 Other expenses		
Advertisements and publicity expenses	430,855,208	429,699,604
Balder Expenses (part of Bonus Sales of Rs.3,014,249/-)	2,290,500	-
Bank Charges	6,384,041	4,840,821
Bad Debts	23,842,484	1,900,386
Advances written off	-	141,869
Business Preparation	4,831,637	3,383,026
Consolidation Expenses	2,442,583	1,973,262
Corporate / Interest / Interest	6,303,092	4,872,016
Conference Expense	161,189	226,136
Distribution and advertisement rights expense	585,604,700	323,772,836
Duties and Taxes	7,997,704	4,284,151
Electricity Charges	1,014,333	585,342
Employee Recruitment Fees	4,370,111	2,070,186
Foreign Exchange Loss (Net)	-	1,123,546
Housekeeping Charges	463,013	914,335
Legal and Professional Fees	70,075,813	41,852,595
Management and Distribution services fees	105,923,977	75,524,387
Payment to Auditor (Refer note below)	800,000	800,000
Printing and Stationery	117,127	149,377
Rent, Rates and Taxes	2,963,851	2,140,031
Repairs and Maintenance	357,896	551,810
- Repairs to Machinery	1,169,516	2,394,218
- Repairs to Others	13,621,497	-
Sales Incentive	483,619	409,102
Security Charges	12,120,354	9,457,104
Traveling and Conveyance	-	2,919,819
Provision for Obsolete Stock	-	24,254,153
Provision for Doubtful Debts	-	477,945
Provision for doubtful loan and advances	714,643	256,794
Other Miscellaneous Expenses	-	-
	<u>1,265,420,662</u>	<u>943,980,785</u>
	For the year ended 31 March 2016	For the year ended 31 March 2015
Expenses to auditor (excluding service tax)	800,000	800,000
As Auditors	800,000	800,000
Audit fee	800,000	800,000



BIG MAGIC LIMITED

Notes to the financial statements as at 31 March 2016 (Continued)
 Currency in Indian Rupee

	For the year ended 31 March 2016	For the year ended 31 March 2015
14 Exceptional Item		
Provision for diminution in the value of Non-Current investments (refer note a below)	-	41,517,900
Provision for doubtful Loans and interest thereon (Net of reversal of Rs 19,272,917 (refer note b and c below))	653,786,443	60,534,083
	<u>653,786,443</u>	<u>102,051,983</u>

Notes:

a) Pursuant to the share sale and settlement agreement entered between the Company and RTL Group Bebeer BV Netherlands (RTL), the Company had acquired 50% share in Azadi Broadcast Private Limited (ABPL) from RTL on 12 June, 2014. During the previous year, ABPL had scaled down its operations significantly. Hence, on a prudent basis, the Company had made a provision for other than temporary Diminution in the value of the said investments.

b) The Company has advanced loan to its fellow subsidiary namely Refruse Television Private Limited (RTPL) of which outstanding loan amount as at 31st March 2016 is Rs 29,727,083 (Previous year Rs 60,000,000) and interest accrued thereon is Rs 25,781,321 (Previous year Rs 534,083). The Company on a prudent basis, has made a provision of the said loan and interest accrued thereon of Rs 74,508,654 (Previous year Rs 60,534,083).

c) The Company has advanced loan to its fellow subsidiary namely Choice Advertising Private Limited (CAPL) of which outstanding loan amount as at 31st March 2016 is Rs 395,326,048 (Previous year Rs. NIL) and interest accrued thereon is Rs 46,485,326 (Previous year Rs. NIL). During the previous year, ABPL had scaled down its operations significantly. Hence, on a prudent basis, the Company had made a provision of the said loan and interest accrued thereon of Rs 629,811,674 (Previous year Rs. NIL).



BIG MAGIC LIMITED

Notes to financial statements for the year ended 31 March 2016
 Currency in Indian Rupees

17 Contingent Liabilities

Particulars	As at 31 March 2016	As at 31 March 2015
Income tax demand (Tax deducted at source)	960,710	1,189,760

18 Employee Benefits

Defined Contribution Plan

Contribution to Defined Contribution Plan, recognised as expense for the year are as under :

Particulars	For the year ended 31 March 2016	For the year ended 31 March 2015
Employers contribution to Provident fund and other funds	5,637,598	5,838,136

Other long term employee benefits comprises encashment of leave. The obligation for leave encashment is recognised based on actuarial valuation carried out using the Projected Unit Credit Method. Expense recognised in the Statement of Profit and Loss during the current year is Rs. 86,230/- (Previous year: Rs. 35,958).

Defined Benefit Plan

Gratuity

The present value of obligation is determined based on actuarial valuation using the Projected Unit Credit Method, which recognizes each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation. The obligation for leave encashment is recognised in the same manner as gratuity.

I. Reconciliation of opening and closing balances of Defined Benefit obligation

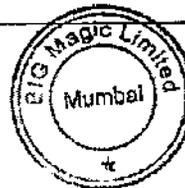
Particulars	As at 31 March 2016	As at 31 March 2015
Gratuity (Unfunded)		
Defined Benefit obligation at beginning of the year	2,434,526	1,454,052
Current Service Cost	614,602	386,883
Interest Cost	208,732	135,924
Actuarial (gain)/loss	206,082	452,314
Liabilities assumed on Acquisition / (Settled on Divestiture)	-	3,353
Benefits Paid	(324,613)	-
Defined Benefit obligation at the end of the year	2,939,329	2,434,526

II. Reconciliation of fair value of assets and obligations

Particulars	As at 31 March 2016	As at 31 March 2015
Gratuity (Unfunded)		
Fair value of plan assets at the end of the year	-	-
Present value of obligation at the end of the year	2,939,329	2,434,526
Liability recognised in the Balance Sheet	2,939,329	2,434,526

III. Expense/(Income) recognised during the year

Particulars	For the year ended 31 March 2016	For the year ended 31 March 2015
Gratuity		
Current Service Cost	614,602	386,883
Interest Cost	208,732	135,924
Expected return on plan assets	-	-
Actuarial (gain) / loss	206,082	452,314
Past Service Cost	-	-
Losses/ (Gains) on "Acquisition / Divestiture"	-	-
Expense/(Income) recognised during the year	1,029,416	975,121



BIG MAGIC LIMITED

Notes to financial statements for the year ended 31 March 2016

Currency in Indian Rupees

IV. Investment details

Nil

Nil

V. Experience Adjustments

Particulars	As at 31 March 2016	As at 31 March 2015	As at 31 March 2014	As at 31 March 2013	As at 31 March 2012
Defined Benefit Obligation	2,939,329	2,434,528	1,454,052	1,511,297	845,200
Plan Assets	-	-	-	-	-
Surplus / (Deficit)	(2,939,329)	(2,434,528)	(1,454,052)	(1,511,297)	(845,200)
Experience Adjustments on Plan Liabilities	158,879	408,999	229,780	349,034	35,653
Experience Adjustments on Plan Assets	-	-	-	-	-

VI. Actuarial assumptions

Particulars	As at 31 March 2016		As at 31 March 2015	
	Gratuity (Unfunded)	Leave Encashment (Unfunded)	Gratuity (Unfunded)	Leave Encashment (Unfunded)
Mortality Table (LIC)	(Ultimate)	(Ultimate)	(Ultimate)	(Ultimate)
Discount rate (per annum)	7.35%	7.35%	7.95%	7.95%
Expected rate of return on plan assets (per annum)	7.00%	7.00%	7.00%	7.00%
Rate of escalation in salary (per annum)	-	-	-	-

The estimates for rate of escalation in salary considered in actuarial valuation, take into account inflation, seniority, promotion and other relevant factors. The above information is certified by the actuary.

29 Disclosure of Segment Reporting under AS 17

Particulars	Content Broadcasting		Post Production Services		Production		Total	
	31 March 2016	31 March 2015	31 March 2016	31 March 2015	31 March 2016	31 March 2015	31 March 2016	31 March 2015
Segment Revenue	489,950,597	410,529,172	14,480,206	3,414,920	95,700,100	-	600,130,903	413,944,092
Inter Segment Revenue	-	-	14,480,206	-	-	-	14,480,206	-
Total Revenue	489,950,597	410,529,172	-	3,414,920	95,700,100	-	585,650,697	413,944,092
Result:								
Segment Result (Loss)/ Profit	(1,951,891,747)	(1,083,243,775)	689,532	(8,176,837)	8,278,154	-	(1,942,924,061)	(1,091,422,612)
Unallocated Corporate Expenses (Net of Unallocated Income)	-	-	-	-	-	-	589,158,101	107,943,706
Finance Costs	-	-	-	-	-	-	624,901,162	454,181,393
Income Taxes	-	-	-	-	-	-	-	-
Net Loss After Tax	-	-	-	-	-	-	(3,156,983,326)	(1,653,547,710)
Other Information:								
Segment Assets	1,092,704,013	988,524,500	12,125,609	13,989,153	-	-	1,104,829,622	1,002,513,653
Unallocated Corporate Assets	-	-	-	-	-	-	650,138,979	307,692,995
Segment Liabilities	453,965,939	440,908,291	8,065,148	8,243,988	5,529,385	-	307,580,472	449,152,259
Unallocated Corporate Liabilities	-	-	-	-	-	-	7,268,734,532	3,725,397,467
Capital Expenditure	35,147,863	8,099,500	-	-	-	-	35,147,863	8,099,500
Depreciation and amortisation	6,787,389	2,319,775	1,998,004	3,861,461	-	-	8,785,394	6,181,236

The Company has disclosed the Business Segment as primary segment. The business of the Company is divided into three segments - Content Broadcasting, Post Production and Production. The Segments have been identified taking into account the nature of the business, differing risk and returns, the organization structure and internal reporting system.

Content broadcasting, which principally consists of developing, producing and processing television programming and film content and delivering via satellites, thereby earning revenues by way of advertisement, subscription and syndication.

Post Production Services consists of Graphics and editing of television programs.

Production consists of production of television programs.

Segment Revenues, Segment Results, Segment Assets and Segment Liabilities include the respective amounts identifiable to each segment as also the amounts allocable on a reasonable basis. Income and Expenses which are not directly attributable to any Business Segment are shown as unallocated corporate income / expenses. Assets and Liabilities that cannot be allocated between the segments are shown as part of unallocated corporate assets and liabilities respectively. The Company's operations are mainly confined within India. The Company does not have material earnings outside India. As such there are no reportable geographical segments.

30 Disclosure of Related Party under AS 18

Ultimate Holding Company
Reliance Land Private Limited (w.e.f. 20 March, 2015)



BIG MAGIC LIMITED

Notes to financial statements for the year ended 31 March 2016
 Currency in Indian Rupees

Holder Company

Reliance Broadcast Network Limited

Fellow Subsidiary Companies

Cinestar Advertising Private Limited
 Reliance Television Private Limited
 RBN US LLC

Subsidiary/Shutdown Subsidiary Companies of Fellow Subsidiary Companies

Azalia Distribution Private Limited
 Reliance TV US LLC
 GVTV Deven LLC (w.e.f. 2nd October, 2014)
 Georgeville Television LLC

Associate Company

Azalia Broadcast Private Limited (formerly known as BIG RTL Networks Private Limited) (w.e.f. 12 June, 2014)

Joint Venture of Fellow Subsidiary Company

Azalia Broadcast Private Limited (formerly known as BIG RTL Networks Private Limited) (upto 11 June, 2014)

Transactions with Related Parties

Particulars	As at 31 March 2016	As at 31 March 2015
Holder Company		
Reliance Broadcast Network Limited		
<u>Loan Taken</u>		
Opening Balance	3,268,905,064	2,068,198,099
Add: Taken during the year	4,119,806,394	1,435,107,965
Less: Repaid during the year	1,220,604,821	234,400,000
Closing Balance	6,168,107,637	3,268,906,064
<u>Rendering of Services</u>		
Income from media operations	9,075,900	1,801,499
Royalty Income	708,938	-
Reimbursement of Expenses received	311,808	462,287
<u>Receipt of Services</u>		
Purchase of Content	-	89,070,896
Advertisements and publicity expenses	221,768,870	273,936,079
Management, distribution service fees and Facility Sharing Charges	90,362,865	61,349,319
Reimbursement of Expenses paid	30,932,018	4,827,813
Interest Expenses	623,034,328	453,012,838
<u>Fixed Assets Purchased</u>		
Purchase of Fixed Assets	30,135,000	-
<u>Closing Balance</u>		
Sundry Creditors	-	84,242,613
Interest Payable	1,076,047,166	453,012,838
Fellow Subsidiary		
Reliance Television Private Limited		
<u>Loans Given</u>		
Opening Balance	60,000,000	-
Add: Given during the year	347,020,774	60,000,000
Less: Received back during the year	(48,293,691)	-
	358,727,083	60,000,000
Less: Provision for doubtful loans	(40,727,083)	(60,000,000)
Closing Balance	318,000,000	-
<u>Receipt of Services</u>		
Management and distribution service fees	15,561,312	14,175,067
Reimbursement of Expenses paid	9,052,158	10,324,178
Reimbursement of Expenses received	-	41,550
Interest Income	33,247,488	593,425
Provision for interest receivable on doubtful loans	33,781,571	534,083



BIG MAGIC LIMITED

Notes to Financial statements for the year ended 31 March 2016

Currency in Indian Rupees

<u>Closing Balance</u>		
Sundry Creditors	-	6,974,148
Interest Receivable (Net of provision Rs. 33,781,571/-, Previous year: Rs. 534,083/-)	-	-
Cinestar Advertising Private Limited		
<u>Loans Given</u>		
Opening Balance	-	-
Add: Given during the year	1,118,716,496	-
Less: Received back during the year	(525,390,448)	-
Less: Provision for doubtful loans	(593,326,048)	-
<u>Closing Balance</u>	-	-
Interest Income	46,485,826	-
Provision for interest receivable on doubtful loans	46,485,826	-
<u>Closing Balance</u>		
Interest Receivable (Net of provision Rs. 46,485,826/-, Previous year: Nil)	-	-
Associate Company		
Azalia Broadcast Private Limited		
Provision for Diminution in the value of Investments	-	41,517,000
Graphics and Editing Revenues	-	3,414,920
<u>Closing Balance</u>		
Sundry Debtors	-	6,878,250
Investments in Equity Shares (Net of Provision Rs 41,517,000)(Previous Year Rs 41,517,000)	-	-
Rendering of Services		
Reimbursement of Expenses received	111,673	-
Reimbursement of Expenses paid	2,059,353	-
<u>Fixed Assets Purchased</u>		
Purchase of Fixed Assets	190,213	-
Joint Venture of Fellow Subsidiary Company		
Azalia Broadcast Private Limited		
Reimbursement of Expenses received	-	681,297
Subsidiary/Step down Subsidiary Companies of Fellow Subsidiary Companies		
Azalia Distribution Private Limited		
Management Fees	1,500,000	-
<u>Closing Balance</u>		
Sundry Debtors	1,717,300	-

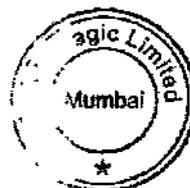
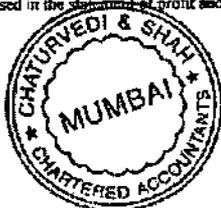
31. Lease disclosure under AS 19

The Company has taken various office premises on cancellable operating lease, where the lease agreements are normally renewed on expiry. The future minimum lease payments in respect of non-cancellable operating lease are as follows:

Particulars	As at	As at
	31 March 2016	31 March 2015
Amounts due within one year from the balance sheet date	-	2,679,055
Amounts due in the period between one year and five years	-	5,435,878
Amounts due after five years	-	1,698,597
	-	9,813,530

Amount payable within lock-in-period is Nil (Previous year: Rs. Nil)

The Lease rentals recognised in the statement of profit and loss is amounting to Rs. 2,767,669/- (Previous year: Rs. 1,681,433/-).



BIG MAGIC LIMITED

Notes to financial statements for the year ended 31 March 2016

Currency in Indian Rupees

31 Earnings Per Share ("EPS")

Particulars	For the year ended 31 March 2016	For the year ended 31 March 2015
Net (loss) available for equity shareholders	(1,156,983,324)	(1,653,547,711)
Weighted average number of equity shares outstanding during the year	50,000	50,000
Basic/ Diluted Earnings Per Share	(63,139.67)	(33,070.95)
Nominal value per share	10	10

33 Foreign currency exposures (other than investments) not covered by forward contracts

Particulars	Currency	As at 31 March 2016		As at 31 March 2015	
		Foreign Currency Amount	Amount - Indian Rupees	Foreign Currency Amount	Amount - Indian Rupees
Trade Receivables	USD	7,043	446,827	160,590	10,051,457
	CAD	-	-	220,130	10,883,935
Trade Payables	USD	153,300	9,084,622	39,195	2,453,246
	GBP	6,796	563,818	-	-
Security Deposit from Customers	USD	-	-	22,475	1,406,728

34 Expenditure in foreign currency

Particulars	For the year ended 31 March 2016	For the year ended 31 March 2015
Purchase of fixed assets	-	279,000
Professional Fees	-	458,250
Content Cost	19,102,163	-
Advertisements and publicity expenses	86,658	-
Conference Expense	-	-
Membership Fees	92,146	48,517
Repairs and Maintenance	-	319,889
	19,280,967	1,705,656

35 Earnings in foreign currency

Particulars	For the year ended 31 March 2016	For the year ended 31 March 2015
Subscription Revenue	5,359,929	17,205,832
Syndication Revenue	2,495,358	-
	7,855,287	17,205,832

36 Loans and advances in the nature of loans given to fellow Subsidiary

Loans and advances in the nature of loans:

Name of the Company	Relationship	Loans given during the year	Maximum Balance during the year	31 March 2016	31 March 2015
Reliance Television Private Limited	Fellow Subsidiary	347,020,774	385,910,000	358,727,083	60,000,000
Cinestar Advertising Private Limited	Fellow Subsidiary	1,118,716,496	1,039,695,000	593,326,048	-

(a) Loans and advances shown above, to Reliance Television Private Limited fall under the category of unsecured loans and advances, repayable after four years from the date of signing of the term sheet and supplemental term sheets i.e. 13 March, 2015 and 1 May 2015 or the date of disbursement of loan whichever is later.

(b) Loans and advances shown above, to Cinestar Advertising Private Limited fall under the category of unsecured loans and advances, repayable after four years from the date of signing of the term sheet i.e. 1 April, 2015 or the date of disbursement of loan whichever is later.

(c) The above loans given to Companies are for "Operational Business Purpose".



BIG MAGIC LIMITED

Notes to financial statements for the year ended 31 March 2016

Currency in Indian Rupees

37 Details of loans given, Investment made and guarantees given covered under section 186(4) of The Companies Act, 2013.

Name of the Company	Loans given during the year	31 March 2014	31 March 2015	Purpose
Reliance Television Private Limited	347,020,774	358,727,083	60,000,000	Refer below note 37 (a)
Cinestar Advertising Private Limited	1,118,716,496	593,326,048	-	Refer below note 37 (a)

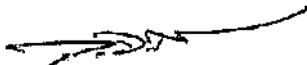
- a) The above loans given to Companies are for "General Business Purpose". Refer note no.30 & 36 for the loans given during the year to fellow subsidiary company.
 b) For Investments Refer Note 12

38 The Company's net worth has eroded. The Company continues to get financial support from the ultimate holding Company and has also been assured of such assistance in future. In view of the fact that the ultimate holding Company has also incurred losses, the going concern assumption for the Company is dependent on the ability of the ultimate holding Company to raise adequate funds. As the management of the ultimate holding Company is hopeful of being able to raise necessary funds, the Company has prepared its accounts on going concern basis.

39 Previous year's figures have been regrouped / reclassified wherever necessary to correspond with the current year's classification / disclosure.

As per tax report of even date

For Chattervedi & Shah
 Firm Registration No.: 101720W
 Chartered Accountants



Parag D. Mehta
 Partner
 Membership No. 113904

Place: Mumbai
 Date: 24th August 2016



For and on Behalf of the Board of Directors



Tarun Katiel
 Director



Malabika Boruah
 Director

Place: Mumbai
 Date: 24th August 2016



INDEPENDENT AUDITOR'S REPORT

TO,
THE MEMBERS OF BIG MAGIC LIMITED

Report on the Consolidated Financial Statements

We have audited the accompanying consolidated financial statements of **BIG MAGIC LIMITED** ("the Company") and its associate, which comprises the consolidated Balance Sheet as at 31st March, 2016, the consolidated Statement of Profit and Loss, and consolidated Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information (hereinafter referred to as "the consolidated financial statements").

Management's Responsibility for the Consolidated Financial Statements

The Company's Board of Directors is responsible for the preparation of these consolidated financial statements in terms of the requirements of the Companies Act, 2013 ("the Act") that give a true and fair view of the consolidated financial position, consolidated financial performance and consolidated cash flows of the Company including its associate in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.

The respective Board of Directors of the Company and its associate are responsible for maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; the selection and application of the appropriate accounting policies; making judgements 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 financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial statements by the Directors of the Company, as aforesaid.

Auditor's Responsibility

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

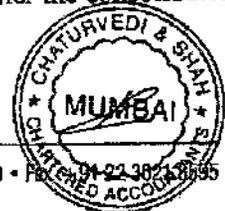
While conducting the audit, We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

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

Checked & verified by - *Aginn*

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An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the consolidated financial statements that give a true and fair view, in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of 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 consolidated financial statements.

We believe that the audit evidence obtain by us and the audit evidence obtained by the other auditor in terms of their reports referred to in Other Matters paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the consolidated financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid consolidated financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the consolidated state of affairs of the Company and its associate as at 31st March, 2016, and their consolidated loss and their consolidated cash flows for the year ended on that date.

Emphasis of Matters

We draw attention to Note no. 38 which describes that the Company's net worth is fully eroded; indicating the existence of uncertainty that may cast doubt about the Company's ability to continue as a going concern. The company continues to get financial support from the promoter, this consolidated financial statements are prepared on a going concern basis.

Our opinion is not qualified in respect of this matter.

Other Matter

The consolidated financial statements include the Company's share of net loss of Rs. 1,81,80,176/- for the year ended 31st March, 2016, as considered in the consolidated financial statements, in respect of an associate, whose financial statements have not been audited by us.

These financial statements and related other financial information have been audited by other auditors, whose report have been furnished to us by the Management and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of this associate and our report in terms of sub-sections (3) and (11) of Section 143 of the Act, in so far as it relates to the aforesaid associate, is based solely on the reports of the other auditors.

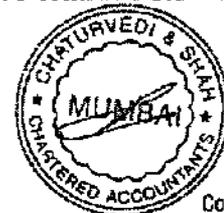
Our report is not qualified in respect of this matter.



Report on Other Legal and Regulatory Requirements

1. As required by Section 143(3) of the Act, we report to the extent applicable. that:

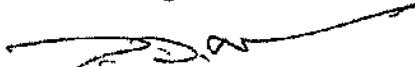
- a) We have sought and obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purposes of our audit of the aforesaid consolidated financial statements.
- b) In our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidated financial statements have been kept so far as it appears from our examination of those books and the reports of the other auditor.
- c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss and Consolidated Cash Flow Statement dealt with by this report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated financial statements.
- d) In our opinion, the aforesaid consolidated financial statements comply with the Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- e) The matter described under the Emphasis of Matters paragraph above, in our opinion, may have an adverse effect on the functioning of the Company,
- f) On the basis of the written representations received from the directors of the Company as on 31st March, 2016 taken on record by the Board of Directors of the Company and the reports of the statutory auditors of its associate incorporated in India, none of the directors of the Company and its associate incorporated in India is disqualified as on 31st March, 2016 from being appointed as a director in terms of Section 164 (2) of the Act.
- g) With respect to the adequacy of the internal financial controls over financial reporting of the Company and its associate Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure".
- h) 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) rule, 2014 in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company does not have any pending litigations which would impact the financial position of the Company.
 - ii. The Company did not have any long term contracts including derivative contracts for which there were any material foreseeable losses.



■
■
CHATURVEDI & SHAH
Chartered Accountants
■
■

iii. There were no amounts which were required to be transferred to the Investor Education and Protection fund by the company and its associate.

For Chaturvedi & Shah
Chartered Accountants
Firm Registration No. 101720W


Parag D. Mehta
Partner
Membership No. 113904
Place: Mumbai
Date: 24th August, 2016



ANNEXURE TO INDEPENDENT AUDITORS' REPORT

(Referred to in paragraph 1 (g) under 'Report on Other Legal and Regulatory Requirements' of our report of even date)

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

In conjunction with our audit of the consolidated financial statements of the Company as of and for the year ended March 31, 2016, we have audited the internal financial controls over financial reporting of BIG MAGIC LIMITED (hereinafter referred to as "the Company") and its associate company, which are companies incorporated in India, as of that date.

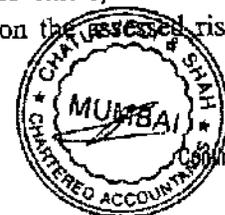
Management's Responsibility for Internal Financial Controls

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

Auditor's Responsibility

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

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The



procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained and the audit evidence obtained by the other auditors in terms of their reports referred to in the Other Matters paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls Over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that

- (1) Pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
- (2) Provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and
- (3) Provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

Opinion

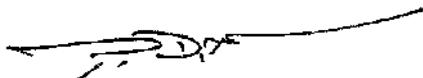
In our opinion, the Company and its associate company, which are companies incorporated in India, have, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March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



Other Matters

Our aforesaid reports under Section 143(3)(i) of the Act on the adequacy and operating effectiveness of the internal financial controls over financial reporting insofar as it relates to associate company, which are companies incorporated in India, is based on the corresponding reports of the auditor of such company incorporated in India. Our opinion is not qualified in respect of this matter.

For Chaturvedi & Shah
Chartered Accountants
Firm Registration No. 101720W


Parag D. Mehta
Partner
Membership No. 113904
Place: Mumbai
Date: 24th August, 2016



INDEPENDENT AUDITOR'S REPORT

TO,
THE MEMBERS OF BIG MAGIC LIMITED

Report on the Consolidated Financial Statements

We have audited the accompanying consolidated financial statements of **BIG MAGIC LIMITED** ("the Company") and its associate, which comprises the consolidated Balance Sheet as at 31st March, 2016, the consolidated Statement of Profit and Loss, and consolidated Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information (hereinafter referred to as "the consolidated financial statements").

Management's Responsibility for the Consolidated Financial Statements

The Company's Board of Directors is responsible for the preparation of these consolidated financial statements in terms of the requirements of the Companies Act, 2013 ("the Act") that give a true and fair view of the consolidated financial position, consolidated financial performance and consolidated cash flows of the Company including its associate in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.

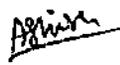
The respective Board of Directors of the Company and its associate are responsible for maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; the selection and application of the appropriate accounting policies; making judgements 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 financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial statements by the Directors of the Company, as aforesaid.

Auditor's Responsibility

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

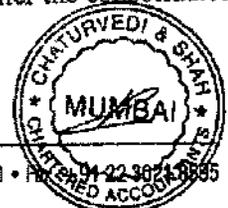
While conducting the audit, We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

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

Checked & verified by - 

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An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the consolidated financial statements that give a true and fair view, in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of 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 consolidated financial statements.

We believe that the audit evidence obtain by us and the audit evidence obtained by the other auditor in terms of their reports referred to in Other Matters paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the consolidated financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid consolidated financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the consolidated state of affairs of the Company and its associate as at 31st March, 2016, and their consolidated loss and their consolidated cash flows for the year ended on that date.

Emphasis of Matters

We draw attention to Note no. 38 which describes that the Company's net worth is fully eroded; indicating the existence of uncertainty that may cast doubt about the Company's ability to continue as a going concern. The company continues to get financial support from the promoter, this consolidated financial statements are prepared on a going concern basis.

Our opinion is not qualified in respect of this matter.

Other Matter

The consolidated financial statements include the Company's share of net loss of Rs. 1,81,80,176/- for the year ended 31st March, 2016, as considered in the consolidated financial statements, in respect of an associate, whose financial statements have not been audited by us.

These financial statements and related other financial information have been audited by other auditors, whose report have been furnished to us by the Management and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of this associate and our report in terms of sub-sections (3) and (11) of Section 143 of the Act, in so far as it relates to the aforesaid associate, is based solely on the reports of the other auditors.

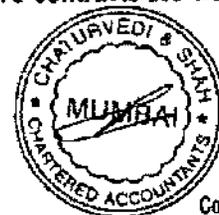
Our report is not qualified in respect of this matter.



Report on Other Legal and Regulatory Requirements

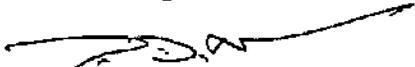
1. As required by Section 143(3) of the Act, we report to the extent applicable. that:

- a) We have sought and obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purposes of our audit of the aforesaid consolidated financial statements.
- b) In our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidated financial statements have been kept so far as it appears from our examination of those books and the reports of the other auditor.
- c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss and Consolidated Cash Flow Statement dealt with by this report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated financial statements.
- d) In our opinion, the aforesaid consolidated financial statements comply with the Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- e) The matter described under the Emphasis of Matters paragraph above, in our opinion, may have an adverse effect on the functioning of the Company,
- f) On the basis of the written representations received from the directors of the Company as on 31st March, 2016 taken on record by the Board of Directors of the Company and the reports of the statutory auditors of its associate incorporated in India, none of the directors of the Company and its associate incorporated in India is disqualified as on 31st March, 2016 from being appointed as a director in terms of Section 164 (2) of the Act.
- g) With respect to the adequacy of the internal financial controls over financial reporting of the Company and its associate Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure".
- h) 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) rule, 2014 in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company does not have any pending litigations which would impact the financial position of the Company.
 - 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 and its associate.

For Chaturvedi & Shah
Chartered Accountants
Firm Registration No. 101720W


Parag D. Mehta
Partner
Membership No. 113904
Place: Mumbai
Date: 24th August, 2016



ANNEXURE TO INDEPENDENT AUDITORS' REPORT

(Referred to in paragraph 1 (g) under 'Report on Other Legal and Regulatory Requirements' of our report of even date)

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

In conjunction with our audit of the consolidated financial statements of the Company as of and for the year ended March 31, 2016, we have audited the internal financial controls over financial reporting of BIG MAGIC LIMITED (hereinafter referred to as "the Company") and its associate company, which are companies incorporated in India, as of that date.

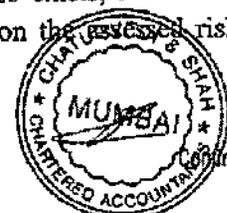
Management's Responsibility for Internal Financial Controls

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

Auditor's Responsibility

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

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The



procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained and the audit evidence obtained by the other auditors in terms of their reports referred to in the Other Matters paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls Over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that

- (1) Pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
- (2) Provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and
- (3) Provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

Opinion

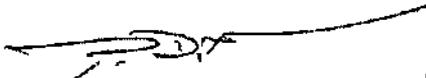
In our opinion, the Company and its associate company, which are companies incorporated in India, have, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March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



Other Matters

Our aforesaid reports under Section 143(3)(i) of the Act on the adequacy and operating effectiveness of the internal financial controls over financial reporting insofar as it relates to associate company, which are companies incorporated in India, is based on the corresponding reports of the auditor of such company incorporated in India. Our opinion is not qualified in respect of this matter.

For Chaturvedi & Shah
Chartered Accountants
Firm Registration No. 101720W


Parag D. Mehta
Partner
Membership No. 113904
Place: Mumbai
Date: 24th August, 2016



BIG MAGIC LIMITED

Consolidated Balance Sheet as at 31 March 2016
 Carrying in Indian Rupees

Particulars	Notes	As at 31 March 2016	As at 31 March 2015
EQUITY AND LIABILITIES			
Shareholders' funds			
Share capital	2	500,000	500,000
Reserves and surplus	3	(6,021,326,403)	(2,864,343,879)
		<u>(4,021,326,403)</u>	<u>(2,864,343,879)</u>
Non-current liabilities			
Long-term borrowings	4	4,168,107,837	3,152,324,965
Deferred tax liabilities (Net)	5	-	-
Other long-term liabilities	6	1,876,537,794	438,682,315
Long-term provisions	7	2,043,373	1,781,718
		<u>7,246,728,886</u>	<u>3,592,711,898</u>
Current liabilities			
Trade payables	8	-	-
Total Outstanding dues of micro enterprises and small enterprises		362,647,364	318,853,040
Total Outstanding dues of creditors other than micro enterprises and small enterprises		163,340,674	262,326,091
Other current liabilities	9	1,178,160	948,781
Short-term provisions	10	-	-
		<u>679,546,498</u>	<u>591,837,428</u>
Total		<u>1,754,968,601</u>	<u>1,310,206,647</u>
ASSETS			
Non-current assets			
Fixed assets	11		
Tangible assets		54,218,250	28,411,089
Intangible assets		1,186,383	1,231,703
		<u>56,005,273</u>	<u>29,642,802</u>
Non-current investments	12	300,000,000	300,000,000
Long-term loans and advances	13	327,956,281	4,662,449
Other non-current assets	14	-	-
		<u>677,961,554</u>	<u>334,325,291</u>
Current assets			
Inventory	15	192,317,508	543,460,771
Trade receivables	16	184,678,283	139,740,567
Cash and cash equivalents	17	15,604,309	3,267,361
Short-term loans and advances	18	562,906,717	238,332,457
		<u>875,907,047</u>	<u>973,881,356</u>
Total		<u>1,754,968,601</u>	<u>1,310,206,647</u>

The accompanying notes are an integral part of the financial statements

1-10

As per our Report of even date.

For Chaturvedi & Shah
 Chartered Accountants
 Firm Registration No.: 10172097

[Signature]

Tarun D. Mehta
 Partner
 Membership No.: 113904

Place: Mumbai
 Date: 14th August 2016



For and on behalf of the Board of Directors

Tarun Kedia *Mahabhis Borsak*

Tarun Kedia Mahabhis Borsak
 Director Director

Place: Mumbai
 Date: 24th August 2016



Certified True Copy

For BIG Magic Limited

Tarun

Director

BIG MAGIC LIMITED

Consolidated Statement of Profit and Loss for the year ended 31 March 2016

Currency in Indian Rupees

Particulars	Notes	For the year ended	For the year ended
		31 March 2016	31 March 2015
Income			
I. Revenue from operations	19	589,141,197	416,113,552
II. Other income	20	98,145,732	1,493,911
III. Total Revenue (I + II)		687,286,929	417,607,463
IV. Expenses			
Direct operating expenses	21	1,124,316,864	494,134,284
Employee benefits expense	22	149,159,564	110,598,319
Finance costs	23	623,301,162	-54,181,397
Depreciation and amortisation expense	24	1,785,374	6,131,256
Other expenses	25	1,261,489,548	943,940,733
		3,172,643,632	1,969,601,691
V. (Loss) before Exceptional items and tax (III-IV)		(2,485,356,703)	(1,552,004,228)
VI. Exceptional item	26	637,786,413	78,714,239
VII. (Loss) before tax		(1,847,570,290)	(1,473,289,989)
VIII. Tax expense			
Current tax			
IX. (Loss) after tax		(1,847,570,290)	(1,473,289,989)
X. Share of losses of an associate		18,180,176	50,215,861
XI. (Loss) after tax and after share of losses of an associate		(1,829,389,114)	(1,423,074,128)
XII. Earnings per equity share of face value Rs. 10 each fully paid-up (Note and above)	32	(63.139,67)	(33,628,22)

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

1-10

As per our Report of even date.

For Chaturvedi & Shah
Chartered Accountants
Firm Registration No. 101720W

Parag D. Mehta
Partner
Membership No. 112904
Place: Mumbai
Date: 24th August 2016

For and on behalf of the Board of Director

Tarun Kataria
Director

Mahatika Bawaah
Director

Place: Mumbai
Date: 24th August 2016



Certified True Copy
For BIG Magic Limited

Tarun
Director

RIG MAGIC LIMITED
Consolidated Cash Flow Statement for the year ended 31 March 2016
 Currency in Indian Rupees

Particulars	For the year Ended 31 March 2016	For the year Ended 31 March 2015
CASH FLOWS FROM OPERATING ACTIVITIES		
Net loss before taxes	(3,138,803,148)	(1,630,210,887)
Adjustments for:		
Interest Income	(79,968,325)	(1,493,911)
Sundry Balances written back	(168,476)	-
Sundry Provisions written back	(24,539,314)	-
Writeback of Provision for diminution in the value of investments	(18,180,176)	-
Finance Cost	624,901,162	454,181,393
Depreciation/Amortisation Expense	8,785,394	6,181,236
Provision for Obsolete stock	-	2,919,042
Provision for Doubtful Debts	-	24,264,153
Provision for Doubtful Loans and advances	-	677,945
Provision for doubtful Loans and Interest thereon	653,786,445	60,534,083
Provision for Diminution in the value of Non Current Investments	-	18,180,176
Bad debts written off	23,842,484	1,900,396
Advances written off	-	141,960
Foreign Exchange Loss/(Gain) (net)	-	- 924,580
Operating Loss before working capital changes	(1,950,363,954)	(1,061,799,834)
Adjustments for changes in working capital:		
Increase in Inventories	350,743,263	(246,538,566)
Increase in trade receivables	27,962,357	(48,669,632)
Increase in Loans and Advances	(463,374,292)	239,587,859
Increase in Liabilities and Provisions	87,534,610	259,421,190
Cash generated from operations	(1,947,498,016)	(857,998,983)
Taxes Paid (Net of Refunds)	(10,973,792)	9,641,882
Net cash (used in) operating activities (A)	(1,958,471,808)	(848,357,101)
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase / acquisition of fixed assets	(35,147,863)	(8,099,500)
Purchase of investments	(300,000,000)	(341,517,000)
Redemption of Investments	300,000,000	-
Interest Received	235,011	959,828
Loans to Related Parties	(1,465,737,270)	-
Loans repaid by Related Parties	573,584,139	-
Net cash (used in) investing activities (B)	(926,965,983)	(348,656,672)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from long term borrowings	4,119,806,394	1,435,107,965
Repayment of long term borrowings	(1,220,604,821)	(234,400,000)
Interest Paid	(1,866,834)	(1,168,555)
Net cash generated from financing activities (C)	2,897,334,739	1,199,539,410
Net increase in cash and cash equivalents (A + B + C)	11,896,948	2,525,637
Cash and cash equivalents at the beginning of the year	3,707,561	1,181,924
Cash and cash equivalents at end of the year	15,604,509	3,707,561

As per our report of even date

For Chaturvedi & Shah
 Chartered Accountants
 Firm Registration No.: 101720W

Parag D. Mehta
 Partner
 Membership No.: 113904

Place: Mumbai
 Date: 24th August 2016



For and on behalf of the Board of Directors

Tarun Katal
 Director

Mahabika Baruah
 Director

Place: Mumbai
 Date: 24th August 2016



BIG MAGIC LIMITED

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

1. Significant Accounting Policies:

a) Basis of Preparation

These financial statements have been prepared to comply with the Generally Accepted Accounting Principles in India (Indian GAAP), including the Accounting Standards notified under the relevant provisions of the Companies Act, 2013. The financial statements are prepared on accrual basis under the historical cost convention.

These consolidated financial statements relate to Big Magic Limited (the Company) and its associate.

The financial statements of the associate used in the consolidation are for the same reporting period as the Company i.e. year ended 31 March 2016.

b) Principles of Consolidation

The consolidated financial statements are prepared in accordance with AS 23 - 'Accounting for Investments in Associates in Consolidated Financial Statements'.

The consolidated financial statements have been prepared using uniform accounting policies for like transactions and other events in similar circumstances and are presented, to the extent possible, in the same manner as the Company's separate financial statements.

The consolidated financial statements have been consolidated on the following basis:

Associates

Where the Company directly or indirectly through subsidiaries holds 20% or more of equity shares, investments in associates are accounted for using equity method in accordance with Accounting Standard ("AS") 23 "Accounting for Investments in Associates in Consolidated Financial Statements" as referred to in the Accounting Standard Rules. The Company accounts for its share in the change in the net assets of the associates, post acquisition, after eliminating unrealized profits and losses resulting from transactions between the Company and its associates to the extent of its share, through its Statement of Profit and Loss, to the extent such change is attributable to the associates' Statement of Profit and Loss, based on available information. The difference between the cost of investment in the associates and the share of net assets, at the time of acquisition of shares in the associates, is identified in the financial statements as Goodwill or Capital Reserve, as the case may be.

The associate of the company considered in these financial statements with percentage shareholding is summarised below:

Name of the Associate	Country of Incorporation	Ownership Interest 31 March 2016	Ownership Interest 31 March 2015
Azalia Broadcast Private Limited (formerly known as BIG RTL Broadcast Private Limited) (w.e.f from 12 June 2014)	India	50%	50%

Breakup of Investments in Associates

Particulars	Azalia Broadcast Private Limited	
	31 March 2016	31 March 2015
Number of Equity Shares	32,071,427	32,071,427
Percentage holding	50%	50%
Cost of Investment (In Rs)	41,517,000	41,517,000
Including Capital Reserve (In Rs)	26,868,837	26,868,837
Share of losses of the associate (In Rs)	(68,385,837)	(50,205,661)
	Nil	18,180,176
Provision for diminution in value of investment (In Rs)	Nil	(18,180,176)
Carrying Cost as at year end (In Rs)	Nil	Nil



BIG MAGIC LIMITED

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

c) Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles ("GAAP") in India requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosures of contingent liabilities on the date of the financial statements. Actual results could differ from those estimates. Any revision to accounting estimates is recognised prospectively in current and future periods.

d) Fixed Assets and Depreciation / Amortization :

i) Tangible Assets :

Tangible fixed assets are stated at cost less accumulated depreciation and any provision for impairment. Cost includes freight, duties, taxes (other than those recoverable from tax authorities) and other expenses related directly/indirectly to the acquisition / construction and installation of the fixed assets for bringing the asset to its working condition for its intended use.

Depreciation on fixed assets is provided on the straight line method over the useful life of the assets as prescribed in Schedule II of the Companies Act, 2013.

Leasehold improvements are depreciated over the lower of the useful life of the asset and the lease term, on a straight line basis.

Individual assets costing up to Rs. 5,000 are depreciated fully in the year of acquisition.

ii) Intangible Assets :

Application software purchased which is not an integral part of the related software, is shown as Intangible assets and amortized on straight line basis over its useful life, not exceeding four years, as determined by management.

e) Impairment :

In accordance with AS 28 – 'Impairment of Assets' where there is an indication of impairment of the Company's assets, the carrying amount of the Company's assets are reviewed at each balance sheet date to determine whether there is any impairment. The recoverable amount of the asset (or where applicable, that of the cash generating unit to which the asset belongs) is estimated at the higher of the new selling price and its value in use. An impairment loss is recognised whenever the carrying amount of an asset or a cash generating unit exceeds its recoverable amount. Impairment loss is recognised in the statement of profit and loss.

Value in use is present value of estimated future cash flows expected to arise from the continuing use of the asset and from its disposal at the end of its useful life.

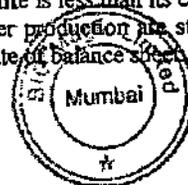
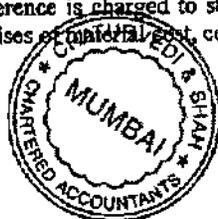
f) Investments

Investments are classified as long term or current based on intention of the management at the time of purchase. Current investments are valued, scrip wise, at cost or fair value, whichever is lower.

Long-term investments are carried at carrying cost less diminution in value which is other than temporary, determined separately for each individual investment.

g) Inventories :

Inventories include television programs, music, movies and merchandise and are carried at lower of unamortized cost or net realizable value. Where the realizable value on the basis of its estimated useful economic life is less than its carrying amount, the difference is charged to statement of profit and loss. Television programs under production are stated at cost. Cost comprises of material cost, cost of services and other expenses incurred up to the date of balance sheet.



BIG MAGIC LIMITED

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

- i. Cost of television programs, music and movies are amortised over the licensed period where the number of runs are unlimited. Where the runs are limited, the cost is amortised over the licensed period or on run basis whichever is maximum on the value of content burnt.
- ii. Cost of Programs acquired or produced for multiple channels are allocated based on management estimate of the revenue potential of the said program on respective channels.

Cost of television Programs acquired or produced in house, content being with the Company for perpetuity are amortized over three financial years from the date of telecast as per management estimates of future revenue potential. Program amortization commences from the date of telecast of the said program on the respective channel or within twelve months from the date of acquisition or production whichever is earlier.

The Company evaluates the realisable value and/ or revenue potential of inventory on an annual basis and appropriate written down is made in cases where accelerated written down is warranted.

- iii. Cost of news, events and current affairs programs are amortized in the year of telecast.
 - iv. Merchandise is charged off to the statement of profit and loss as and when the gifts are distributed to the winners.
- h) **Employee Benefits :**

Short-term employee benefits are recognised as an expense at the undiscounted amount in the statement of profit and loss of the year in which the related service is rendered.

The Company's contribution to provident fund, which is a defined contribution scheme, is charged to the statement of profit and loss as incurred.

Post employment and other long term employee benefits are recognised as an expense in the statement of profit and loss for the year in which the employee has rendered services.

The expense is recognised at the present value of the amount payable determined using actuarial valuation carried out by an independent actuary at the balance sheet date using Projected Unit Credit Method.

i) **Revenue Recognition**

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. The amount recognized as revenue is net of agency commission, trade discounts and service tax.

Advertisement revenue from television media operations

Advertisement revenue from broadcasting is recognised, when the related advertisement appears before the public, i.e., on telecast.

Graphics and Editing Revenue

Revenue from graphics and editing is recognized in accordance with the terms of the agreements with the parties.

Syndication Revenue

Revenues are recognized when the rights to use are passed on to the customers, which is generally on dispatch of goods.



BIG MAGIC LIMITED

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

Subscription Revenue

Subscription revenues are recognized on an accrual basis in accordance with the terms of the contract on rendering of services.

Interest Income

Interest income is recognized on a time proportion basis.

Revenue from Television Programme Production

Revenue from Television Programme Production is recognized as and when the relevant episodes of the programmes are delivered to the channel.

j) Foreign Currency Transactions

Transactions denominated in foreign currency are recorded at the exchange rate prevailing on the date of the transactions. Exchange differences arising on foreign exchange transactions settled during the year are recognised in the profit and loss account of the year.

Monetary items are restated at the period ended rates. The exchange differences between the rate prevailing on the date of transaction and on settlement/restatement (other than those relating to acquisition of fixed assets) are recognised as income or expense, as the case may be. Non-monetary items which are carried at historical costs denominated in foreign currency are reported using the exchange rate at the date of the transaction.

k) Borrowing Costs

Borrowing costs that are attributable to the acquisition, construction or production of qualifying assets are capitalised as part of the cost of such assets. A qualifying asset is one that necessarily takes a substantial period of time to get ready for its intended use. All other borrowing costs are charged to revenue.

l) Leases

The Company has various operating leases, principally for office space with various renewal options. Substantially all operating leases are cancelable as well as renewable on expiry of lease term. Rental expense in agreements with scheduled rent increases is recorded on a straight-line basis as applicable over the lease term.

m) Earning per Share

In determining earning per share, the company considers the net result after tax and includes the post tax effect of any extraordinary / exceptional item. The number of shares used in computing basic earning per share is the weighted average number of shares outstanding during the year. The number of shares used in computing diluted earning per share comprises the weighted average shares considered for deriving basic earnings per share and also the weighted average number of shares that could have been issued on the conversion of all dilutive potential equity shares unless the results would be anti-dilutive. Dilutive potential equity shares are deemed converted as of the beginning of the year, unless issued at a later date.

n) Taxation

Tax expense comprises current tax expense computed in accordance with the relevant provisions of the Income Tax Act, 1961 and deferred tax charge or credit.

Current tax provision is made based on the tax liability computed after considering tax allowances and exemptions, in accordance with the Income Tax Act, 1961. Deferred tax charge or credit and the corresponding deferred tax liability or asset is recognised for timing differences between the profits/ losses offered for income taxes and profits/ losses as per



BIG MAGIC LIMITED

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

the financial statements. Deferred tax assets and liabilities are measured using the tax rates and tax laws that have been enacted or substantively enacted at the balance sheet date.

Deferred tax assets are recognised only to the extent there is reasonable certainty that the assets can be realized in future. However, where there is unabsorbed depreciation or carried forward loss under taxation laws, deferred tax assets are recognised only if there is a virtual certainty of realisation of such assets. Deferred tax assets are reviewed as at each balance sheet date and written down/up to reflect the amount that is reasonably/virtually certain (as the case may be) to be realized.

o) Provisions and Contingencies

Provisions comprise liabilities of uncertain timing or amount. Provisions are recognised when the Company recognizes it has a present obligation as a result of past events, it is more likely than not that an outflow of resources will be required to settle the obligation and the amount can be reasonably estimated.

A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not require an outflow of resources. When there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

Loss contingencies arising from claims, litigation, assessment, fines, penalties, etc. are recorded when it is probable that a liability has been incurred and the amount can be reasonably estimated.

p) Preliminary Expenses

Preliminary Expenses are written off in the statement of profit and loss in the year in which such expenses are incurred.



BIG MAGIC LIMITED

Notes to the Consolidated financial statements as at 31 March 2016 (Continued)
Currency in Indian Rupee

	As at 31 March 2016	As at 31 March 2015
2 Share capital		
Authorised	3,000,000	3,000,000
500,000 (Previous Year: 500,000) Equity Shares of Rs.10/- each	<u>3,000,000</u>	<u>3,000,000</u>
Issued, subscribed and paid up share capital		
50,000 (Previous Year: 50,000) Equity Shares of Rs.10/- each, fully paid up	500,000	500,000
	<u>500,000</u>	<u>500,000</u>

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

	As at 31 March 2016		As at 31 March 2015	
	No. of shares	Rs.	No. of shares	Rs.
Equity Shares				
At the beginning of the year	50,000	500,000	50,000	500,000
Add: Shares issued during the year	-	-	-	-
At the end of the year	<u>50,000</u>	<u>500,000</u>	<u>50,000</u>	<u>500,000</u>

b Rights, preferences and restrictions attached to equity shares

The Company has one class of equity shares having a par value of Rs. 10 per share. Each shareholder is eligible for one vote per share held. The Company declares and pays dividends if any, in Indian rupees. The dividend proposed if any, by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive any of the remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

c Details of shareholders holding more than 5% shares of the company and shares held by the holding Company

	As at 31 March 2016		As at 31 March 2015	
	No. of shares	Percentage of holding	No. of shares	Percentage of holding
Equity shares of Rs. 10 each fully paid				
Reliance Broadcast Network Limited and its nominees (Holding Company)	50,000	100	50,000	100
	<u>50,000</u>	<u>100</u>	<u>50,000</u>	<u>100</u>

3 Reserves and surplus

	As at March 31, 2016	As at March 31, 2015
Capital reserve on consolidation	26,868,837	26,868,837
Deficit in Statement of Profit and Loss	(2,891,711,916)	(1,211,285,368)
As the commencement of the year	(3,158,983,324)	(1,480,416,548)
Add: (Less) for the year	(6,041,695,240)	(2,891,711,916)
	<u>(6,011,826,003)</u>	<u>(2,861,315,879)</u>

4 Long-term borrowings

	As at 31 March 2016		As at 31 March 2015	
	Non-current	Current	Non-current	Current
Unsecured				
Loans from related party	6,168,107,637	-	3,152,324,945	116,581,099
(Refer note below, note 9 and note 30)	<u>6,168,107,637</u>	<u>-</u>	<u>3,152,324,945</u>	<u>116,581,099</u>

Salient terms:
Loans from related party is from the Holding Company, interest is charged @ 13% p.a. (Previous year 19% p.a). The loan shall be repayable after the end of the term of 4 years from the date of last disbursement of loan as sanctioned vide loan sheet dated 1st March 2016.

5 Deferred tax liabilities (Net)

	As at 31 March 2016	As at 31 March 2015
Deferred Tax Liabilities		
Related to fixed assets	3,216,220	-
	<u>3,216,220</u>	<u>-</u>
Deferred Tax Assets		
Other Dismittances under Income Tax Act, 1961 (Refer Note below)	1,015,434	-
Unabsorbed Depreciation / Business Loss (Refer note below)	2,214,586	-
	<u>3,216,220</u>	<u>-</u>
Net Deferred Tax Liabilities at the end of the year	<u>-</u>	<u>-</u>

Note: In the absence of virtual certainty, Deferred Tax Asset has been recognised only to the extent it can be realized against reversal of deferred tax liability on account of unabsorbed depreciation and business loss.



BIG MAGIC LIMITED

Notes to the Consolidated Financial statements as at 31 March 2016 (Continued)
 Currency in Indian Rupees

	As at 31 March 2016	As at 31 March 2015
6 Other long-term liabilities		
Lease Rent Liability	510,628	421,738
Security deposit from customers	-	1,406,728
Interest Accrued but not due on borrowings	1,076,047,168	436,436,730
	<u>1,076,557,794</u>	<u>438,485,213</u>
	As at 31 March 2016	As at 31 March 2015
7 Long-term provisions		
Provision for employee benefits (Refer Note 23)		
Gratuity	1,901,542	1,587,398
Leave Benefits	161,803	114,322
	<u>2,063,375</u>	<u>1,701,718</u>
	As at 31 March 2016	As at 31 March 2015
8 Total Outstanding dues of micro enterprises and small enterprises		
Micro, Small and Medium Enterprises*	-	-
Others	262,647,364	318,053,043
	<u>262,647,364</u>	<u>318,053,043</u>
<p>*Disclosures relating to amounts payable as at the year end together with interest paid / payable to Micro, Small and Medium Enterprises have been made in the accounts, as required under the Micro, Small and Medium Enterprises Development Act, 2006 to the extent of information available with the Company determined on the basis of information received from suppliers regarding their claims and the required disclosures are given below:</p>		
Particulars		
Principal amount remaining unpaid	-	-
Interest due Unaccrued	-	-
Interest paid by the company in terms of Section 16 of Micro, Small and Medium Enterprises Development Act, 2006, along with the amount of the payment made to the suppliers beyond the appointed day during the year.	-	-
Interest due and payable for the year of delay in making payments (which have been paid but beyond the appointed day during the year) but without adding the interest specified under Micro, Small and Medium Enterprises Development Act, 2006.	-	-
Interest accrued and remaining unpaid	-	-
Further interest remaining due and payable even in the succeeding period until such date when the interest due as above are actually paid to the small enterprises.	-	-
	-	-
	As at 31 March 2016	As at 31 March 2015
9 Other current liabilities		
Current Liabilities of Long term Debt (Refer Note 2)	-	116,391,099
Interest accrued but not due on borrowings*	-	16,156,088
Advances from customers	9,198,272	3,267,198
Security deposits from others	610,000	610,000
Employee benefits payable	21,832,164	7,372,241
Statutory dues payable	16,500,819	13,219,014
Provision for expenses	116,609,333	105,636,281
	<u>161,340,674</u>	<u>262,856,001</u>
	As at 31 March 2016	As at 31 March 2015
10 Short-term provisions		
Provision for employee benefits (Refer Note 23)		
Gratuity	1,037,767	847,120
Leave Benefits	140,373	161,454
	<u>1,178,160</u>	<u>948,784</u>



BIG MAGIC LIMITED

Notes to the Consolidated Financial Statements for the year ended 31 March 2016 (Continued)

Currency in Indian Rupees

11 Fixed Assets

Particulars	Gross Block			Depreciation/Amortisation			Net Block	
	1 April 2015	Additions	31 March 2016	1 April 2015	For the year	31 March 2016	31 March 2016	31 March 2015
Tangible Asset								
Plant & Machinery	44,384,625	7,645,378	52,030,003	20,155,999	2,371,814	22,527,813	29,502,190	24,228,626
Office Equipments	490,433	-	490,433	313,966	98,123	412,089	78,344	176,467
Furniture & Fixtures	203,067	-	203,067	80,555	16,201	94,756	108,511	122,512
Data Processing Machines	5,12,535	26,578,867	31,704,252	3,422,758	4,298,090	7,720,848	23,983,404	1,702,627
Leasehold Improvements	6,825,180	-	6,825,180	4,644,313	1,034,226	5,678,539	1,146,641	2,180,867
Total	57,028,690	34,224,245	91,252,935	28,617,591	7,816,454	36,434,045	54,818,890	28,411,099
Previous Year	49,703,552	7,321,138	57,028,690	24,708,802	3,908,789	28,617,591	28,411,099	-
Intangible Assets (other than internally generated)								
Particulars								
Intangible Asset								
Computer Software	11,150,602	923,618	12,074,220	9,918,899	968,938	10,887,837	1,186,383	1,231,703
Total	11,150,602	923,618	12,074,220	9,918,899	968,938	10,887,837	1,186,383	1,231,703
Previous Year	10,376,240	774,362	11,150,602	7,646,452	2,272,447	9,918,899	1,231,703	-

Notes: The Company had revised depreciation rates on fixed assets w.e.f. 1 April, 2014 as per the useful life specified in Schedule II of the Companies Act, 2013 (the 'Act'). As prescribed in the said Schedule II of the Act, depreciation had been calculated based on the remaining useful life of those assets. Had the Company continued with the previously applicable Schedule XIV rates as per Companies Act, 1956, the depreciation charge and loss before tax for the previous year ended 31 March, 2015 would have been higher by Rs. 6,025,568/-.



BIG MAGIC LIMITED

Notes to the Consolidated financial statements as at 31 March 2016 (Continued)
 Currency in Indian Rupees

	As at 31 March 2016	As at 31 March 2015
12 Non-current investments		
<i>Non-Trade investments (Unquoted and at cost)</i>		
<i>Investments in Equity Instruments</i>		
<i>In Associate Company (Refer Note 1 (B))</i>		
<i>Azalis Broadcast Private Limited</i>	-	18,120,176
<i>32,071,427 (Previous year: 22,071,427) Equity shares of Rs.10 each, fully paid up</i>	-	(18,120,176)
<i>Less: Provision for Diminution in the value of Investments</i>	-	-
<i>Investments in Preference shares</i>		
<i>Reference Big Broadcasting Private Limited</i>	-	300,000,000
<i>1% (Previous year: 3,000,000) 1% Cumulative Redeemable Preference shares of Rs. 1 each, fully paid up</i>	300,000,000	-
<i>Reference Big Broadcasting Private Limited</i>	300,000,000	300,000,000
<i>100,000,000 (Previous year: Nil) 9% Cumulative Redeemable Preference shares of Rs. 1 each, fully paid up</i>	-	-
<i>Aggregate amount of unquoted investments</i>	300,000,000	318,140,176
<i>Aggregate provision for diminution in the value of investments</i>	-	(18,140,176)
	<u>As at 31 March 2016</u>	<u>As at 31 March 2015</u>
13 Long-term loans and advances		
<i>Unsecured, uncollateralized, interest otherwise stated</i>		
<i>Security Deposits</i>	190,700,000	1,400,000
<i>Loans and Advances to related party (Refer Note 30)</i>	982,053,121	60,000,000
<i>Less: Provision for Loans and Advances to related party</i>	(624,057,131)	(60,000,000)
	318,000,000	-
<i>Advance tax and tax deducted at source</i>	14,254,281	3,282,489
	<u>372,956,281</u>	<u>4,682,489</u>
	<u>As at 31 March 2016</u>	<u>As at 31 March 2015</u>
14 Other non-current assets		
<i>Interest accrued but not due on loans and advances</i>	80,267,297	534,083
<i>Less: Provision for interest accrued on loans and advances</i>	(80,267,297)	(534,083)
	-	-
	<u>As at 31 March 2016</u>	<u>As at 31 March 2015</u>
15 Inventories		
<i>Unamortized cost of television programs, movies and other rights</i>	192,817,508	,543,560,771
<i>Merchandise</i>	3,894,390	3,894,390
<i>Less: Provision for obsolescence</i>	(3,894,390)	(3,894,390)
	<u>192,817,508</u>	<u>543,560,771</u>
	<u>As at 31 March 2016</u>	<u>As at 31 March 2015</u>
16 Trade receivables		
<i>Unsecured, uncollateralized good</i>		
<i>Outstanding for a period exceeding six months from the date they are due for payment</i>	8,412,066	20,000,634
<i>Other Debts</i>	95,265,377	119,740,953
	104,678,283	139,780,567
<i>Disputed, considered doubtful</i>		
<i>Outstanding for a period exceeding six months from the date they are due for payment</i>	2,561,596	23,420,994
<i>Other Debts</i>	-	843,453
	2,561,596	24,264,447
<i>Less: Provision for Doubtful Debts</i>	(12,239,179)	(64,041,720)
	(7,361,366)	(24,284,453)
	<u>104,678,283</u>	<u>119,780,567</u>

Note: Trade Receivables include Rs. 10,129,206 (Previous Year: Rs. 2,978,250) due from Private Companies in which the Company's Director is a Director.



BIG MAGIC LIMITED

Notes to the Consolidated financial statements as at 31 March 2016 (Continued)
Currency in Indian Rupee

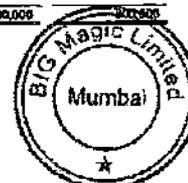
	As at 31 March 2016	As at 31 March 2015
17 Cash and cash equivalents		
Balances with banks - in current accounts	15,602,489	3,701,321
Cash on hand	3,020	2,040
	<u>15,605,509</u>	<u>3,703,361</u>
	As at 31 March 2016	As at 31 March 2015
18 Short-term loans and advances		
Unsecured, considered good unless otherwise stated	23,324,095	25,329,393
Advances to vendors	2,125,000	23,000
Security deposits	304,500	4,200,720
Loans and advances to employees	83,325,690	2,673,125
Prepaid expenses	431,672,413	258,661,219
CENVAT credit receivable	362,353,358	244,832,457
Unsecured, considered Doubtful	831,134	677,945
Other advances	(677,945)	(677,945)
Less: Provision for Doubtful Advances	153,189	-
	<u>562,908,747</u>	<u>248,832,457</u>
	For the year ended 31 March 2016	For the year ended 31 March 2015
19 Revenue from operations		
Revenue from Operations	458,295,085	386,220,445
Income from media operations	458,295,085	386,220,445
Barter Sales	-	10,103,663
Less: Barter Expenses	-	(10,103,663)
	<u>458,295,085</u>	<u>386,220,445</u>
Other Operating Revenue		
Television Programme Production License	93,701,000	-
Graphics and Editing Revenue	-	3,414,520
Syndication Revenue	2,495,358	964,750
Subscription Revenue	5,940,948	23,313,437
Management Fees	1,500,000	2,300,800
Royalty Income	731,014	-
Royalty Income	165,474	-
Sundry Balances written back	74,589,314	-
Sundry Provisions written back	-	-
	<u>101,146,112</u>	<u>29,993,107</u>
Total revenue from operations	<u>559,441,197</u>	<u>416,113,552</u>
	For the year ended 31 March 2016	For the year ended 31 March 2015
20 Other Income		
Dividend Income on:		
Income tax related	235,011	900,466
Loans and advances to related parties	79,733,314	593,425
Foreign Exchange Gain (Net)	37,231	-
Writeback of Provision for diminution in the value of investments	18,180,176	-
	<u>98,185,732</u>	<u>1,493,911</u>



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Notes to the Consolidated financial statements as at 31 March 2016 (Continued)
Currency in Indian Rupees

	For the year ended 31 March 2016	For the year ended 31 March 2015
21 Direct operating expenses		
Television Programme, Content and Other Production Expenses:		
Opening - Inventory	543,550,777	297,015,209
Add: Commissioned / acquisition	637,497,353	548,002,560
Production Expenses		
- Equipments Hire Charges	16,615,329	1,407,376
- Professional Fees	63,269,643	1,071,423
- Location Hire Charges	6,240,000	-
- Other Production Expenses	15,182,426	5,436,117
Less: Closing - Inventory	(132,417,501)	(243,560,771)
	1,109,647,834	900,370,162
Placement Fees	14,666,650	144,314,326
	<u>1,124,314,484</u>	<u>1,044,684,488</u>
	For the year ended 31 March 2016	For the year ended 31 March 2015
22 Employee benefits expense		
Salaries, wages and bonus	141,025,617	104,971,254
Contribution to Provident and other funds	3,637,398	3,234,120
Craftivity Expense	1,928,416	871,121
Leave Encumbrance	36,230	21,968
Staff Welfare Expenses	1,371,701	751,830
	<u>148,139,362</u>	<u>110,849,293</u>
	For the year ended 31 March 2016	For the year ended 31 March 2015
23 Finance cost		
Interest Expense	624,901,162	454,181,390
	<u>624,901,162</u>	<u>454,181,390</u>
	For the year ended 31 March 2016	For the year ended 31 March 2015
24 Depreciation and amortisation expense		
Depreciation of tangible assets	7,816,436	3,904,189
Amortisation of intangible assets	968,938	2,372,447
	<u>8,785,374</u>	<u>6,276,636</u>
	For the year ended 31 March 2016	For the year ended 31 March 2015
25 Other expenses		
Advertisements and publicity expenses	430,855,201	429,899,638
Barter Expense (net of Barter Sales of Rs.3,014,240)	2,290,500	-
Bank Charges	6,346,043	6,942,211
Bad Debts	27,842,484	1,900,390
Advances within off	-	141,960
Business Promotion	4,431,632	5,189,856
Communication Expenses	2,442,387	1,973,262
Computer / Internet / Intranet	6,305,892	4,873,016
Consignment Expense	161,180	226,136
Distribution and advertisement rights expenses	353,604,700	324,732,833
Dues and Taxes	7,997,704	4,286,181
Electricity Charges	1,014,335	383,542
Employee Reimbursement Fees	4,320,111	2,070,196
Foreign Exchange Loss (Net)	-	1,121,546
Housekeeping Charges	463,015	914,533
Legal and Professional Fees	50,815,818	41,812,395
Management and Distribution service fees	105,923,977	75,574,317
Payments to Auditor (Refer note below)	800,000	800,000
Printing and Stationery	117,127	149,722
Rent, Rates and Taxes	2,965,051	2,140,031
Repairs and Maintenance	857,696	951,820
- Repairs to Machinery	1,169,516	2,634,328
- Repairs to Others	13,621,407	-
Sales Incentive	482,619	600,162
Security Charges	12,120,394	8,657,104
Traveling and Conveyance	-	2,919,042
Provision for Obsolete Stock	-	24,264,133
Provision for Doubtful Debts	-	677,945
Provision for doubtful loans and advances	238,683	256,751
Other Miscellaneous Expenses	-	-
	<u>1,265,482,642</u>	<u>943,962,753</u>
	For the year ended 31 March 2016	For the year ended 31 March 2015
Payment to auditor (excluding service tax) As auditor: Audit fee	800,000	800,000
	<u>800,000</u>	<u>800,000</u>



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Notes to the Consolidated Financial statements as at 31 March 2016 (Continued)
 Currency in Indian Rupees

	For the year ended 31 March 2015	For the year ended 31 March 2015
26. Exceptional items		
Provision for diminution in the value of Non-Current Investments (refer note a below)	-	18,185,176
Provision for doubtful Loans and Interest Accrued (Net of reversal of Rs 19,722,917 (refer note b and c below))	653,766,445	60,534,083
	<u>653,766,445</u>	<u>78,719,259</u>

Note:

a) Pursuant to the share sale and settlement agreement entered between the Company and KTL Group (KTL), the Company had acquired 50% share in Azalia Bandaz Private Limited (ABPL) from KTL on 12 Feb, 2014. During the previous year, ABPL had scaled down its operations significantly. Hence, on a prudent basis, the Company had made a provision for other than temporary Diminution in the value of the said investments.

b) The Company has advanced loan to its fellow subsidiary namely Reliance Television Private Limited (RTPL) of which outstanding loan amount as at 31st March 2016 is Rs 358,727,083 (Previous year Rs 60,000,000) and Interest Accrued thereon is Rs 33,791,571 (Previous year Rs 534,083). The Company on a prudent basis, has made a provision of the said loan and interest accrued thereon of Rs 74,508,614 (Previous year Rs 60,534,083).

c) The Company has advanced loan to its fellow subsidiary namely Cluster Advertising Private Limited (CAPL) of which outstanding loan amount as at 31st March 2016 is Rs 593,726,011 (Previous year Rs. NIL) and Interest Accrued thereon is Rs 46,185,326 (Previous year Rs. NIL). During the previous year, ABPL had scaled down its operations significantly. Hence, on a prudent basis, the Company had made a provision of the said loan and interest accrued thereon of Rs 439,811,874 (Previous year Rs. NIL).



BIG MAGIC LIMITED

Notes to Consolidated Financial statements for the year ended 31 March 2016
 Currency in Indian Rupee

29 Contingent Liabilities

Particulars	As at	As at
	31 March 2016	31 March 2015
Income tax demand (Tax deducted at source)	960,710	1,882,740

30 Employee Benefits

Defined Contribution Plan

Contribution to Defined Contribution Plan, recognised as expense for the year are as under :

Particulars	For the year ended	For the year ended
	31 March 2016	31 March 2015
Employees contribution to Provident fund and other funds	3,637,998	3,658,136

Other long term employee benefits comprises encashment of leave. The obligation for leave encashment is recognised based on actuarial valuation carried out using the Projected Unit Credit Method. Expense recognised in the Statement of Profit and Loss during the current year is Rs. 66,230/- (Previous year: Rs. 35,834/-).

Defined Benefit Plan

Gratuity

The present value of obligation is discounted based on actuarial valuation using the Projected Unit Credit Method, which recognises each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation. The obligation for leave encashment is recognised in the same manner as gratuity.

I. Reconciliation of opening and closing balances of Defined Benefit obligation

Particulars	As at	As at
	31 March 2016	31 March 2015
Gratuity (Unfunded)		
Defined Benefit obligation at beginning of the year	2,434,536	2,434,536
Current Service Cost	614,602	386,883
Interest Cost	208,722	135,914
Actuarial (gain)/loss	206,082	432,314
Liabilities settled on Acquisition / Divestiture	-	5,733
Benefits Paid	(524,613)	-
Defined Benefit obligation at the end of the year	2,939,329	2,434,536

II. Reconciliation of fair value of assets and obligations.

Particulars	As at	As at
	31 March 2016	31 March 2015
Gratuity (Unfunded)		
Fair value of plan assets at the end of the year	2,939,329	2,434,536
Fair value of obligation at the end of the year	2,939,329	2,434,536
Liability recognised in the Balance Sheet	-	-

III. Expense/(Income) recognised during the year

Particulars	For the year ended	For the year ended
	31 March 2016	31 March 2015
Gratuity		
Current Service Cost	614,602	386,883
Interest Cost	208,722	135,914
Expected return on plan assets	-	-
Actuarial (gain)/loss	206,082	432,314
Post Service Cost	-	-
Losses/(Gains) on "Acquisition / Divestiture"	-	-
Expense/(Income) recognised during the year	1,029,406	955,111

IV. Investment details

NA Nil

V. Experience Adjustments

Particulars	As at				
	31 March 2016	31 March 2015	31 March 2014	31 March 2013	31 March 2012
Defined Benefit Obligation	2,939,329	2,434,536	1,154,073	1,311,387	845,200
Plan Assets	-	-	-	-	-
Surplus / (Deficit)	(2,939,329)	(2,434,536)	(1,154,073)	(1,311,387)	(845,200)
Experience Adjustments on Plan Liabilities	178,879	406,999	239,287	319,658	79,853
Experience Adjustments on Plan Assets	-	-	-	-	-



BIG MAGIC LIMITED

Notes to Consolidated financial statements for the year ended 31 March 2015
 Currency in Indian Rupee

VI. Actuarial assumptions

Particulars	As at 31 March 2014		As at 31 March 2015	
	Gratuity - (Unfunded)	Leave Encashment (Unfunded)	Gratuity - (Unfunded)	Leave Encashment (Unfunded)
Actuarial Table (LIC)	(Lillemor)	(Lillemor)	(Lillemor)	2006-08 (Lillemor)
Discount rate (per annum)	7.35%	7.35%	7.95%	7.95%
Expected rate of return on plan assets (per annum)	-	-	-	-
Rate of escalation in salary (per annum)	1.80%	7.00%	7.00%	7.00%

The estimates for rate of escalation in salary considered in actuarial valuation, take into account inflation, seniority, promotion and other relevant factors. The above information is certified by the actuary.

19 Disclosure of Segment Reporting under AS 17

Particulars	Content Broadcasting		Post Production Services		Production		Total	
	31 March 2014	31 March 2015	31 March 2014	31 March 2015	31 March 2014	31 March 2015	31 March 2014	31 March 2015
Segment Revenue	484,530,597	410,529,172	11,480,206	1,454,910	85,700,100	-	600,100,903	115,944,092
Inter Segment Revenue	-	-	11,480,206	-	-	-	11,480,206	-
Total Revenue	484,530,597	410,529,172	22,960,412	1,454,910	85,700,100	-	611,581,109	115,944,092
Segment Costs (Loss) / Profit	(1,371,891,247)	(1,083,245,775)	660,572	(8,176,817)	8,178,151	-	(1,912,224,061)	(1,091,673,013)
Unallocated Corporate Expenses (Net of Unallocated Income)	-	-	-	-	-	-	589,158,101	307,913,704
Finance Costs	-	-	-	-	-	-	624,901,162	431,881,293
Income Taxes	-	-	-	-	-	-	-	-
Net Profit After Tax	-	-	-	-	-	-	(2,157,964,721)	(1,857,647,709)
Other Information								
Segment Assets	1,092,701,010	968,574,300	11,123,609	13,389,153	-	-	1,104,824,619	1,082,512,833
Unallocated Corporate Assets	-	-	-	-	-	-	620,138,979	107,691,995
Segment Liabilities	492,969,319	410,904,271	8,065,148	8,213,968	1,579,183	-	307,560,472	449,151,299
Unallocated Corporate Liabilities	-	-	-	-	-	-	2,268,714,312	3,725,293,187
Capital Expenditure	35,147,861	8,099,509	-	-	-	-	13,347,861	8,099,509
Depreciation and amortisation	8,787,589	3,919,733	1,458,051	3,851,661	-	-	8,787,589	4,181,236

The Company has disclosed the Business Segments as primary segments. The business of the Company is divided into three segments - Content Broadcasting, Post Production and Production. The Segments have been disclosed taking into account the nature of the business, allocating risk and returns, the organizational structure and financial reporting system.

Content Broadcasting, which principally consists of developing, producing and procuring television programming and film content and distributing via satellite, thereby earning revenues by way of subscription and syndication.

Post Production Services consists of Graphics and editing of television programs.

Production consists of production of television programs.

Segment Revenues, Segment Results, Segment Assets and Segment Liabilities include the respective amounts identifiable to each segment at also the amounts allocable on a reasonable basis. Income and Expenses which are not directly attributable to any Business Segment are shown as unallocated corporate income / expenses, Assets and Liabilities that cannot be allocated here on the basis are shown as part of unallocated corporate assets and liabilities respectively. The Company's operations are mainly confined within India. The Company does not have material earnings outside India. At such there are no reportable geographical segments.

30 Disclosures of Related Party under AS 18

Ultimate Holding Company

Reflexa Lead Private Limited (w.e.f. 20 March, 2015)

Parent Company

Reflexa Broadcast Network Limited

Other Subsidiary Companies

Coastal Advertising Private Limited

Bolinas Television Private Limited

BIG US LLC

Subsidiaries under Subsidiary Companies of Other Subsidiary Companies

Apple Distribution Private Limited

Bolinas TV US LLC

GTVV Devco LLC (w.e.f. 2nd October, 2014)

Georgville Television LLC

Associate Company

Availa Broadcast Private Limited (formerly known as BIG RTL Networks Private Limited) (w.e.f. 12 June, 2014)

Joint Venture of Other Subsidiary Company

Availa Broadcast Private Limited (formerly known as BIG RTL Networks Private Limited) (w.e.f. 11 June, 2014)



BIG MAGIC LIMITED

Notes to the audited financial statements for the year ended 31 March 2014
Currency in Indian Rupees

Particulars	As at 31 March 2014	As at 31 March 2013
Trade receivables with Related Parties		
Reliance Broadcast Networks Limited		
Loan Taken		
Opening Balance	₹168,706,078	2,008,198,079
Add: Taken during the year	4,119,894,294	1,121,107,963
Less: Repaid during the year	1,226,691,821	231,802,000
Closing Balance	₹4,061,907,551	3,208,906,044
Recovery of Services		
Income from media operations	1,075,900	1,801,499
Royalty Income	268,413	-
Reimbursement of Expenses received	311,800	461,287
Receipt of Services		
Purchase of Capital	-	89,070,894
Advertisements and publicity expense	125,763,478	223,236,078
Management, distribution service fees and Facility Sharing Charges	98,361,845	61,949,319
Reimbursement of Expenses paid	36,912,018	4,822,813
Interest Expenses	(82,004,328)	(23,012,818)
Fixed Assets Purchased	36,125,900	-
Purchase of Fixed Assets	-	-
Current Balance	-	84,242,619
Trade Payable	1,596,042,105	453,012,838
Reliance Subscribers		
Reliance Television Private Limited		
Loan Given		
Opening Balance	60,000,000	-
Add: Given during the year	347,612,174	60,000,000
Less: Repaid back during the year	(38,123,681)	-
Less: Provision for doubtful loans	(18,771,045)	(60,000,000)
Closing Balance	₹310,697,458	(60,000,000)
Recovery of Services		
Management and distribution service fees	15,261,112	14,179,067
Reimbursement of Expenses paid	2,052,158	80,324,178
Reimbursement of Expenses received	-	41,459
Interest Income	31,247,498	393,425
Provision for Interest receivable on doubtful loans	(11,781,571)	(34,061)
Current Balance	-	4,974,418
Interest Receivable (Net of provision Rs. 10,781,571), Previous year: Rs. 34,061	-	-
Chirac Advertising Private Limited		
Loan Given		
Opening Balance	-	-
Add: Given during the year	1,108,718,495	-
Less: Received back during the year	(175,198,409)	-
Less: Provision for doubtful loans	(98,328,048)	-
Closing Balance	₹835,292,048	-
Interest Income	46,483,826	-
Provision for Interest receivable on doubtful loans	(46,483,826)	-
Current Balance	-	-
Interest Receivable (Net of provision Rs. 46,483,826), Previous year: Nil	-	-
Associate Company		
Amika Wirelesss Private Limited		
Provision for Depreciation in the value of investments	-	41,312,000
Capitalized Selling Revenue	-	3,114,920
Current Balance	-	4,876,150
Shareholders in Equity Shares (Net of Provision Rs Nil) Previous Year: Rs 12,300,124	-	-
Recovery of Services		
Reimbursement of Expenses received	111,673	-
Reimbursement of Expenses paid	2,056,383	-
Fixed Assets Purchased		
Purchase of Fixed Assets	190,213	-
Joint Venture of Reliance Subscribers: Consumer		



BIG MAGIC LIMITED

Notes to Consolidated Financial statements for the year ended 31 March 2016
Currency in Indian Rupees

Axalis Broadcast Private Limited		
Reimbursement of Expenses received	-	807,507
Subsidiary/Share from Subsidiary/Companies of Fellow Subsidiary Companies		
Axalis Distribution Private Limited		
Management Fees	1,300,000	-
Change Balance		
Shareholdings	1,717,300	-

31 Lease liabilities under AS 19

The Company has taken various office premises on considerable operating lease, where the lease agreements are normally renewed on expiry. The future minimum lease payments in respect of non-cancellable operating lease are as follows:

Particulars	As at 31 March 2016	As at 31 March 2015
Amount due within one year from the balance sheet date	-	2,670,035
Amount due in the period between one year and five years	-	1,437,378
Amount due after five years	-	1,698,597
	-	5,805,910

Amount payable within lock-in period is Nil (Previous year: Rs. Nil)

The Lease rentals recognized in the statement of profit and loss amounting to Rs. 2,767,169/- (Previous year: Rs. 1,681,152/-).

32 Earnings Per Share (EPS)

Particulars	For the year ended 31 March 2016	For the year ended 31 March 2015
Net (loss) available for equity shareholders	₹ 136,953,334/-	(1,280,516,548)
Weighted average number of equity shares outstanding during the year	20,000	20,000
Basic/ diluted Earnings Per Share	(68,476.67)	(64,025.83)
Monetary value per share	10	10

33 Foreign currency exposures (other than interbank) not covered by forward contracts

Particulars	Currency	As at 31 March 2016		As at 31 March 2015	
		Foreign Currency Amount	Amount - Indian Rupees	Foreign Currency Amount	Amount - Indian Rupees
Trade Receivables	USD CAD	7,043 -	440,327 -	600,999 220,150	10,831,257 10,845,325
Trade Payables	USD GBP	151,500 6,796	9,084,632 563,878	20,125 -	2,482,246 -
Security Deposits from Customers	USD	-	-	22,453	1,464,278

34 Expenditure in foreign currency

Particulars	For the year ended 31 March 2016	For the year ended 31 March 2015
Purchase of fixed assets	-	879,000
Professional Fees	-	452,230
Contract Cost	10,102,163	-
Advertisement and publicity expenses	24,638	-
Conference Expense	-	-
Membership Fees	92,146	48,317
Repaid paid maintenance	-	325,689
	10,398,947	1,705,236

35 Earnings in foreign currency

Particulars	For the year ended 31 March 2016	For the year ended 31 March 2015
Subscription Revenue	5,359,929	17,107,812
Sponsorship Revenue	2,495,138	-
	7,855,067	17,107,812

36 Loans and advances in the nature of loans given to Fellow Subsidiary

Loans and advances in the nature of loans

Name of the Company	Relationship	Loans given during the year	Outstanding balance during the year	31 March 2016	31 March 2015
Reflexion Television Private Limited	Fellow Subsidiary	347,000,773/-	328,910,900	340,325,194	60,000,000
Reflexion Advertising Private Limited	Fellow Subsidiary	1,118,776,496	1,039,625,000	893,226,048	-

(a) Loans and advances shown above to Reflexion Television Private Limited will under the category of unsecured loans and advances, repayable after four years from the date of signing of the term sheet and supplementary term sheets on 13 March, 2015 and 1 May 2015 or the date of disbursement of loan whichever is later.

(b) Loans and advances shown above to Reflexion Advertising Private Limited will under the category of unsecured loans and advances, repayable after four years from the date of signing of the term sheet on 1 April, 2015 or the date of disbursement of loan whichever is later.

(c) The above loans given to Companies are for "General Business Purpose".



BIG MAGIC LIMITED

Notes to Consolidated financial statements for the year ended 31 March 2016
 Currency in Indian Rupees

39 Details of loans given, investments made and guarantees given covered under section 185(i) of The Companies Act, 2013.

Name of the Company	Loans given during the year	31 March 2016	31 March 2015	Purpose
Business Telefilms Private Limited	1,17,028,734	578,797,083	60,000,000	Roller below note 37 (a)
Chowder Advertising Private Limited	1,11,671,495	393,324,026	-	Roller below note 37 (a)

(i) The above loans given to Companies are for "General Business Purpose".
 Refer notes on 39 & 38 for the loans given during the year to fellow subsidiary company.
 (ii) For Investments Refer Note 12

39 The Company's net worth has eroded. The Company continues to get financial support from the ultimate holding Company and has also been advised of such support in future. In view of the fact that the ultimate holding Company has also incurred losses, the going concern assumption for the Company is dependent on the ability of the ultimate holding Company to raise adequate funds. As the management of the ultimate holding Company is hopeful of being able to raise necessary funds, the Company has prepared its accounts on going concern basis.

38 Capital reserve on consolidation

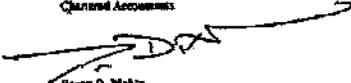
During the previous year the company had acquired 50% equity stake in a company. On consolidation, the Company had recognized the following capital reserve:

Particulars	31 March 2016
Original balance of Capital Reserve on consolidation	-
Capital reserve on investment in associate	26,628,837
Closing balance of Capital Reserve on consolidation	26,628,837

40 Previous year's figures have been regrouped / reclassified wherever necessary to correspond with the current year's classification / disclosure.

As per our report of above date

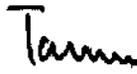
For Chartered & Shah
 Firm Registration No: 107730W
 Chartered Accountants



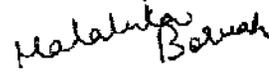
Farag O. Mehta
 Partner
 Membership No. 217981

Place: Mumbai
 Date: 29th August 2016

For and on behalf of the Board of Directors



Tarun Keshav
 Director



Maheshwar Boruah
 Director

Place: Mumbai
 Date: 29th August 2016



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For BIG Magic Limited



Director

Shridhar & Associates
Chartered Accountants

To the Board of Directors of Azalia Broadcast Private Limited

Report on the Standalone Interim Financial Statements

We have audited the accompanying standalone interim financial statements of Azalia Broadcast Private Limited ("the Company"), which comprise the balance sheet as at 30 September 2016, the statement of profit and loss for the six months then ended, the statement of cash flows and the statement of changes in equity for the six months then ended and a summary of the significant accounting policies and other explanatory information.

Management's Responsibility for the Standalone Interim Financial Statements

The Company's Board of Directors is responsible for the preparation of these standalone interim 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, read with relevant rules issued there under.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of 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 control, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the interim financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these standalone interim financial statements based on our audit.

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.

We conducted our audit of the standalone interim financial statements in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to



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For AZALIA BROADCAST PRIVATE LIMITED.

chf

Shridhar & Associates, 104, Kanaiya, 250/B, Linking Road, Bandra (W), Mumbai - 400 050. Head Office
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Director

obtain reasonable assurance about whether the standalone interim financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the standalone interim financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the standalone interim 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 interim 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 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 interim financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the standalone interim financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone interim financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 30th Sep, 2016 and its Profit and Loss & its Cash flows for the six month ended on that date.

Emphasis of Matter

We draw attention to Note 3 in the financial statements regarding accumulated losses exceeding the net worth of the Company and the financial statements being prepared on going concern basis. Our opinion is not qualified in this respect.

For Shridhar & Associates
Chartered Accountants
Firm's Registration Number: 134427W


Jitendra Sawjany
Partner
Membership Number: 050980
Mumbai
15th November, 2016



Azalia Broadcast Private Limited
Balance Sheet

	Note	As at September 30, 2016 Rupees	As at March 31, 2016 Rupees
EQUITY AND LIABILITIES			
Shareholders' funds			
Share capital	4	641,428,540	641,428,540
Reserves and surplus	5	(668,073,937)	(668,373,763)
Interunit Balance		-	-
Non-current liabilities			
Long-term provisions	6	37,587	3,530
Current liabilities			
Short-term borrowings	7	106,398,558	95,548,558
Trade Payables			
Total Outstanding dues of micro enterprises and small enterprises			
Total Outstanding dues of creditors other than micro enterprises and small enterprises	8	14,126,385	14,808,339
Other current liabilities	9	13,798,338	9,110,945
Short-term provisions	10	17,849	950
Total		89,733,320	92,527,099
ASSETS			
Non-current assets			
Fixed assets			
Tangible assets	11	95,654	107,013
Intangible assets	11	27,088	52,068
Long-term loans and advances	12	84,593,997	83,423,712
Current assets			
Inventories	13	997,272	2,528,928
Trade receivables	14	-	-
Cash and bank balances	15	150,837	2,425,386
Short-term loans and advances	16	3,866,492	3,891,992
Total		89,733,320	92,527,099

The notes are an integral part of these financial statements.

This is the Balance Sheet referred to in our report of even date.

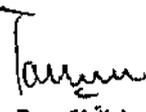
For Shridhar & Associates
Chartered Accountants
Firm Registration Number: 134427W


Jitendra Sawji
Partner
Membership Number: 050980



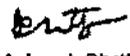
Place: Mumbai
Date: 15th November, 2016

For and on behalf of the Board of Directors


Taron Kattal
Director

Manish Gupta
Company Secretary

Place: Mumbai
Date: 15th November, 2016


Asheesh Chatterjee
Director



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Director

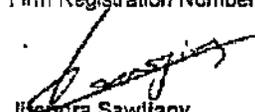
Azalia Broadcast Private Limited
Statement of Profit and Loss

	Note	Period ended September 30, 2016 Rupees	Period ended September 30, 2015 Rupees
Revenue			
Revenue from operations	17	-	585,386
Other income	18	25,042	13,850
Total revenue		<u>25,042</u>	<u>699,236</u>
Expenses			
Employee benefits expense	19	470,560	2,379,405
Depreciation and amortization expense	20	36,359	118,579
Other expenses	21	11,623,582	26,447,891
Interest expense	22	5,594,715	3,070,011
Total expenses		<u>17,725,216</u>	<u>32,015,885</u>
Loss before tax		17,700,174	31,416,649
Tax expense		-	-
Loss for the year		<u>17,700,174</u>	<u>31,416,649</u>
Loss per equity share (Nominal value per share: Rs 10) Basic and Diluted	23	0.03	0.05

The notes are an integral part of these financial statements.

This is the Statement of Profit and Loss referred to in our report of even date.

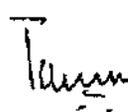
For Shridhar & Associates
Chartered Accountants
Firm Registration Number: 134427W

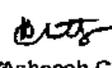

Jitendra Sawliany
Partner
Membership Number: 050980



Place: Mumbai
Date: 15th November, 2016

For and on behalf of the Board of Directors


Tarun Katial
Director


Asheesh Chatterjee
Director


Manish Gupta
Company Secretary

Place: Mumbai
Date: 15th November, 2016



For AZALIA BROADCAST PRIVATE LIMITED.



Director

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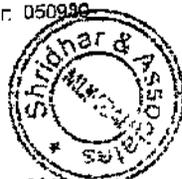
Azalia Broadcast Private Limited
Cash Flow Statement

	Period ended September 30, 2016 <u>Rupees</u>	Period ended September 30, 2015 <u>Rupees</u>
A Cash flow from operating activities		
Loss before taxation	(17,700,174)	(31,416,649)
Adjustments for:		
Depreciation and amortization expense	38,359	118,579
Interest expense	5,594,715	3,070,011
Excess Provision written Back	(2,578)	-
Interest on Income Tax refund	(22,466)	(13,850)
Operating profit / (loss) before working capital changes	(12,094,142)	(28,241,910)
Adjustments for changes in working capital:		
Trade and other receivables	(1,353,558)	(1,283,088)
Inventories	1,529,656	12,366,687
Trade and other payables	(1,535,742)	(11,428,036)
Cash used in operations	(13,453,786)	(28,566,347)
Tax Refund(net of payments)	329,237	267,489
Net cash generated from / (used) in operating activities	(13,124,549)	(28,298,859)
B Cash flow from investing activities		
Purchase of fixed assets	-	-
Proceeds from sale of fixed assets	-	-
Interest on fixed deposits	-	-
Net cash generated from / (used in) investing activities	-	-
C Cash flow from financing activities		
Proceeds from issue of equity shares	10,850,000	28,455,000
Proceeds from unsecured loan (net of repayment)	10,850,000	28,455,000
Net cash generated from financing activities	(2,274,549)	156,141
Net increase in Cash and Cash Equivalents (A+B+C)	2,425,386	48,373
Cash and Cash Equivalents as at the commencement of the period		
Cash and Cash Equivalents as at the end of the period		
Cash on hand	150,837	202,514
Balances with banks	-	-
Net Increase / (decrease) as disclosed above	(2,274,549)	156,141

This is the Cash Flow Statement referred to in our report of even date.

For Shridhar & Associates
Chartered Accountants
Firm Registration Number: 134427W

Jitendra Sawji
Jitendra Sawji
Partner
Membership Number: 050990



Place: Mumbai
Date: 15th November, 2016

For and on behalf of the Board of Directors

Tarun
Tarun Kattal
Director

Manish
Manish Gupta
Company Secretary

Place: Mumbai
Date: 15th November, 2016

Asheesh
Asheesh Chatterjee
Director

Certified True Copy



For AZALIA BROADCAST PRIVATE LIMITED.

Director
Director

Azalia Broadcast Private Limited

Notes to the financial statements as of and for the period ended September 30, 2016

1. General Information

The Company is engaged in developing, operating, marketing, promoting and launching television channels in India.

2. Significant Accounting Policies

2.1 Basis of Accounting

The financial statements are prepared and presented under the historical cost convention on the accrual basis of accounting and in accordance with the Generally Accepted Accounting Principle in India to comply with the Accounting Standards Under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014 and relevant provisions of the Companies Act, 2013.

2.2 Use of Estimates

The preparation of condensed financial statements in conformity with generally accepted accounting principles ("GAAP") in India requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosures of contingent liabilities on the date of the financial statements. Actual results could differ from those estimates. Any revision to accounting estimates is recognised prospectively in current and future periods.

2.3 Revenue Recognition

Advertisement revenue from broadcasting is recognised, net of agency commissions, when the related advertisement appears before the public, i.e., on telecast.

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

2.4 Foreign Currency Transactions

Foreign currency transactions are accounted at the exchange rates prevailing on the date of the transactions. Gains and losses arising on account of differences in foreign exchange rates on settlement / translation of monetary items are recognised in the Statement of Profit and Loss. Non-Monetary items denominated in foreign currency are stated at the rate prevailing on the date of the transaction.

2.5 Tangible Assets

Tangible Assets are stated at acquisition cost, net of accumulated depreciation and accumulated impairment losses, if any.

Subsequent expenditures related to an item of fixed assets are added to its book value only if they increase the future benefits from the existing asset beyond its previously assessed standard of performance.

Gains or losses arising from disposal of fixed assets which are carried at cost are recognised in the Statement of Profit and Loss.

Depreciation is provided on a pro-rata basis on the straight-line method over the estimated useful lives of the assets or the rates prescribed under schedule II to the Companies Act, 2013 which, in management's opinion, reflects the estimated useful lives of those fixed assets.

Assets costing less than Rs. 5,000 are depreciated at 100 percent in the year of purchase. Other assets are depreciated from the month of asset put to use till the month of sale of the asset.

2.6 Intangible Assets

Intangible Assets are stated at acquisition cost, net of accumulated amortization and accumulated impairment losses, if any.



Azalia Broadcast Private Limited

Notes to the financial statements as of and for the period ended September 30, 2016

Intangible assets are amortised on a straight line basis over their estimated useful lives.

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

2.7 Inventories

Inventories comprise of purchased programmes and movies which are stated at the lower of cost or net realizable value. The cost of purchased programs and movies is amortized on a straight-line basis over the license period or at such higher rates based on the management estimates of revenues from each of these rights.

2.8 Employee Benefits

(i) Short term employee benefits:

All employee benefits payable wholly within twelve months of rendering the service are classified as short term employee benefits. The undiscounted amount of short term employee benefits expected to be paid in exchange for the services rendered by employees are charged off to the Statement of Profit and Loss.

(ii) Defined contribution plan:

Contribution towards provident fund for all employees is made to the regulatory authorities, where the Company has no further obligations. Such benefits are classified as Defined Contribution Plans as the Company does not carry any further obligations, apart from the contributions made on a monthly basis.

(iii) Defined benefit plan:

The Company provides for gratuity, a Defined Benefit Plan (the "Gratuity Plan") covering eligible employees in accordance with the Payment of Gratuity Act, 1972. The Gratuity Plan provides a lump sum payment to the respective employees at retirement, death, incapacitation or termination of employment, of an amount based on the vested employee's salary and the tenure of employment. The Company's liability is actuarially determined (using the Projected Unit Credit method) at the end of each year. Actuarial losses/ gains are recognised in the Statement of Profit and Loss in the period in which they arise.

(iv) Compensated absences:

Accumulated compensated absences, which are expected to be availed within 12 months from the end of the period end are treated as short term employee benefits. The obligation towards the same is measured at the expected cost of accumulating compensated absences as the additional amount expected to be paid as a result of the unused entitlement as at the period end.

Accumulated compensated absences, which are expected to be availed beyond 12 months from the end of the year end are treated as other long term employee benefits. The Company's liability is actuarially determined (using the Projected Unit Credit method) at the end of each year. Actuarial losses/ gains are recognised in the Statement of Profit and Loss in the year in which they arise.

2.9 Accounting for Taxes on Income

Provision for current tax is made after taking into consideration benefits admissible under the provisions of the Income Tax Act, 1961.

Deferred tax resulting from timing differences between book and taxable profit is accounted for using the tax rates and laws that have been enacted or substantively enacted as on the balance sheet date. The deferred tax asset is recognised and carried forward only to the extent that there is a reasonable certainty that the assets will be realised in future. However in respect of unabsorbed depreciation or carry forward loss, the deferred tax asset is recognised and carried forward only to the extent that there is a virtual certainty that the assets will be realised in future.

2.10 Impairment

The Company assesses at each balance sheet date whether there is any indication that an asset may be impaired. If any such indication exists, the Company estimates the recoverable amount of the asset. If such recoverable amount of the asset or recoverable amount of the cash generating unit to which the asset belongs is less than its carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as an impairment loss and is recognised in the Statement of Profit and Loss.



Azalia Broadcast Private Limited

Notes to the financial statements as of and for the period ended September 30, 2016

2.11 Provisions and Contingent Liabilities

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

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

2.12 Cash and cash equivalents

Cash and cash equivalents include cash in hand, demand deposits with banks, other short term highly liquid investments with original maturities of three months or less.

2.13 Earnings per Share

Basic earnings per share is calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period. Earnings considered in ascertaining the Company's earnings per share is the net profit for the period after deducting preference dividends and any attributable tax thereto for the period. The weighted average number of equity shares outstanding during the period and for all periods presented is adjusted for events, such as bonus shares, other than the conversion of potential equity shares, that have changed the number of equity shares outstanding, without a corresponding change in resources. For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period is adjusted for the effects of all dilutive potential equity shares

3. Going Concern Assumption

The Company has accumulated losses as at September 30, 2016, resulting in erosion of the Company's net worth. The management of the Company is confident of its ability to continue operations for a foreseeable future. In view of erosion of net worth of the Company arising from operating losses, Reliance Broadcast Networks Limited (the ultimate holding Company, an entity exercising joint control as of September 30, 2016 and control subsequent to the period-end) have informed the Company of their intentions to meet their obligations as they fall due. Based on the business plan for the upcoming year noted by the Board of Directors and the financial support from Reliance Broadcast Networks Limited to meet the Company's obligations as they fall due, the financial statements have been prepared on going concern basis.



Azalia Broadcast Private Limited
Notes to the financial statements as of and for the period ended September 30, 2016

	As at September 30, 2016 <u>Rupees</u>	As at March 31, 2016 <u>Rupees</u>
4 Share capital		
Authorised		
65,000,000 (Previous year: 65,000,000) equity shares of Rs 10 each	650,000,000	650,000,000
Issued, Subscribed and Paid up		
64,142,854 (Previous year: 64,142,854) equity shares of Rs 10 each	641,428,540	641,428,540
	<u>641,428,540</u>	<u>641,428,540</u>

Paid up

(a) Reconciliation of number shares

	As at Sep 30, 2016		As at March 31, 2016	
	No. of shares	Amount	No. of shares	Amount
Balance as at the beginning of the year	64,142,854	641,428,540	64,142,854	641,428,540
Shares issued				
Balance as at the end of the year	<u>64,142,854</u>	<u>641,428,540</u>	<u>64,142,854</u>	<u>641,428,540</u>

(b) Rights, preferences and restrictions attached to shares.

The Company has one class of equity shares having a par value of Rs 10 per share. Each shareholder is eligible for one vote per share held. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting, except in case of interim dividend. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholding.

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

	As at September 30, 2016 No. of shares	As at March 31, 2016 No. of shares
Cinestar Advertising Private Limited	32,071,427 (50%)	32,071,427 (50%)
Big Magic Limited	32,071,427 (50%)	32,071,427 (50%)



Azalia Broadcast Private Limited

Notes to the financial statements as of and for the period ended September 30, 2016

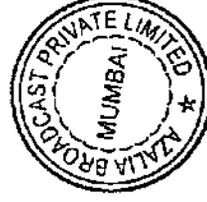
	As at September 30, 2016 <u>Rupees</u>	As at March 31, 2016 <u>Rupees</u>
6 Reserves and Surplus		
Securities Premium Account		
Balance as at the beginning of the year	371,269,632	371,269,632
Add: Premium on issue of shares	-	-
Balance as at the end of the year	<u>371,269,632</u>	<u>371,269,632</u>
Deficit in Statement of Profit and Loss		
Balance as at the beginning of the year	(1,039,643,395)	(976,337,841)
Loss for the year	(17,700,174)	(63,306,554)
Balance as at the end of the year	<u>(1,057,343,569)</u>	<u>(1,039,643,395)</u>
	<u>(686,073,937)</u>	<u>(668,373,763)</u>
6 Long-term provisions		
Provision for employee benefits	28,344	2,449
Provisions for gratuity (Refer note 19)	9,243	1,061
Provision for compensated absences (Refer note 19)	-	-
	<u>37,587</u>	<u>3,510</u>
7 Short-term borrowings		
Unsecured loan from Cinestar Advertising Private Limited	106,398,558	95,548,558
	<u>106,398,558</u>	<u>95,548,558</u>
8 Trade Payables		
Trade payables	14,126,385	14,808,339
	<u>14,126,385</u>	<u>14,808,339</u>
<p>There are no Micro, Small and Medium Scale Business Enterprises, to whom the Company owes dues, which are outstanding for more than 45 days as at September 30, 2016. This information as required to be disclosed under the Micro, Small and Medium Enterprises Development Act, 2006 has been determined to the extent such parties have been identified on the basis of information available with the Company.</p>		
9 Other current liabilities		
Employee dues Payable	-	1,359
Statutory dues payable	16,531	822,494
Interest Accrued but not due (Payable to CAPL)	13,781,807	8,187,092
	<u>13,798,338</u>	<u>9,110,945</u>
10 Short-term provisions		
Provision for employee benefits	10,915	12
Provisions for gratuity (Refer note 19)	7,634	938
Provision for compensated absences (Refer note 19)	-	-
	<u>17,849</u>	<u>950</u>



Azalla Broadcast Private Limited
Notes to the Financial statements as of and for the period ended September 30, 2016

11 Fixed assets

Particulars	Gross Block				Depreciation / Amortification			Net Block		Rupees
	As at April 1, 2016	Addition	Deletion	As at September 30, 2016	Addition	Deletion	As at September 30, 2016	As at September 30, 2016	As at March 31, 2018	
Tangible assets										
Plant and Machinery	291,341	-	-	291,341	3,282	-	131,720	69,621	72,903	
Computers	274,003	-	-	274,003	1,981	-	270,328	4,375	6,356	
Office equipment	60,627	-	-	60,627	6,096	-	36,188	21,658	27,764	
Total (a)	627,071	-	-	627,071	11,369	-	447,446	95,654	107,073	
	5,038,730	-	4,495,668	5,37,071	148,220	2,833,568	430,058	107,613		
Intangible assets										
Software	349,623	-	-	249,573	25,001	-	222,456	27,087	62,088	
Branding	6,161,232	-	-	6,161,232	-	-	6,151,292	-	-	
Website	1,537,822	-	-	1,537,822	-	-	1,537,822	-	-	
Total (b)	7,958,677	-	-	7,958,677	25,001	-	7,811,510	27,087	62,088	
	7,838,577	-	-	7,938,577	49,885	-	7,488,509	67,068		
Total (a+b)	12,975,316	-	-	12,975,316	36,389	-	12,300,000	122,742	169,161	
	12,075,316	-	4,495,668	6,478,548	186,095	2,833,568	8,316,567	169,071		



Azalia Broadcast Private Limited

Notes to the financial statements as of and for the Period ended September 30, 2016

	As at September 30, 2016	As at March 31, 2016
	<u>Rupees</u>	<u>Rupees</u>
12 Long-term loans and advances (Unsecured, considered good)		
Security deposits	5,386,879	5,386,879
Advance income tax	712,381	1,019,155
Balance with service tax authorities	78,494,737	77,117,678
	<u>84,593,997</u>	<u>83,523,712</u>
13 Inventories		
Unamortised cost of programme and movie rights	997,272	2,526,928
	<u>997,272</u>	<u>2,526,928</u>
14 Trade receivables (Unsecured, considered doubtful)		
Outstanding for a period exceeding six months from the date they are due for payment	1,252,598	1,255,174
Others	-	-
	<u>1,252,598</u>	<u>1,255,174</u>
Less:- Provision for doubtful receivables	<u>(1,252,598)</u>	<u>(1,255,174)</u>
	-	-
15 Cash and bank balances		
Cash and cash equivalents		
Cash on hand	-	-
Bank balances		
- in current accounts	150,837	-2,425,386
- in fixed deposit	-	-
	<u>150,837</u>	<u>2,425,386</u>
16 Short-term loans and advances (Unsecured, considered good)		
Advance to vendors	3,883,492	3,886,992
Others	5,000	5,000
	<u>3,888,492</u>	<u>3,891,992</u>



B Defined benefits plans

Gratuity (unfunded)

Valuations in respect of Gratuity have been carried out by an independent actuary as at the Balance Sheet date, based on the following assumptions:

	Period ended September 30, 2016 Rupees	Year Ended Year ended 31, 2015 Rupees
Assumptions used in accounting for the gratuity plan		
Discount rate (per annum)	7.35%	7.35%
Rate of increase in compensation levels	7.00%	7.00%
Expected Average remaining working lives of employees (Years)	1.77 years	1.77 years
Changes in present value of obligation		
Opening balance of present value of obligation	2,461	21,700
Current service cost	1,321	23,845
Interest cost	181	6,733
Actuarial (gain) / losses	34,386	(21,219)
Closing balance of present value of obligation	38,359	2,461
Amount recognised in the Balance Sheet		
Present value of obligations as at the year end	38,359	2,461
Liability recognised in the Balance Sheet	38,359	2,461
Recognised as under:		
Non current provisions (Refer note 8)	22,342	2,461
Current provisions (Refer note 10)	16,017	—
Amount recognised in the Statement of Profit and Loss		
Current service cost	1,321	23,845
Interest cost	181	6,733
Net actuarial (gain) / loss	34,386	(21,219)
Total expense	36,888	19,359

Disclosures as required under para 170 fn of A-3-13

	Period ended September 30, 2016	Year ended March 31, 2016	Year ended March 31, 2015	Year ended March 31, 2014	Year ended March 31, 2013
Present Value of the defined benefit obligation	38,359	2,461	51,700	88,038	14,207
Experience adjustments:					
On Plan liabilities	51,923	(21,252)	(51,562)	33,252	(264,583)

C Other Long Term Benefits

Leave encashment at payable to eligible employees who have earned leaves, during the employment and / or on separation as per the Company's policy. The leave encashment payable is as follows:

	Period ended September 30, 2016	Year ended March 31, 2016	Year ended March 31, 2015	Year ended March 31, 2014	Year ended March 31, 2013
Liability recognised in the Balance Sheet					
Recognised as under:					
Non current provisions (Refer note 8)		8,243	1,061	—	—
Current provisions (Refer note 10)		7,934	—	—	—
		16,177	1,061	—	—



Azala Broadcast Private Limited
Notes to the financial statements as of and for the period ended September 30, 2016

	Period ended September 30, 2016	Period ended September 30, 2015
	Rupees	Rupees
17 Revenue from operations		
Sale of services - Media operations	-	588,386
	<u>-</u>	<u>588,386</u>
18 Other Income		
Excise Provision written Back	3,578	-
Interest on Income Tax refund	22,042	13,850
	<u>25,620</u>	<u>13,850</u>
19 Employee benefits expense		
Salaries, wages and bonus	309,861	2,224,250
Contribution to provident and other funds (Refer note 'A' below)	19,743	104,766
Gratuity (Refer note 'B' below)	15,568.00	-
Compensated absence (Refer note 'C' below)	-	49,779
Staff welfare expenses	-	-
	<u>345,172</u>	<u>2,378,895</u>

Disclosures under Accounting Standard - 15 (revised 2008) "Employee Benefits"

The Company has classified various employee benefits as under

A Defined contribution plan

- (a) Provident Fund
- (b) State defined contribution plans
 - Employers' Contribution to Employees' Deposit Linked Insurance
 - Employers' Contribution to Employees' Pension Scheme 1995

The provident fund and the state defined contribution plan are operated by the regional provident fund commissioner. Under the schemes, the Company is required to contribute a specified percentage of payroll cost to the relevant benefit schemes to fund the benefits.

The Company has disclosed the following balances in the Statement of Profit and Loss:

Contribution to Provident Fund	4,585	77,463
Contribution to Employee's Deposit Insurance Scheme	4,755	10,522
Contribution to Employee's Pension Scheme 1995	10,403	18,961
	<u>19,743</u>	<u>104,946</u>



Azalia Broadcast Private Limited

Notes to the financial statements as of and for the period ended September 30, 2016

	Period ended Sep 30, 2016 <u>Rupees</u>	Period ended Sep 30, 2015 <u>Rupees</u>
20 Depreciation and amortisation Expense		
Depreciation on tangible assets	11,358	93,647
Amortisation on intangible assets	25,001	24,932
	<u>36,359</u>	<u>118,579</u>
21 Other expenses		
Content cost	1,529,688	12,386,687
Placement fee	-	479
Telecast and uplinking fees	9,758,154	12,323,321
Legal, professional and consultancy fees	118,000	249,326
Marketing and distribution expenses	4,000	15,435
Stamp duty and filing fees	-	871,000
Rent, Rates and Taxes	53,236	302,143
Travelling and conveyance expenses	-	149,190
Payment to auditors	-	-
-audit fees	12,500	12,500
Bank charges	6,741	48,021
Miscellaneous expenses	141,265	89,789
	<u>11,623,582</u>	<u>26,447,891</u>
22 Finance Cost		
Interest expenses	5,594,715	3,070,011
	<u>5,594,715</u>	<u>3,070,011</u>
23 Loss per share		
Loss after tax	(17,700,174)	(31,416,649)
Weighted average number of equity shares outstanding	641,428,540	641,428,540
Loss per share - Basic and Diluted (Rupees)	0.03	0.05
Nominal value of an equity share (Rupees)	10	10
24 Expenditure in foreign currency		
Telecast & uplinking fees	7,564,194	14,797,082
25 Segment reporting		

In accordance with Accounting Standard 17 "Segment Reporting" as prescribed under Companies (Accounting Standards) Rules, 2006, the Company has determined its business segment as television media. Since, there are no other business segments in which the Company operates and the content owned by the Company is published within India, there are no other primary reportable segments. Therefore the segment revenue, segment results, segment assets, segment liabilities, total cost incurred to acquire segment assets, depreciation charge are all as is reflected in the financial statements.



29 Related party disclosures

As per Accounting Standard - 18 issued by the Institute of Chartered Accountants of India, the Company's related parties and transactions are disclosed below:

- A Parties where Control exists: Nil
B Other related parties with whom transactions have taken place during the year:

- (i) Associates
Big Magic Limited
Cinestar Advertising Private Limited

Indirect:
Reliance Broadcast Network Limited
(Holding Company of Cinestar Advertising Private Limited & Big Magic Limited)

- (ii) Enterprises over which entities described in (i) above exercise control:

Reliance Television Private Limited

- C Details of transactions with related parties

	Period ended September 30 2016 <u>Rupees</u>	Year ended March 31, 2016 <u>Rupees</u>
<u>Cinestar Advertising Private Limited</u>		
Issue of equity shares (including security premium)	95,548,558	48,801,029
Unsecured loan taken (net of repayment)	10,860,000	48,747,529
Share application money received	-	-
Interest expense	5,594,715	7,278,885
Closing Balance-Interest Accrued	13,781,807	8,187,082
Closing balance - payable	106,368,558	95,548,558
<u>Reliance Broadcast Network Limited</u>		
Expenses incurred on our behalf	-	1,575
<u>BIG Magic Limited</u>		
Sale of assets	-	190,213
Management fees	400	111,676
Expenses incurred on our behalf	-	2,050,353
<u>Reliance Television Private Limited</u>		
Expenses incurred on our behalf	-	822

The above disclosures do not include transactions with public utility service providers, viz. electricity, telecommunications, in the normal course of business.

Transactions with related parties have been considered from the date on which the relationship came into existence.



Azalia Broadcast Private Limited

Notes to the financial statements as of and for the period ended September 30, 2016

27 The financial statements include numbers for the Six month period from 1 April, 2015 to 30 September, 2015 as comparative numbers to the current period numbers as per the requirements of AS 25 on Interim Financial Statements. The numbers for the six month period from 1 April, 2015 to 30 September, 2015 have not been subjected to audit / review by the auditors

28 Previous year/period figures

Previous year/period figures have been reclassified to conform to the current period's classification, wherever considered necessary.

For Shridhar & Associates

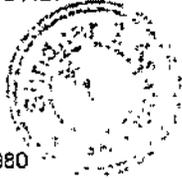
Chartered Accountants

Firm Registration Number: 134427W


Girendra Sawjiyani

Partner

Membership Number: 050980



For and on behalf of the Board of Directors


Tarun Katial
Director


Asheesh Chatterjee
Director


Manish Gupta
Company Secretary

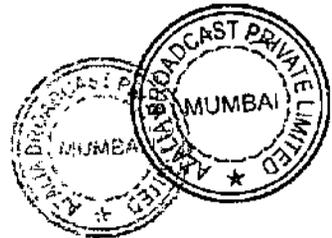
Certified True Copy

Place: Mumbai

Date: 15th November, 2016

Place: Mumbai

Date: 15th November, 2016



For AZALIA BROADCAST PRIVATE LIMITED,



Director

ANNEX - 70

Azalia Broadcast Private Limited

Regd. Off. : 401, 4th Floor, Infiniti Mall, Link Road, Oshiwara, Andheri (W), Mumbai 400 053
Tel No.: 91 22 3068 9444 Fax No.: 91 22 3988 8927 Email ID: communications@bigrtl.com
(CIN: U45400MH2007PTC243437)

DIRECTORS REPORT

Dear Shareowners,

Your Directors have pleasure in presenting the Ninth Annual Report and the audited financial statements for the financial year ended March 31, 2016.

Financial Results

The standalone performance of the Company for the financial year ended March 31, 2016 is summarized below:

Particular	Financial year ended March 31, 2016	Financial year ended March 31, 2015
	Amount in Rs.	Amount in Rs.
Total Income	626,002	13,470,165
Total Expenditure	63,931,556	154,007,288
Profit / (Loss) Before Tax	(63,305,554)	(140,537,123)
Provision for Taxation	-	-
Net Profit/(Loss) After Tax	(63,305,554)	(140,537,123)
Balance of Profit/ (Loss) brought forward from previous year	(976,337,841)	(835,800,718)
Net Profit / (loss) carried to Balance Sheet	(1,039,643,395)	(976,337,841)

*Figures of previous year have been regrouped and reclassified, wherever required.

State of affairs of the Company

Your Company is a Broadcasting entity and holds license for Big Thrill Channel.

Dividend

In view of the loss incurred during the current year and also brought forwards losses of the previous years, your Directors have not recommended any dividend on equity shares for the year under review.

Deposits

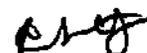
The Company has neither accepted nor renewed any fixed deposits during the year. There are no unclaimed deposits, unclaimed /unpaid interest, refunds due to the deposit holders or to be deposited to the Investor Education and Protection Fund as on March 31, 2016.

Particulars of Loans, Guarantees or Investments

There were no loans given, guarantees provided or investment made by the Company under Section 186 of the Companies Act, 2013 (the "Act") during the year under review and hence the said provision is not applicable.

Certified True Copy

For AZALIA BROADCAST PRIVATE LIMITED.



Director

Azalia Broadcast Private Limited

Regd. Off. : 401, 4th Floor, Infiniti Mall, Link Road, Oshiwara, Andheri (W), Mumbai 400 053
Tel No.: 91 22 3068 9444 Fax No.: 91 22 3988 8927 Email ID: communications@bigrtl.com
(CIN: U45400MH2007PTC243437)

Subsidiaries, joint venture or associate companies

The Company is an associate company of Cinestar Advertising Private Limited and Big Magic Limited.

The Company continues to remain wholly owned subsidiary of Reliance Broadcast Network Limited.

Directors and Key Managerial Personnel

In terms of the provisions of the Act, Shri Tarun Katial (01665221), Director of the Company retires by rotation and being eligible, offers himself for re-appointment at the ensuing Annual General Meeting (AGM) of the Company.

Shri Manish Gupta continues to be the Company Secretary of the Company.

Evaluation of Directors and Board

The Company has devised a policy for performance evaluation of individual directors, which includes criteria for performance evaluation.

Pursuant to the provisions of the Act, the Board has carried out an annual performance evaluation of its own performance and the directors individually. The Board performance was evaluated based on inputs received from all the Directors after considering criteria such as Board composition and structure, effectiveness of Board processes and information provided to the Board etc. The Board has also reviewed the performance of the individual directors based on their knowledge, level of preparation and effective participation in Meetings, understanding of their roles as directors etc.

Policy on appointment and remuneration

A policy for selection and appointment of directors, key managerial personnel and senior management employees and their remuneration was formulated which includes the criteria for determining qualifications, positive attributes and independence of a Director. The policy on the above is attached as Annexure - A.

Directors' Responsibility Statement

Pursuant to the requirements under Section 134(5) of the Act with respect to Directors' Responsibility Statement, it is hereby confirmed that:

- i. In the preparation of the annual financial statements for the financial year ended March 31, 2016, the applicable Accounting Standards had been followed along with proper explanation relating to material departures, if any;
- ii. The Directors had selected such accounting policies 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 at March 31, 2016 and of the loss of the Company for the year ended on that date;

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- iii. The Directors had taken proper and sufficient care for the 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 fraud and other irregularities;
- iv. The Directors had prepared the annual financial statements for the financial year ended March 31, 2016 on a 'going concern' basis.
- v. The Directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems are adequate and operating effectively.

Contracts and Arrangements with Related Parties

All contracts /arrangements/ transactions entered into/ by the Company during the financial year under review with related parties were on an arm's length basis and in the ordinary course of business. There were no materially significant related party transactions made by the Company with Promoters, Directors or other designated persons, which may have a potential conflict with the interest of the Company at large.

None of the Directors has any pecuniary relationship or transactions vis-a vis the Company. The details of related party transactions are disclosed in Notes to Accounts.

Material Changes and Commitments, if any, affecting the financial position of the Company

There was no material changes and commitments which affects the financial position of the Company occurred between the financial year ended on March 31, 2016 and the date of this report.

Meetings of the Board

During the year, six Board Meetings were held on April 15, 2015; June 15, 2015; July 11, 2015; August 27, 2015; November 23, 2015 and February 25, 2016. The attendance of the Board Members during these meetings have been provided below:

Name of the Director	Number of Board meetings attended out of Six meetings held
Shri Asheesh Chatterjee	6
Shri Tarun Katial	6

Auditors and Auditors' Report

M/s. Shridhar & Associates, Chartered Accountants, the Auditors of the Company, hold office until the conclusion of the ensuing AGM and are eligible for re-appointment.

The Company has received letter from M/s. Shridhar & Associates, Chartered Accountants, to the effect that their appointment, if made, would be within the prescribed limits under Section

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141(3) of the Act and they are not disqualified from appointment as Statutory Auditors of the Company.

Your Directors have therefore proposed to appoint M/s. Shridhar & Associates, Chartered Accountants, as Statutory Auditors of the Company, subject to the approval of the members at the ensuing AGM.

The observations and comments given by Auditors in their report read together with notes on financial statements are self explanatory and hence do not call for any further comments under Section 134 of the Act.

Secretarial Audit

Pursuant to the provisions of Section 204 of the Act and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Board of Directors had appointed M/s Ashita Kaul & Associates, Practicing Company Secretaries, to undertake the Secretarial Audit of the Company. The Audit Report of the Secretarial Auditor is attached as Annexure - B. The Company is in the process of appointing Independent Directors, Chief Executive Officer and Chief Financial Officer as per the requirement of the Act.

Corporate Social Responsibility

The provisions of Section 135 of the Act relating to Corporate Social Responsibility are not applicable on the Company.

Extract of Annual Return

The Extract of Annual Return in Form MGT - 9 is attached as Annexure - C, to this Report.

Conservation of Energy, Technology Absorption and Foreign Exchange Earnings and Outgo

As the Company does not involve in any manufacturing activity, most of the information of the Company as required under Section 134(3)(m) of the Act read with Rule 8 of the Companies (Accounts) Rules, 2014 are not applicable. However, the information as applicable has been given in the Annexure - D forming part of this Report.

Declarations and Confirmations

The Company has adequate internal financial control system in place which operates effectively. According to the Directors of your Company, elements of risk that threaten the existence of your Company are very minimal. Hence, no separate Risk management Policy is formulated.

There were no significant and material orders passed by the Regulators or Courts or Tribunals impacting the going concern status and Company's operations in future.

During the year under review, there were no cases filed pursuant to the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

Azalia Broadcast Private Limited

(Previously known as BIG RTL Broadcast Private Limited)

(CIN: U45400MH2007PTC243437)

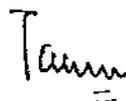
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Acknowledgements

Your Directors would like to express their sincere appreciation for the co-operation and assistance received from shareholders, bankers, financial institutions, regulatory bodies and other business constituents during the year under review.

For and on behalf of the Board of Directors



Tarun Katial
Director
DIN: 05135647



Asheesh Chatterjee
Director
DIN: 01665221

Date: August 24, 2016

Place: Mumbai

Azalia Broadcast Private Limited

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Annexure – A

Policy on appointment and remuneration for Directors, Key Managerial Personnel and Senior Management Employees

1. Introduction

- 1.1 Azalia Broadcast Private Limited considers human resources as invaluable assets of the Company. The policy aims to harmonise the aspirations of the directors/ employees with the goals of the Company.
- 1.2 Human capital is a strategic source of value creation and an important asset of our Company. As part of progressive HR Philosophy, it is necessary to have in place a comprehensive Compensation Policy, which is in line with the industry trend and is employee friendly.

2. Objectives

- 2.1 Ensuring that the level and composition of remuneration is reasonable and sufficient to attract, retain and motivate human resources and to run the Company successfully.
- 2.2 Ensuring that relationship of remuneration to performance is clear and meets the performance benchmarks.
- 2.3 Ensure that annual compensation review considers industry/ business outlook and strategies adopted by industry peers, differentiates employees based on their merits and also protects employees, particularly those in junior cadre, against inflationary pressures;
- 2.4 Retention of high performers at all levels and those playing critical roles.

3. Scope and Exclusion

This Policy sets out the broad guiding principles for the appointment and remuneration of the directors, key managerial personnel, and senior managerial personnel of the Company.

4. Definitions

- 4.1 "Director" means a director appointed to the Board of the Company.
- 4.2 "Key Managerial Personnel" means
 - (i) the Chief Executive Officer or the managing director or the Manager;
 - (ii) the Company Secretary;
 - (iii) the Whole-time Director;
 - (iv) the Chief Financial Officer; and
 - (v) such other officer as may be prescribed under the Companies Act, 2013.
- 4.3 "Senior Management" means personnel of the Company who are members of its core management team excluding Board of Directors comprising all members of management one level below the executive directors, if any.

5. Policy

5.1. Appointment of Directors/ Key Managerial / Senior Management personnel

The Board (hereinafter referred to as 'the Board', which term shall also include any Committee which the Board of Directors may constitute in this regard), inter alia, considers qualifications, positive attributes, areas of expertise, number of directorships and memberships held in various committees of other companies by such persons for selection

5.2. Remuneration to Directors/ Key Managerial Personnel

- 5.2.1 The remuneration of the Directors/ Managing Directors/ Whole-Time Directors and Managers etc. will be governed as per provisions contained in the Companies Act, 2013 and rules made therein from time to time.

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5.2.2 Non-Executive Directors shall be entitled to sitting fees for attending the meetings of the Board and the Committees thereof as approved by the Board of Directors from time to time. The Non-Executive Directors shall also be entitled to profit related Commission, if approved by the Board, in addition to the sitting fees.

5.2.3 The Board shall review and approve the remuneration payable to the Directors / Key Managerial Personnel/ Senior Management Personnel of the Company within the overall limits, if any, approved by the shareholders.

5.2.4 The remuneration structure shall include the following components:

- (i) Basic Pay
- (ii) Perquisites and Allowances
- (iii) Stock Options, if any.
- (iv) Commission (Applicable in case of Executive Directors/ Directors)
- (v) Retiral Benefits
- (vi) Performance Linked Incentives

5.2.5 The Annual Plan, Objectives, financial results of the Company shall be reviewed by the Board and Annual Performance Incentives, increment, revision in remuneration etc. will be proposed based on the achievements.

5.3 Remuneration to other employees

Employees shall be assigned grades according to their qualifications and work experience, competencies as well as their roles and responsibilities in the organization. Individual remuneration shall be determined within the appropriate grade and shall be based on various factors such as job profile, skill sets, seniority, experience, performance and prevailing remuneration levels for equivalent jobs.

6. Retention Features as part of Compensation Package

Based on the organizational need for retaining performing employees and those in critical roles, certain retention features may be rolled out as part of the overall compensation package. These may take form of Retention Bonuses (RBs); Special Monetary Programs (SMPs), Long-term Incentives (LTIs), Employee Stock Options etc.

7. Modification and Amendment

The policy is subject to modification, amendment and alterations by the management at any time without assigning any reasons.

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Annexure - C

Form No. MGT-9

EXTRACT OF ANNUAL RETURN as on the financial year ended March 31, 2016

[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	
1	CIN	U45400MH2007PTC243437
2	Registration Date	October 17, 2007
3	Name of the Company	Azalia Broadcast Private Limited
4	Category/Sub- category of the Company	Company Limited by Shares / Indian Non-Government Company
5 (A)	Address of the Registered Office and contact details	401, 4 th Floor, Infiniti, Link Road, Oshiwara, Andheri (West) Mumbai 400053, India Tel No: 022 30689444 Fax No: 022 39888927 Email: communications@reliancebroadcast.com
6	Whether listed company	No
7	Name, address and contact details of Registrar and Transfer Agent, if any	NIL

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:-		
Sl NO.	Name and Description of main products / services	NIC code of the product/ service	% to total turnover of the Company
1	Television programming and broadcasting activities	6020	100%

III	PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES				
SR NO.	NAME AND ADDRESS OF THE COMPANY	CIN/GLN	HOLDING/ SUBSIDIARY / ASSOCIATE	% of shares held	Applicable Section
1	Reliance Broadcast Network Limited	U64200MH2005PLC158355	Holding	100%	2(46)

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IV. SHARE HOLDING 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 (April 1, 2015)				No. of Shares held at the end of the year (March 31, 2016)				% Change during the year
	De mat	Physical	Total	% of Total Share	De mat	Physical	Total	% of Total Share	
A) Promoters									
1. Indian									
(a) Individual/HUF	0	0	0	0.00	0	0	0	0.00	0.00
(b) Central Govt.	0	0	0	0.00	0	0	0	0.00	0.00
(c) State Govt.(s)	0	0	0	0.00	0	0	0	0.00	0.00
(d) Bodies Corp.	0	64142854	64142854	100		64142854	64142854	100	0.00
(e) Banks/ FI	0	0	0	0.00	0	0	0	0.00	0.00
(f) Any Other...	0	0	0	0.00	0	0	0	0.00	0.00
Sub Total (A) (1)	0	64142854	64142854	100		64142854	64142854	100	0.00
2. Foreign									
(a) NRIs-Individual	0	0	0	0.00	0	0	0	0.00	0.00
(b) Others-Individual	0	0	0	0.00	0	0	0	0.00	0.00
(c) Bodies Corp	0	0	0	0.00	0	0	0	0.00	0.00
(d) Banks/FI	0	0	0	0.00	0	0	0	0.00	0.00
(e) Any Other	0	0	0	0.00	0	0	0	0.00	0.00
Sub Total (A) (2):-	0	0	0	0.00	0	0	0	0.00	0.00
Total shareholding of Promoter (A) = (A)(1)+(A)(2)	0	64142854	64142854	100	0	64142854	64142854	100	0.00
B) Public Shareholding									
1. Institutions									
(a) Mutual Funds	0	0	0	0.00	0	0	0	0.00	0.00
(b) Bank/FI	0	0	0	0.00	0	0	0	0.00	0.00

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(c) Central Govt.	0	0	0	0.00	0	0	0	0.00	0.00
(d) State Govt.(s)	0	0	0	0.00	0	0	0	0.00	0.00
(e) Venture Capital Funds	0	0	0	0.00	0	0	0	0.00	0.00
(f) Insurance Companies	0	0	0	0.00	0	0	0	0.00	0.00
(g) FIIs	0	0	0	0.00	0	0	0	0.00	0.00
(h) Foreign Venture Capital Funds	0	0	0	0.00	0	0	0	0.00	0.00
(i) Others (Specify)	0	0	0	0.00	0	0	0	0.00	0.00
Sub Total (B)(1)									
2. Non-Institutions									
(a) Bodies Corp									
i) Indian	0	0	0	0.00	0	0	0	0.00	0.00
ii) Overseas	0	0	0	0.00	0	0	0	0.00	0.00
(b) Individuals	0	0	0	0.00	0	0	0	0.00	0.00
i) Individual shareholders holding nominal share capital up to Rs. 1 lakh	0	0	0	0.00	0	0	0	0.00	0.00
ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh	0	0	0	0.00	0	0	0	0.00	0.00
(c) Others (specify)	0	0	0	0.00	0	0	0	0.00	0.00
Sub Total (B)(2):	0	0	0	0.00	0	0	0	0.00	0.00
Total Public Shareholding (B)=(B)(1)+(B)(2)	0	0	0	0	0	0	0	0.00	0.00
C) Shares held by Custodian for GDRs & ADRs	0	0	0	0.00	0	0	0	0.00	0.00
Grand Total (A+B+C)	0	64142854	64142854	100		64142854	64142854	100	-

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ii) Shareholding of Promoters

Sl. No.	Shareholder's Name	Shareholding at the beginning of the year (April 1, 2015)			Share holding at the end of the year (March 31, 2016)			% change in share holding 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	Cinestar Advertising Pvt. Ltd	32071427	50	-	32071427	50	-	-
2	BIG Magic Limited	32071427	50	-	32071427	50	-	-
Total		64142854	100	-	64142854	100	-	-

iii) Change In Promoters' Shareholding (please specify, if there is no change) -No Change

Sl. No.		Shareholding at the beginning of the year (April 1, 2015)		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the Company	No. of shares	% of total shares of the Company
1	At the beginning of the year	64142854	100	64142854	100
2	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):	No Change			
3	At the End of the Year	64142854	100	64142854	100

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iv) Shareholding Pattern of top ten Shareholders (other than Directors, Promoters and Holders of GDRs and ADRs): Not Applicable

Sl. No.	For Each of the Top 10 Shareholders	Shareholding at the beginning of the year (April 1, 2015)		Date	Increase / Decrease No. of Shares	Reason	Shareholding at the end of the year (March 31, 2016)	
		No. of shares	% of total shares of the Company				No. of shares	% of total shares of the Company
-	-	-	-	-	-	-	-	-

- v) Shareholding of Directors and Key Managerial Personnel:**
 Shri Manish Gupta, Company Secretary of the Company, held 1 (one) equity share as Nominee of Big Magic Limited at the beginning and end of the year.

V. INDEBTEDNESS

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

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount	-	48,801,029		48,801,029
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	1,816,884	-	1,816,884
Total (i+ii+iii)	-	50,617,913	-	50,617,913

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Change in Indebtedness during the financial year	-	-	-	-
• Addition	-	53,117,737	-	53,117,737
• Reduction	-	-	-	-
Net Change	-	53,117,737	-	53,117,737
Indebtedness at the end of the financial year	-	-	-	-
i. Principal Amount	-	95,548,558	-	95,548,558
ii. Interest due but not paid	-	-	-	-
iii. Interest accrued but not due	-	8,187,092	-	8,187,092
Total (I+II+III)	-	103,735,650	-	103,735,650

VI. Remuneration Of Directors And Key Managerial Personnel

(A) Remuneration to Managing Director, Whole-time Directors and/or Manager – Not Applicable

Sl. no.	Particulars of Remuneration	Name of MD/WTD/ Manager	Total Amount
1.	Gross salary (a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961 (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.	Sweaty Equity	-	-
4.	Commission - As % of Profit - Others, specify	-	-

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5.	Others, please specify - Provident Fund - Retiral	-	-
	Total (A)	-	-
	Celling as per the Act		

(B) Remuneration to other Directors: Not Applicable

Sl No.	Particulars of Remuneration	Name of Director				Total Amount
1. Independent Directors						
	Fee for attending board/committee meetings	-	-	-	-	-
	Commission	-	-	-	-	-
	Others, please specify	-	-	-	-	-
	Total (1)	-	-	-	-	-

Sl no.	Particulars of Remuneration	Name of Director				Total Amt
2.Other Non Executiv e Directors						
	Fee for attending board/committe e meetings	-	-	-	-	-
	Commission	-	-	-	-	-
	Others, please specify	-	-	-	-	-

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	Total (2)	-	-	-	-	-
	Total (B) = (1+2)	-	-	-	-	-
	Total Managerial Remuneration (A+B)	-	-	-	-	-
Overall Ceiling as per the Act						

(C) Remuneration to Key managerial Personnel other than MD/Manager/WTD- Not Applicable

SI no.	Particulars of Remuneration	Key Managerial Personnel			Total
1	Gross salary (a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961 (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	Sweaty Equity	-	-	-	-
4	Commission - As % of Profit - Others, specify	-	-	-	-
5	Others, please specify - Provident Fund	-	-	-	-

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	- Retiral				
	Total	-	-	-	-

VII PENALTIES/ PUNISHMENT/ COMPOUNDING OF OFFENCES:

There were no penalties, punishments or compounding of offences to the Company, directors and other officers of the Company during the year ended March 31, 2016.

Azalia Broadcast Private Limited

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Annexure B

(a) Conservation of Energy:

The steps taken or impact on conservation of energy	The Company requires energy for its operations and is making all efforts to conserve energy by monitoring energy costs and periodically reviews of the consumption of energy. It also takes appropriate steps to reduce the consumption through efficiency in usage and timely maintenance/ Installation/ upgradation of energy saving devices.
The steps taken by the Company for utilising alternate sources of energy	
The capital investment on energy conservation equipments	

(b) Technology Absorption, Adoption and Innovation:

(i)	The efforts made towards technology absorption	The Company uses latest technology and equipments into the business. Further the Company is not engaged in any manufacturing activities.
(ii)	The benefits derived like product improvement, cost reduction, product development or import substitution	
(iii)	In case of imported technology (imported during the last three years reckoned from the beginning of financial year)	
	(a) The details of technology imported	
	(b) The year of Import	
	(c) Whether the technology been fully absorbed	
	(d) If not fully absorbed, areas where absorption has not taken place and the reasons thereof	
(iv)	The expenditure incurred on research and development	

(c) Total foreign exchange earnings and outgo:

- a. Total Foreign Exchange earned :NIL
- b. Total Foreign Exchange outgo: Rs. 14,797, 082/-

ASHITA KAUL & ASSOCIATES
Company Secretaries
A004, Angelica Building, Pride Park, Ghodbunder Road, Thane West 400 607
Tel. No. 022- 2589 8656/ 989 233 2128

Form No. MR-3
Secretarial Audit Report

FOR THE FINANCIAL YEAR ENDED MARCH 31, 2016

[Pursuant to Section 204(1) of the Companies Act, 2013 and Rule 9 of Companies
(Appointment and Remuneration of Managerial Personnel) Rules, 2014]

To,
The Members,
Azalia Broadcast Private Limited

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by Azalia Broadcast Private Limited (hereinafter called "the Company"). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/ statutory compliances and expressing our opinion thereon.

Based on our verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, we hereby report that in our opinion, the company has, during the audit period covering the financial year ended on March 31, 2016 complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on March 31, 2016 according to the provisions of:

- (i) The Companies Act, 2013 (the Act) and the rules made thereunder ;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder – Not Applicable;
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder – Not Applicable;
- (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings – Not Applicable;

Email: ashkaulcs@gmail.com



ASHITA KAUL & ASSOCIATES
Company Secretaries
A004, Angelica Building, Pride Park, Ghodbunder Road, Thane West 400 607
Tel. No. 022- 2589 8656/ 989 233 2128

(v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act') are Not Applicable:-

- (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
- (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992;
- (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009;
- (d) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999;
- (e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;
- (f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with the client;
- (g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulation, 2009; and
- (h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998.

We have also examined compliance with the applicable clause of the following;

- I. Secretarial Standards issued by the Institute of the Company Secretaries of India;
- II. The Listing Agreements – Not Applicable.

During the period under review the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above except for appointment of CEO, CFO and Independent Directors along with its related compliances under the provisions of Companies Act, 2013, however the Company is in process of complying with these requirements.

We further report that

The Board of Directors of the Company is duly constituted with proper balance of Non-Executive Directors. Independent Directors are yet to be appointed.



Email: ashkaulcs@gmail.com

ASHITA KAUL & ASSOCIATES
Company Secretaries
A004, Angelica Building, Pride Park, Ghodbunder Road, Thane West 400 607
Tel. No. 022- 2589 8656/ 989 233 2128

Adequate notice, agenda and detailed notes were given to all Directors to schedule the Board Meetings and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

The decisions at Board Meetings are carried out and recorded in the minutes of the Board of Directors accordingly.

We further report that there are adequate systems and processes in the company commensurate with the size and operations of the Company to monitor and ensure compliances with applicable laws, rules, regulations and guidelines.

We further report that during the audit period the shareholders have vide their Meeting held on July 11, 2015 have passed the following resolutions:

- a. Borrowing Limits of the Company under Section 180(1)(c) of the Companies Act, 2013.
- b. Creation of Charge/Mortgage on assets of the Company under Section 180(1)(a) of the Companies Act, 2013.
- c. Investments of the Funds of the Company under Section 186 of the Companies Act, 2013.

Place: Mumbai
Date: 24/08/2016



For Ashita Kaul & Associates
Company Secretaries

Ashita
Proprietor
FCS 6988/ CP 6529

Shridhar & Associates
Chartered Accountants

Independent Auditors Report

To the Members of
Azalia Broadcast Private Limited

Report on the Financial Statements

We have audited the accompanying Standalone financial statements of AZALIA BROADCAST PRIVATE LIMITED ("the Company") which comprise the Balance Sheet as at March 31, 2016, the Statement of Profit and Loss, Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Standalone 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 financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. 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 financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these Standalone financial statements based on our audit.

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

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

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the 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 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 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 financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Standalone financial statements

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2016, and its Profit/Loss and its Cash Flow for the year ended on that date.

Emphasis of Matter

We draw attention to Note 3 in the financial statements regarding accumulated losses exceeding the net worth of the Company and the financial statements being prepared on going concern basis. Our opinion is not qualified in this respect.

Report on Other Legal and Regulatory Requirements

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, we give in the "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order.

As required by section 143 (3) of the Act, we report that:

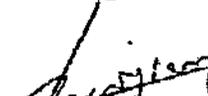
- a. we have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
- b. in our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
- c. the Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in agreement with the books of account
- d. In our opinion, the aforesaid Standalone 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, 2016 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2016 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 our 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 our opinion and to the best of our information and according to the explanations given to us:
- i. The Company does not have any pending litigations which would impact its financial position.
 - 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.

For and on behalf of
Shridhar & Associates
Chartered Accountants

Firm's registration number: 134427W


Jitendra Sawjani
Partner



Membership number: 050980

Place: Mumbai

Date:

"Annexure A" to the Independent Auditors' Report

Referred to in paragraph 1 under the heading 'Report on Other Legal & Regulatory Requirement' of our report of even date to the financial statements of the Company for the year ended March 31, 2016:

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

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 our 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.

The title deeds of immovable properties are held in the name of the company.

- 2) The management has conducted the physical verification of inventory at reasonable intervals.

The discrepancies noticed on physical verification of the inventory as compared to books records which has been properly dealt with in the books of account were not material.

- 3) The Company has not granted any loans, secured or unsecured to companies, firms, Limited Liability partnerships or other parties covered in the Register maintained under section 189 of the Act. Accordingly, the provisions of clause 3 (iii) (a) to (C) of the Order are not applicable to the Company and hence not commented upon.

- 4) In our opinion and according to the information and explanations given to us, 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, 2015 with regard to the deposits accepted from the public are not applicable.

- 6) As informed to us, 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 activities carried on by the company.



- 7) According to information and explanations given to us and on the basis of our 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. According to the information and explanations given to us, no undisputed amounts payable in respect of the above were in arrears as at March 31, 2016 for a period of more than six months from the date on when they become payable.

According to the information and explanation given to us, there are no dues of income tax, sales tax, service tax, duty of customs, duty of excise, value added tax outstanding on account of any dispute.

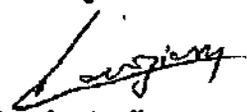
- 8) In our opinion and according to the information and explanations given to us, the Company has not defaulted in the repayment of dues to banks. The Company has not taken any loan either from financial institutions or from the government and has not issued any debentures.
- 9) Based upon the audit 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 clause 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, we 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) Based upon the audit procedures performed and the information and explanations given by the management, the managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act;
- 12) In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of clause 4 (xii) of the Order are not applicable to the Company.
- 13) In our 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 clause 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 clause 3 (xv) of the Order are not applicable to the Company and hence not commented upon.
- 16) In our opinion, the company is not required to be registered under section 45 1A of the Reserve Bank of India Act, 1934 and accordingly, the provisions of clause 3 (xvi) of the Order are not applicable to the Company and hence not commented upon.

For and on behalf of
Shridhar & Associates
Chartered Accountants

Firm's registration number: 134427W


Jitendra Sawjani
Partner



Membership number: 050980

Place: Mumbai

Date:

"Annexure B" to the Independent Auditor's Report of even date on the Standalone Financial Statements of Azalia Broadcast Private Limited

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of

Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls over financial reporting of Azalia Broadcast Private Limited ("the Company") as of March 31, 2016 in conjunction with our audit of the standalone 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

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

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

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



Meaning of Internal Financial Controls Over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that

- (1) Pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
- (2) Provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and
- (3) Provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

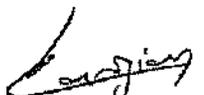
Opinion

In our opinion, the 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, 2016, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India,

For Shridhar & Associates

Chartered Accountants

Firm's Registration No. 134427W


Jitendra Sawjany

Partner

Membership No. 050980

Place:

Date:



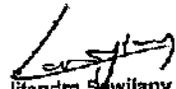
Azalia Broadcast Private Limited
Balance Sheet

	Note	As at March 31, 2016 Rupees	As at March 31, 2015 Rupees
EQUITY AND LIABILITIES			
Shareholders' funds			
Share capital	4	641,428,540	641,428,540
Reserves and surplus	5	(668,373,763)	(605,068,209)
Non-current liabilities			
Long-term provisions	6	3,530	60,522
Current liabilities			
Short-term borrowings	7	95,548,558	48,801,029
Trade payables	8	14,808,339	27,269,643
Other current liabilities	9	9,110,945	2,669,383
Short-term provisions	10	950	9,293
Total		92,527,099	115,170,181
ASSETS			
Non-current assets			
Fixed assets			
Tangible assets	11	107,013	2,119,333
Intangible assets	11	52,068	101,933
Long-term loans and advances	12	63,523,712	67,900,140
Current assets			
Inventories	13	2,526,928	20,840,867
Trade receivables	14	-	7,444,257
Cash and bank balances	15	2,425,385	46,373
Short-term loans and advances	16	3,891,992	16,717,258
Total		92,527,099	115,170,181

The notes are an integral part of these financial statements.

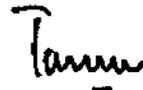
This is the Balance Sheet referred to in our report of even date.

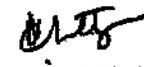
For Shridhar & Associates
Chartered Accountants
Firm Registration Number: 134427W


Jitendra Sawjanya
Partner
Membership Number: 050980



For and on behalf of the Board of Directors


Tarun Katiel
Director


Ashaesh Chatterjee
Director


Manish Gupta
Company Secretary

Place: Mumbai
Date: 24 August, 2016

Place: Mumbai
Date: 24 August, 2016

Certified True Copy

For AZALIA BROADCAST PRIVATE LIMITED.



Director



Azalia Broadcast Private Limited
Statement of Profit and Loss

	Nota	Year ended March 31, 2016 Rupees	Year ended March 31, 2015 Rupees
Revenue			
Revenue from operations	17	587,848	12,112,253
Other income	18	38,356	1,357,912
Total revenue		626,002	13,470,165
Expenses			
Employee benefits expense	19	2,818,487	12,643,684
Depreciation and amortization expense	20	196,085	356,159
Other expenses	21	53,637,099	139,190,561
Interest expense	22	7,279,885	1,816,884
Total expenses		63,931,556	154,007,288
Loss before tax		63,305,554	140,537,123
Tax expense			
Loss for the year		63,305,554	140,537,123
Loss per equity share (Nominal value per share: Rs 10) Basic and Diluted	23	0.99	2.24

The notes are an integral part of these financial statements.

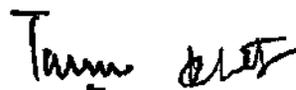
This is the Statement of Profit and Loss referred to in our report of even date.

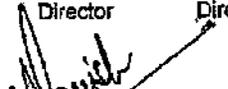
For Shridhar & Associates
Chartered Accountants
Firm Registration Number: 134427W


Jitendra Sawjani
Partner
Membership Number: 050980



For and on behalf of the Board of Directors


Tarun Katial **Asheesh Chatterjee**
Director Director

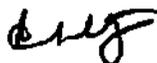

Manish Gupta
Company Secretary

Place: Mumbai
Date: 24 August, 2016

Place: Mumbai
Date: 24 August, 2016

Certified True Copy

For AZALIA BROADCAST PRIVATE LIMITED.



Director



Azalla Broadcast Private Limited
Cash Flow Statement

	Year ended March 31, 2016 <u>Rupees</u>	Year ended March 31, 2015 <u>Rupees</u>
A Cash flow from operating activities		
Loss before taxation	(63,305,564)	(140,587,123)
Adjustments for:		
Depreciation and amortization expense	195,065	356,159
Interest on fixed deposits	(24,508)	(1,259,302)
Loss on sale of fixed asset	1,630,387	-
Fixed assets Discarded	54,548	-
Barter sales	-	(139,406)
Barter expense	-	139,406
Interest expense	7,279,885	1,816,884
Bad debts	6,496,902	-
Sundry Balances w/off	203,155	-
Interest on Income Tax refund	(13,950)	(98,610)
Operating profit / (loss) before working capital changes	(47,482,938)	(139,721,982)
Adjustments for changes in working capital:		
Trade and other receivables	(2,104,690)	11,721,693
Inventories	18,313,959	30,504,305
Trade and other payables	(12,658,418)	(59,515,762)
Cash used in operations	(43,931,987)	(167,011,846)
Tax Refund/(net of payments)	267,486	425,476
Net cash generated from / (used) in operating activities	(43,664,501)	(166,586,370)
B Cash flow from investing activities		
Purchase of fixed assets	-	-
Proceeds from sale of fixed assets	181,156	-
Interest on fixed deposits	24,506	1,259,302
Net cash generated from / (used in) investing activities	205,662	1,259,302
C Cash flow from financing activities		
Proceeds from issue of equity shares	-	109,999,875
Proceeds from unsecured loan (net of repayment)	46,747,529	34,130,000
Interest expense paid	(909,677)	-
Share application money	-	-
Net cash generated from financing activities	45,837,852	144,129,875
Net increase in Cash and Cash Equivalents (A+B+C)	2,379,013	(21,197,092)
Cash and Cash Equivalents as at the commencement of the period	49,373	21,243,485
Cash and Cash Equivalents as at the end of the period		
Cash on hand	-	-
Balances with banks	2,425,386	46,373
Net increase / (decrease) as disclosed above	2,379,013	(21,197,092)

This is the Cash Flow Statement referred to in our report of even date.

For Shrikhar & Associates
Chartered Accountants

Firm Registration Number: 134477W

Jitendra Sawjani
Partner

Membership Number: 056385



For and on behalf of the Board of Directors

Tarun Kattal
Tarun Kattal
Director

Asheesh Chatterjee
Asheesh Chatterjee
Director

Manish Gupta
Manish Gupta
Company Secretary

Place: Mumbai
Date: 24 August, 2018

Place: Mumbai
Date: 24 August, 2018



Azalia Broadcast Private Limited

Notes to the financial statements as of and for the year ended March 31, 2016

1. General Information

Pursuant to the joint venture agreement dated May 27, 2011 and the supplemental agreement dated July 27, 2012 between RTL Group S.A., RTL Group Beheer B.V. (an entity exercising joint control), Reliance Television Private Limited, Cinestar Advertising Private Limited (an entity exercising joint control) and Azalia Broadcast Private Limited (Formerly know as BIG RTL Broadcast Private Limited) (the Company), the Company is engaged in developing, operating, marketing, promoting and launching television channels in India.

Pursuant to a Share Sale and Settlement Agreement dated June 10, 2014 between the shareholders of the Company and the Company, the entire shareholding of RTL Group Beheer BV (50%) has been transferred to Big Magic Limited, resulting in termination of Joint Venture Agreement and the company becoming wholly owned subsidiary of Reliance Broadcast Networks Limited. The agreement was approved by the Board of Directors of the Company through a Circular Resolution dated June 10, 2014.

2. Significant Accounting Policies

2.1 Basis of Accounting

The financial statements are prepared and presented under the historical cost convention on the accrual basis of accounting and in accordance with the Generally Accepted Accounting Principle in India to comply with the Accounting Standards Under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014 and relevant provisions of the Companies Act, 2013.

2.2 Use of Estimates

The preparation of condensed financial statements in conformity with generally accepted accounting principles ("GAAP") in India requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosures of contingent liabilities on the date of the financial statements. Actual results could differ from those estimates. Any revision to accounting estimates is recognised prospectively in current and future periods.

2.3 Revenue Recognition

Advertisement revenue from broadcasting is recognised, net of agency commissions, when the related advertisement appears before the public, i.e., on telecast.

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

2.4 Foreign Currency Transactions

Foreign currency transactions are accounted at the exchange rates prevailing on the date of the transactions. Gains and losses arising on account of differences in foreign exchange rates on settlement / translation of monetary items are recognised in the Statement of Profit and Loss. Non-Monetary items denominated in foreign currency are stated at the rate prevailing on the date of the transaction.

2.5 Tangible Assets

Tangible Assets are stated at acquisition cost, net of accumulated depreciation and accumulated impairment losses, if any.

Subsequent expenditures related to an item of fixed assets are added to its book value only if they increase the future benefits from the existing asset beyond its previously assessed standard of performance.

Gains or losses arising from disposal of fixed assets which are carried at cost are recognised in the Statement of Profit and Loss.

Depreciation is provided on a pro-rata basis on the straight-line method over the estimated useful lives of the assets or the rates prescribed under schedule II to the Companies Act, 2013 which, in management's opinion, reflects the estimated useful lives of those fixed assets.



Assets costing less than Rs. 5,000 are depreciated at 100 percent in the year of purchase. Other assets are depreciated from the month of asset put to use till the month of sale of the asset.

2.6 Intangible Assets

Intangible Assets are stated at acquisition cost, net of accumulated amortization and accumulated impairment losses, if any.

Intangible assets are amortised on a straight line basis over their estimated useful lives.

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

2.7 Inventories

Inventories comprise of purchased programmes and movies which are stated at the lower of cost or net realizable value. The cost of purchased programs and movies is amortized on a straight-line basis over the license period or at such higher rates based on the management estimates of revenues from each of these rights.

2.8 Employee Benefits

(i) Short term employee benefits:

All employee benefits payable wholly within twelve months of rendering the service are classified as short term employee benefits. The undiscounted amount of short term employee benefits expected to be paid in exchange for the services rendered by employees are charged off to the Statement of Profit and Loss.

(ii) Defined contribution plan:

Contribution towards provident fund for all employees is made to the regulatory authorities, where the Company has no further obligations. Such benefits are classified as Defined Contribution Plans as the Company does not carry any further obligations, apart from the contributions made on a monthly basis.

(iii) Defined benefit plan:

The Company provides for gratuity, a Defined Benefit Plan (the "Gratuity Plan") covering eligible employees in accordance with the Payment of Gratuity Act, 1972. The Gratuity Plan provides a lump sum payment to vested employees at retirement, death, incapacitation or termination of employment, of an amount based on the respective employee's salary and the tenure of employment. The Company's liability is actuarially determined (using the Projected Unit Credit method) at the end of each year. Actuarial losses/ gains are recognised in the Statement of Profit and Loss in the year in which they arise.

(iv) Compensated absences:

Accumulated compensated absences, which are expected to be availed within 12 months from the end of the year end are treated as short term employee benefits. The obligation towards the same is measured at the expected cost of accumulating compensated absences as the additional amount expected to be paid as a result of the unused entitlement as at the year end,

Accumulated compensated absences, which are expected to be availed beyond 12 months from the end of the year end are treated as other long term employee benefits. The Company's liability is actuarially determined (using the Projected Unit Credit method) at the end of each year. Actuarial losses/ gains are recognised in the Statement of Profit and Loss in the year in which they arise.

2.9 Accounting for Taxes on Income

Provision for current tax is made after taking into consideration benefits admissible under the provisions of the Income Tax Act, 1961.

Deferred tax resulting from timing differences between book and taxable profit is accounted for using the tax rates and laws that have been enacted or substantively enacted as on the balance sheet date. The deferred tax asset is recognised and carried forward only to the extent that there is a reasonable certainty that the assets will be realised in future. However, in respect of unabsorbed depreciation or carry forward loss, the deferred tax asset is recognised and carried forward only to the extent that there is a virtual certainty that the assets will be realised in future.



2.10 Impairment

The Company assesses at each balance sheet date whether there is any indication that an asset may be impaired. If any such indication exists, the Company estimates the recoverable amount of the asset. If such recoverable amount of the asset or recoverable amount of the cash generating unit to which the asset belongs is less than its carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as an impairment loss and is recognised in the Statement of Profit and Loss.

2.11 Provisions and Contingent Liabilities

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

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

2.12 Cash and cash equivalents

Cash and cash equivalents include cash in hand, demand deposits with banks, other short term highly liquid investments with original maturities of three months or less.

2.13 Earnings per Share

Basic earnings per share is calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period. Earnings considered in ascertaining the Company's earnings per share is the net profit for the period after deducting preference dividends and any attributable tax thereto for the period. The weighted average number of equity shares outstanding during the period and for all periods presented is adjusted for events, such as bonus shares, other than the conversion of potential equity shares, that have changed the number of equity shares outstanding, without a corresponding change in resources. For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period is adjusted for the effects of all dilutive potential equity shares

3. Going Concern Assumption

The Company has accumulated losses as at March 31, 2016, resulting in erosion of the Company's net worth. The management of the Company is confident of its ability to continue operations for a foreseeable future. In view of erosion of net worth of the Company arising from operating losses, Reliance Broadcast Networks Limited (the ultimate holding Company, an entity exercising joint control as of March 31, 2016 and control subsequent to the year-end) have informed the Company of their intentions to meet their obligations as they fall due. Based on the business plan for the upcoming year noted by the Board of Directors and the financial support from Reliance Broadcast Networks Limited to meet the Company's obligations as they fall due, the financial statements have been prepared on going concern basis.



Azalia Broadcast Private Limited
Notes to the financial statements as of and for the year ended March 31, 2016

	As at March 31, 2016 Rupees		As at March 31, 2015 Rupees	
4 Share capital				
Authorised				
65,000,000 (Previous year: 65,000,000) equity shares of Rs 10 each		650,000,000		650,000,000
Issued, Subscribed and Paid up				
64,142,854 (Previous year: 6,41,42,854) equity shares of Rs 10 each		641,428,540		641,428,540
		<u>641,428,540</u>		<u>641,428,540</u>
Paid up				
(a) Reconciliation of number shares	As at March 31, 2016		As at March 31, 2015	
	No. of shares	Amount	No. of shares	Amount
Balance as at the beginning of the year	64,142,854	641,428,540	51,761,904	517,619,040
Shares issued	-	-	12,380,950	123,809,500
Balance as at the end of the year	<u>64,142,854</u>	<u>641,428,540</u>	<u>64,142,854</u>	<u>641,428,540</u>

(b) Rights, preferences and restrictions attached to shares

The Company has one class of equity shares having a par value of Rs.10 per share. Each shareholder is eligible for one vote per share held. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting, except in case of interim dividend. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholding.

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

	As at March 31, 2016 No. of shares		As at March 31, 2015 No. of shares	
Cinestar Advertising Private Limited	32,071,427 (50%)		32,071,427 (50%)	
Big Magic Limited	32,071,427 (50%)		32,071,427 (50%)	

(d) Issue of equity shares

Pursuant to the approval of Board of Directors by their resolution passed on April 17, 2014, the Company had issued and allotted 952,380 equity shares of Rs 10 each to Cinestar Advertising Private Limited, at a premium of Rs 0.50 per share and 952,380 equity shares of Rs 10 each to RTL Group Beheer B.V., Netherlands at a premium of Rs 0.50 per share.

Pursuant to the approval of Board of Directors by their resolution passed on April 17, 2014, the Company had issued and allotted 5,238,095 equity shares of Rs 10 each to Cinestar Advertising Private Limited, at a premium of Rs 0.50 per share and 5,238,095 equity shares of Rs 10 each to RTL Group Beheer B.V., Netherlands at a premium of Rs 0.50 per share.

(e) Joint Venture Termination

Pursuant to the Joint venture termination agreement and Share sale & settlement agreement entered in to between RTL Group SA, RTL Group Beheer BV, Reference Television Private Ltd, Cinestar Advertising Private Limited the entire 50% shareholding of RTL Group Beheer BV was acquired by Big Magic Limited.



Azalia Broadcast Private Limited

Notes to the financial statements as of and for the year ended March 31, 2016

	As at March 31, 2016 Rupees	As at March 31, 2015 Rupees
5 Reserves and Surplus		
Securities Premium Account		
Balance as at the beginning of the year	371,269,632	365,079,156
Add: Premium on issue of shares	-	6,190,476
Balance as at the end of the year	<u>371,269,632</u>	<u>371,269,632</u>
Deficit in Statement of Profit and Loss		
Balance as at the beginning of the year	(976,337,841)	(935,800,718)
Loss for the year	(63,308,554)	(140,537,123)
Balance as at the end of the year	<u>(1,039,646,395)</u>	<u>(976,337,841)</u>
	<u>(668,373,763)</u>	<u>(605,068,209)</u>
6 Long-term provisions		
Provision for employee benefits		
Provisions for gratuity (Refer note 19)	2,449	50,946
Provision for compensated absences (Refer note 19)	1,081	9,576
	<u>3,530</u>	<u>60,522</u>
7 Short-term borrowings		
Unsecured loan from Cinestar Advertising Private Limited	95,548,658	48,801,029
	<u>95,548,658</u>	<u>48,801,029</u>
8 Trade Payables		
Trade payables	14,808,339	27,269,643
	<u>14,808,339</u>	<u>27,269,643</u>
<p>There are no Micro, Small and Medium Scale Business Enterprises, to whom the Company owes dues, which are outstanding for more than 45 days as at March 31, 2016. This information as required to be disclosed under the Micro, Small and Medium Enterprises Development Act, 2008 has been determined to the extent such parties have been identified on the basis of information available with the Company.</p>		
9 Other current liabilities		
Employee dues Payable	1,359	70,011
Statutory dues payable(Including Provident fund and tax deducted at source)	922,494	479,732
Interest Accrued but not due	8,187,092	1,816,884
Others	-	302,736
	<u>9,110,945</u>	<u>2,669,363</u>
10 Short-term provisions		
Provision for employee benefits		
Provisions for gratuity (Refer note 19)	12	754
Provision for compensated absences (Refer note 19)	938	8,539
	<u>950</u>	<u>9,293</u>



Azalia Broadcast Private Limited
Notes to the financial statements as of and for the year ended March 31, 2016

11 Fixed assets

Particulars	Gross Block				Depreciation / Amortisation				Net Block	
	As at April 1, 2015	Addition	Deletion	As at March 31, 2016	As at April 1, 2015	Addition	Deletion	As at March 31, 2016	As at March 31, 2016	As at March 31, 2015
Plant and Machinery	4,704,006	-	4,499,669	201,341	2,632,172	129,834	2,633,668	129,438	72,003	2,066,837
Computers	274,903	-	-	274,903	284,319	4,228	-	288,547	6,356	10,684
Office equipment	60,827	-	-	60,827	20,915	12,158	-	83,073	27,754	99,912
Total (a)	5,039,739	-	4,499,669	537,071	2,937,406	146,220	2,633,668	430,068	107,013	2,119,333
Previous year	5,036,739	-	-	5,036,739	2,611,112	306,294	-	2,917,408	2,119,333	-
Intangible assets										
Software	249,523	-	-	249,523	147,590	48,065	-	197,455	52,098	101,933
Branding	6,151,232	-	-	6,151,232	6,151,232	-	-	6,151,232	-	-
Weballs	1,537,822	-	-	1,537,822	1,537,822	-	-	1,537,822	-	-
Total (b)	7,938,577	-	-	7,938,577	7,836,644	48,065	-	7,886,509	52,098	101,933
Previous year	7,938,577	-	-	7,938,577	7,788,776	49,806	-	7,838,582	101,933	-
Total (a+b)	12,978,316	-	4,499,669	8,475,648	10,764,050	196,085	2,633,668	8,316,667	169,081	2,221,266
Previous year	12,975,316	-	-	12,975,316	10,997,691	356,159	-	10,744,050	2,221,266	-



Azalia Broadcast Private Limited

Notes to the financial statements as of and for the year ended March 31, 2016

	As at March 31, 2016 <u>Rupees</u>	As at March 31, 2015 <u>Rupees</u>
12 Long-term loans and advances (Unsecured, considered good)		
Security deposits	5,386,879	5,386,879
Advance income tax	1,019,156	1,272,794
Balance with service tax authorities	77,117,678	61,240,467
	<u>83,523,712</u>	<u>67,900,140</u>
 13 Inventories		
Unamortised cost of programme and movie rights	2,526,928	20,840,887
	<u>2,526,928</u>	<u>20,840,887</u>
 14 Trade receivables (Unsecured, considered doubtful)		
Outstanding for a period exceeding six months from the date they are due for payment	1,255,174	6,120,589
Others	-	1,323,668
	<u>1,255,174</u>	<u>7,444,257</u>
Less:- Provision for doubtful receivables	<u>(1,255,174)</u>	<u>-</u>
	<u>-</u>	<u>7,444,257</u>
 16 Cash and bank balances		
Cash and cash equivalents		
Cash on hand	-	-
Bank balances		
- in current accounts	2,425,386	46,373
- in fixed deposit	-	-
	<u>2,425,386</u>	<u>46,373</u>
 16 Short-term loans and advances (Unsecured, considered good)		
Advance to vendors	3,886,992	4,112,258
Balance with service tax authorities	-	12,600,000
Others	5,000	5,000
	<u>3,891,992</u>	<u>16,717,258</u>



Azadi Broadcast Private Limited
Notes to the financial statements as of and for the year ended March 31, 2016

	Year ended March 31, 2016 Rupees	Year ended March 31, 2015 Rupees
17 Revenue from operations		
Sale of services - Media operations	587,646	12,112,253
Barter sales	-	138,408
Less: Barter expense	-	(138,408)
	<u>587,646</u>	<u>12,112,253</u>
18 Other Income		
Interest on fixed deposits	24,606	1,258,302
Interest on Income Tax refund	13,860	88,810
	<u>38,466</u>	<u>1,357,912</u>
19 Employee benefits expense		
Salaries, wages and bonus	2,706,550	12,066,232
Contribution to provident and other funds (Refer note 'A' below)	127,897	512,836
Gratuity (Refer note 'B' below)	(48,239)	(13,338)
Compensated absence (Refer note 'C' below)	(18,098)	(32,879)
Sick leave expenses	47,575	110,633
	<u>2,815,487</u>	<u>12,643,554</u>

Disclosure under Accounting Standard - 18 (revised 2008) "Employee Benefits"

The Company has classified various employee benefits as under:

A Defined contribution plans

- (a) Provident fund
- (b) State defined contribution plans
 - Employers' Contribution to Employees' Deposit Linked Insurance
 - Employers' Contribution to Employees' Pension Scheme 1995

The provident fund and the state defined contribution plans are operated by the regional provident fund commissioner. Under the schemes, the Company is required to contribute a specified percentage of payroll cost to the retirement benefit schemes to fund the benefits.

The Company has debited the following balances to the Statement of Profit and Loss:

Contribution to Provident Fund	85,367	268,426
Contribution to Employee's Deposit Insurance Scheme	15,637	59,811
Contribution to Employee's Pension Scheme 1995	28,893	58,786
	<u>127,697</u>	<u>512,836</u>



B Defined benefit plans

Gratuity (unfunded)

Valuations in respect of Gratuity have been carried out by an independent actuary, as of the Balance Sheet date, based on the following assumptions:

	Year ended March 31, 2016 Rupees	Year ended March 31, 2015 Rupees
Assumptions used in accounting for the gratuity plan		
Discount rate (per annum)	7.35%	8.85%
Rate of increase in compensation levels	7.00%	7.00%
Expected Average remaining working lives of employees (Years)	1.77 years	1.77 years
Changes in present value of obligation		
Opening balance of present value of obligation	61,700	65,038
Current service cost	28,045	50,130
Interest cost	8,135	10,437
Actuarial (gains) / losses	(81,219)	(79,905)
Closing balance of present value of obligation	2,461	51,700
Amounts recognized in the Balance Sheet		
Present value of obligation as of the year end	2,461	51,700
Liability recognized in the Balance Sheet	2,461	51,700
Recognised as under:		
Non current provisions (Refer note 7)	2,448	50,848
Current provisions (Refer note 11)	.12	754
Amounts recognized in the Statement of Profit and Loss		
Current service cost	28,045	50,130
Interest cost	8,135	10,437
Net actuarial (gain) / loss	(81,219)	(79,905)
Total expense	(49,239)	(13,538)

Disclosure as required under Para 120 (f) of AS-15

	Year ended March 31, 2016	Year ended March 31, 2015	Year ended March 31, 2014	Year ended March 31, 2013	Year ended March 31, 2012
Present Value of the defined benefit obligation	2,461	61,700	65,038	14,297	276,578
Experience adjustments: On Plan liabilities	(81,232)	(81,562)	33,888	(386,593)	189,864

C Other Long Term Benefits

Leave encashment is payable to eligible employees who have earned leaves, during the employment and / or on separation as per the Company's policy. The leave encashment payable is as follows:

	Year ended March 31, 2016	Year ended March 31, 2015
Liability recognised in the Balance Sheet	2,019	9,115
Recognised as under:		
Non current provisions (Refer note 6)	1,081	9,876
Current provisions (Refer note 10)	938	8,539



Azalia Broadcast Private Limited
Notes to the financial statements as of and for the year ended March 31, 2016

	Year ended March 31, 2016 <u>Rupees</u>	Year ended March 31, 2015 <u>Rupees</u>
20 Depreciation and amortisation Expense		
Depreciation on tangible assets	146,220	306,294
Amortisation on intangible assets	49,865	49,865
	186,085	356,159
21 Other expenses		
Content cost	18,313,959	41,762,059
Management fee	-	1,870,278
Placement fee	479	42,313,448
Telecast and uplinking fees	23,842,259	27,579,025
Graphic, music and editing	-	3,414,920
Legal, professional and consultancy fees	1,358,421	14,968,195
Marketing and distribution expenses	15,435	560,959
Bad debts(Including Provision for Doubt full debts of Current year Rs12,65,174/- (Previous year NIL))	6,496,902	-
Stamp duty and filing fees	916,000	2,449,026
Rent , Rates and Taxes	327,143	-
Electricity and water	-	43,356
Travelling and conveyance expenses	164,971	927,362
Repairs and maintainance & Others	-	138,344
Payment to auditors		
-audit fees	25,000	150,000
-reimbursement of expenses	-	-
Bank charges	180,471	1,117,240
Loss on foreign exchange fluctuation (net)	-	1,094,364
Loss on sale of Fixed assets	1,630,397	-
Sundry Balances written off(Net)	257,703	-
Miscellaneous expenses	107,959	803,985
	53,637,099	139,190,561
22 Finance Cost		
Interest expenses	7,279,885	1,816,884
	7,279,885	1,816,884
23 Loss per share		
Loss after tax	(63,305,564)	(140,537,123)
Weighted average number of equity shares outstanding	62,633,396	62,633,396
Loss per share - Basic and Diluted (Rupees)	1.01	2.24
Nominal value of an equity share (Rupees)	10	10



Azalla Broadcast Private Limited

Notes to the financial statements as of and for the year ended March 31, 2016

24 Expenditure in foreign currency

Management fee	-	518,364
Telecast & uplinking fees	14,797,082	18,384,520
Purchase of content	-	5,838,823

25 C.I.F. Value of Imports

Branding	-	-
Website	-	-

26 Segment reporting

In accordance with Accounting Standard 17 "Segment Reporting" as prescribed under Companies (Accounting Standards) Rules, 2006, the Company has determined its business segment as television media. Since, there are no other business segments in which the Company operates and the content owned by the Company is published within India, there are no other primary reportable segments. Therefore the segment revenue, segment results, segment assets, segment liabilities, total cost incurred to acquire segment assets, depreciation charge are all as is reflected in the financial statements.



Azalla Broadcast Private Limited
Notes to the financial statements as of and for the year ended March 31, 2016

27 Related party disclosures

As per Accounting Standard -18 Issued by the Institute of Chartered Accountants of India, the Company's related parties and transactions are disclosed below:

A Parties where Control exists: Nil

B Other related parties with whom transactions have taken place during the year:

(i) Associates

Big Magic Limited (w.e.f 11th June 2014)
Cinestar Advertising Private Limited (w.e.f 11th June 2014)

Indirect:

Reliance Broadcast Network Limited
(Holding Company of Cinestar Advertising Private Limited & Big Magic Limited)

(ii) Enterprises over which entities described in (i) above exercise control:

Reliance Television Private Limited

C Details of transactions with related parties

	Year ended March 31, 2016 Rupees	Year ended March 31, 2015 Rupees
Cinestar Advertising Private Limited		
Issue of equity shares (including security premium)	48,801,029	64,999,988
Unsecured loan taken (net of repayment)	40,747,529	34,130,000
Share application money received	-	64,999,988
Interest expense	7,279,885	1,816,884
Closing Balance-Interest Accrued	8,187,092	1,816,884
Closing balance - payable	85,548,558	48,801,029
RTL Group Beheer B.V., Netherlands		
Issue of equity shares (including security premium)	-	64,999,988
Share application money received	-	54,999,988
Purchase of assets	-	3,164,518
Purchase of content	-	-
Management fees	-	484,824
Closing balance - payable	-	-
Fremantle Media Ltd, Australia		
Purchase of contents	-	5,838,823
Closing balance - payable	-	-
Reliance Broadcast Network Limited		
Expenses incurred on our behalf	1,575	9,826,743
Service received	-	-
Closing balance payable	-	81,305
Big Magic Limited		
Services received	-	3,414,820
Sale of assets	190,213	-
Management fees	-	-
Expenses incurred on our behalf	111,875	681,297
Expenses incurred on Big Magic behalf	2,059,353	-
Closing balance - payable	-	6,876,250
Reliance Television Private Limited		
Management fees	-	1,351,914
Expenses incurred on our behalf	322	774,630
Closing balance - payable	-	708,097

The above disclosures do not include transactions with public utility service providers, viz, electricity, telecommunications, in the normal course of business.

Transactions with related parties have been considered from the date on which the relationship came into existence.



Azalia Broadcast Private Limited
Notes to the financial statements as of and for the year ended March 31, 2016

28 Derivative instruments and unhedged foreign currency exposure

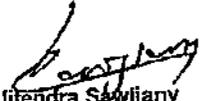
Particulars of unhedged foreign currency exposure at the end of the year are as follows:

	Year ended March 31, 2016		Year ended March 31, 2015	
	<u>Foreign Currency</u>	<u>Rupees</u>	<u>Foreign Currency</u>	<u>Rupees</u>
Payables - USD	-	-	141,224	8,299,698
Payables - Euro	-	-	65,585	5,540,600

29 Previous year figures

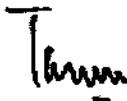
Previous year figures have been reclassified to conform to the current year's classification, wherever considered necessary.

For Shridhar & Associates
 Chartered Accountants
 Firm Registration Number: 134427W


 Jitendra Sawjiyani
 Partner
 Membership Number: 050980



For and on behalf of the Board of Directors


 Tarun Katial
 Director


 Asheesh Chatterjee
 Director

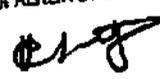

 Anish Gupta
 Company Secretary

Place: Mumbai
 Date: 24 August, 2016

Place: Mumbai
 Date: 24 August, 2016



Certified True Copy
For AZALIA BROADCAST PRIVATE LIMITED.



Director