

Music Broadcast Limited
Statement of Accounts for the year ended
March 31, 2016

Price Waterhouse Chartered Accountants LLP

INDEPENDENT AUDITORS' REPORT

To The Members Of Music Broadcast Limited

Report on the Standalone Financial Statements

1. We have audited the accompanying standalone financial statements of **Music Broadcast Limited** ("the Company"), which comprise the Balance Sheet as at March 31, 2016, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information.

Management's Responsibility for the Standalone Financial Statements

2. 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 to 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 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 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.

Auditors' Responsibility

3. Our responsibility is to express an opinion on these standalone financial statements based on our audit.
4. We have taken into account the provisions of the Act and the Rules made thereunder including the accounting standards and matters which are required to be included in the audit report.
5. We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act and other applicable authoritative pronouncements issued by the Institute of Chartered Accountants of India. Those Standards and pronouncements 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.
6. 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 auditors' 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 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.



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Price Waterhouse (a Partnership Firm) converted into Price Waterhouse Chartered Accountants LLP (a Limited Liability Partnership with LLP identity no: LLPIN AAC-5001) with effect from July 25, 2014. Post its conversion to Price Waterhouse Chartered Accountants LLP, its ICAI registration number is 012754N/N500016 (ICAI registration number before conversion was 012754N)

7. 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

8. 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 and its cash flows for the year ended on that date.

Other matter

9. The standalone financial statements of the Company for the year ended March 31, 2015, were audited by another firm of chartered accountants under the Companies Act, 2013 who, vide their report dated May 25, 2015, expressed an unmodified opinion on those financial statements.

Report on Other Legal and Regulatory Requirements

10. As required by 'the Companies (Auditor's Report) Order, 2016', issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act (hereinafter referred to as the "Order"), and on the basis of such checks of the books and records of the Company as we considered appropriate and according to the information and explanations given to us, we give in the Annexure B a statement on the matters specified in paragraphs 3 and 4 of the Order.
11. 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 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 the 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 A.



(g) With respect to the other matters to be included in the Auditors' Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our knowledge and belief and according to the information and explanations given to us:

- i. The Company has disclosed the impact, if any, of pending litigations as at March 31, 2016 on its financial position in its standalone financial statements – Refer Note 26.
- ii. The Company did not have any long-term contracts including derivative contracts as at March 31, 2016.
- iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company during the year ended March 31, 2016.

For Price Waterhouse Chartered Accountants LLP
Firm Registration Number: (012754N/N500016)
Chartered Accountants



Anurag Khandelwal
Partner
Membership Number 078571

New Delhi
May 30, 2016

Annexure A to Independent Auditors' Report

Referred to in paragraph 11 (f) of the Independent Auditors' Report of even date to the members of Music Broadcast Limited on the standalone financial statements for the year ended March 31, 2016

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

1. We have audited the internal financial controls over financial reporting of Music Broadcast 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

2. 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 (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

3. 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 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 internal financial controls over financial reporting were established and maintained and if such controls operated effectively in all material respects.
4. 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.
5. 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.



Annexure A to Independent Auditors' Report

Referred to in paragraph 11 (f) of the Independent Auditors' Report of even date to the members of Music Broadcast Limited on the standalone financial statements for the year ended March 31, 2016

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Meaning of Internal Financial Controls Over Financial Reporting

6. 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

7. 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

8. 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 Price Waterhouse Chartered Accountants LLP
Firm Registration Number: (012754N/N500016)
Chartered Accountants



Anurag Khandelwal
Partner
Membership Number 078571

New Delhi
May 30, 2016

Annexure B to Independent Auditors' Report

Referred to in paragraph 10 of the Independent Auditors' Report of even date to the members of Music Broadcast Limited on the standalone financial statements as of and for the year ended March 31, 2016

- i.(a) The Company is maintaining proper records showing full particulars, including quantitative details and situation, of fixed assets.
 - (b) The fixed assets are physically verified by the Management according to a phased programme designed to cover all the items over a period of 3 years which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. Pursuant to the programme, a portion of the fixed assets has been physically verified by the Management during the year and no material discrepancies have been noticed on such verification.
 - (c) The title deeds of immovable properties, as disclosed in Note 10 on fixed assets to the financial statements, are held in the name of the Company.
- ii. The Company does not carry any inventory and accordingly, clause 3 (ii) (a) to 3(ii) (c) of the Order are not applicable to the Company and hence not commented upon.
- iii. 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. Therefore, the provisions of Clause 3(iii), (iii)(a), (iii)(b) and (iii)(c) of the said Order are not applicable to the Company.
- iv. The Company has not accepted any deposits from the public within the meaning of Sections 73, 74, 75 and 76 of the Act and the rules framed there under to the extent notified.
- v. The Central Government of India has not specified the maintenance of cost records under sub-section (1) of Section 148 of the Act for any of the products of the Company.
- vi. (a) According to the information and explanations given to us and the records of the Company examined by us, in our opinion, the Company is regular in depositing the 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 other material statutory dues, as applicable, with the appropriate authorities.
 - (b) According to the information and explanations given to us and the records of the Company examined by us, the particulars of dues of income tax as at March 31, 2016 which have not been deposited on account of a dispute, are as follows:

Name of the statute	Nature of dues	Amount (Rs. lakhs)	Assessment year	Forum where the dispute is pending
Income Tax Act, 1961	Income Tax	387.00	2013-14	Commissioner of Income Tax (Appeals)
Income Tax Act, 1961	Income Tax	98.92	2009-10	Commissioner of Income Tax (Appeals)

The provisions relating to sales tax, wealth tax, value added tax, duty of customs and duty of excise not applicable to the Company.



Annexure B to Independent Auditors' Report

Referred to in paragraph 9 of the Independent Auditors' Report of even date to the members of Music Broadcast Limited on the standalone financial statements for the year ended March 31, 2016

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- vii. According to the records of the Company examined by us and the information and explanation given to us, the Company has not defaulted in repayment of loans or borrowings to any financial institution or bank or Government or dues to debenture holders as at the balance sheet date.
- viii. In our opinion, and according to the information and explanations given to us, the moneys raised by way of initial public offer or further public offer (including debt instruments) and term loans have been applied for the purposes for which they were obtained.
- ix. During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, we have neither come across any instance of material fraud by the Company or on the Company by its officers or employees, noticed or reported during the year, nor have we been informed of any such case by the Management.
- x. The Company has paid/ provided for managerial remuneration in accordance with the requisite approvals mandated by the provisions of Section 197 read with Schedule V to the Act.
- xi. As the Company is not a Nidhi Company and the Nidhi Rules, 2014 are not applicable to it, the provisions of Clause 3(xii) of the Order are not applicable to the Company.
- xii. The Company has entered into transactions with related parties in compliance with the provisions of Sections 177 and 188 of the Act. The details of such related party transactions have been disclosed in the financial statements as required under Accounting Standard (AS) 18, Related Party Disclosures specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- xiii. 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.
- xiv. The Company has not entered into any non cash transactions with its directors or persons connected with him. Accordingly, the provisions of Clause 3(xv) of the Order are not applicable to the Company.
- xv. The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, the provisions of Clause 3(xvi) of the Order are not applicable to the Company.

For Price Waterhouse Chartered Accountants LLP
Firm Registration Number: (012754N/N500016)
Chartered Accountants



Anurag Khandelwal
Partner
Membership Number 078571

New Delhi
May 30, 2016

MUSIC BROADCAST LIMITED

BALANCE SHEET AS AT MARCH 31, 2016

(All amounts in Rs. Lakhs, unless otherwise stated)

	Note No.	As at March 31, 2016	As at March 31, 2015
I EQUITY AND LIABILITIES			
Shareholders' Funds			
Share Capital	2	3,890.97	3,890.97
Reserves and Surplus	3	6,062.67	1,825.99
Non-Current Liabilities			
Long-term Borrowings	4	23,274.00	28,482.33
Long-term Provisions	5	359.79	317.88
Current Liabilities			
Short-term Borrowings	6	400.00	-
Trade Payables	7	-	-
-Total outstanding dues of micro enterprises and small enterprises and		-	-
-Total outstanding dues of creditors other than micro enterprises and small enterprises		3,722.08	3,407.49
Other Current Liabilities	8	7,682.78	1,778.03
Short-term Provisions	9	113.38	70.43
Total		45,505.67	39,773.12
II ASSETS			
Non-Current Assets			
Fixed Assets			
Tangible Assets	10	682.45	708.76
Intangible Assets	11	20,739.37	1,163.33
Capital Work-in-progress		6,566.28	28.94
Non-current Investments	12	-	1.00
Long-term Loans and Advances	13	4,637.03	2,243.63
Other Non-current Assets	14	286.50	971.15
Current Assets			
Current Investments	15	1,420.00	-
Trade Receivables	16	8,747.37	7,715.39
Cash and Bank Balances	17	1,490.22	5,435.01
Short-term Loans and Advances	18	928.63	21,161.74
Other Current Assets	19	7.82	344.18
Total		45,505.67	39,773.12

Significant Accounting Policies 1

The accompanying notes are an integral part of these financial statements
This is the Balance Sheet referred to in our report of even date

For Price Waterhouse Chartered Accountants LLP
Firm Registration Number (012754N/N500016)
Chartered Accountants

Anurag Khandelwal
Partner
Membership Number-078571

Place: New Delhi
Date: May 30, 2016

For and on Behalf of the Board

Apurva Purohit

Apurva Purohit
Director

Director

Abraham Thomas

Abraham Thomas
Chief Executive Officer

Prashant Domadia

Prashant Domadia
Chief Financial Officer

Chirag Bagadia

Chirag Bagadia
Company Secretary



MUSIC BROADCAST LIMITED**STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2016**

(All amounts in Rs. Lakhs, unless otherwise stated)

	Note No.	Year Ended March 31, 2016	Year Ended March 31, 2015
I Revenue from Operations		22,675.77	20,083.50
II Other Income	20	1,328.76	666.90
III Total Revenue (I + II)		24,004.53	20,750.40
IV Expenses:			
License Fees		1,681.85	949.87
Employee Benefits	21	4,971.84	4,315.29
Finance Costs	22	1,830.09	621.04
Depreciation and Amortisation	10,11,23	1,631.08	1,570.00
Other Expenses	24	8,295.49	8,601.89
Total Expenses		18,410.35	16,058.09
V Profit Before Exceptional items and Tax (III-IV)		5,594.18	4,692.31
VI Exceptional Items	25	1,357.50	-
VII Profit Before Tax (V - VI)		4,236.68	4,692.31
VIII Tax Expense			
Current Tax (MAT)		1,358.46	-
(Including Rs. 369.68 lakhs related to earlier years (Previous Year: Nil))			
MAT Credit Entitlement		(1,358.46)	-
IX Profit for the Year (VII - VIII)		4,236.68	4,692.31
X Earnings per Equity Share in Rupees	32		
Nominal value (per share)		10	10
Basic		10.11	11.20
Diluted		10.11	11.20

Significant Accounting Policies

1

The accompanying 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 Price Waterhouse Chartered Accountants LLP
Firm Registration Number (012754N/N500016)
Chartered Accountants

Anurag Khandelwal
Partner
Membership Number-078571

Place: New Delhi
Date: May 30, 2016

For an on Behalf of the Board


Apurva Purohit
 Director


Abraham Thomas
 Chief Executive Officer


Prashant Domadia
 Chief Financial Officer


Chirag Bagadia
 Company Secretary



MUSIC BROADCAST LIMITED
CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2016

Particulars	(All amounts in Rs. Lakhs, unless otherwise stated)	
	Year Ended March 31, 2016	Year Ended March 31, 2015
A. Cash Flow From Operating Activities:		
Profit before Tax and exceptional item	5,594.18	4,692.31
Adjustments for:		
Depreciation and Amortization	1,631.08	1,570.00
Finance Costs	1,830.09	621.04
Interest Income	(1,168.78)	(506.75)
Interest on Income Tax refund	(19.19)	(60.97)
(Profit) on Fixed Assets Sold	(1.02)	(3.21)
(Profit) on Investments Sold	(82.64)	-
Provision for Doubtful Debts and Advances	396.41	288.66
Provision for Gratuity and Leave Encashment	84.85	119.98
Liabilities no Longer Required Written-back	(15.40)	(5.16)
	<u>2,655.40</u>	<u>2,023.59</u>
Operating Profit Before Working Capital Changes	8,249.58	6,715.90
Adjustments for Changes In Working Capital :		
- Increase in Trade Payables	314.59	44.27
- Increase in Other Current Liabilities & provisions	1,750.24	1,230.37
- (Increase) in Trade Receivables	(1,428.39)	(1,629.64)
- (Increase)/ Decrease in Long Term Loan and Advances	(474.45)	83.89
- (Increase)/ Decrease in Short Term Loan and Advances	(356.89)	130.58
- Decrease/ (Increase) in Other Current Assets	73.85	(55.88)
	<u>(121.05)</u>	<u>(196.41)</u>
Net cash generated from operations before exceptional items	8,128.53	6,519.49
Direct taxes received/(paid) including Interest on refund	(1,045.20)	72.10
Exceptional items	(1,357.50)	-
Net cash generated from operating activities	5,725.83	6,591.59
B. Cash Flow From Investing Activities:		
Purchase of Fixed Assets	(28,610.79)	(273.88)
Proceeds from Sale of Fixed Assets	1.02	3.21
Redemption of Investments	4,028.64	-
Purchase of Investments	(5,365.00)	-
Inter-Corporate Deposits Given	-	(20,090.00)
Repayment of Inter-Corporate Deposit Given	20,590.00	-
Maturity of Bank Deposits classified as Non Current	609.85	(501.16)
Proceeds from Bank Deposits classified as Cash and Cash Equivalents	804.88	350.65
Interest Received	1,506.09	322.76
Net Cash Used In Investing Activities	(6,435.31)	(20,188.42)



MUSIC BROADCAST LIMITED
CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2016

(All amounts in Rs. Lakhs, unless otherwise stated)

Particulars	Year Ended March 31, 2016	Year Ended March 31, 2015
C. Cash Flow From Financing Activities:		
Loan Taken from Related Party	3,600.00	-
Repayment of Loan to Related Party	(3,200.00)	-
Proceeds from Issue of Debentures	8,274.00	20,000.00
Repayment of long-term borrowings	(9,315.86)	(3,505.83)
Interest and other finance cost paid	(1,788.78)	(505.83)
Net Cash Used In Financing Activities	(2,430.44)	15,988.34
Net Increase/(Decrease) In Cash and Cash Equivalents	(3,139.91)	2,391.51
Cash and Cash Equivalents at the Beginning of the Year	4,316.27	1,924.76
Cash and Cash Equivalents at the End of the Year	1,176.36	4,316.27
Cash and Cash Equivalents Comprise		
Cash on Hand	0.28	0.15
Bank Balances		
- in Current Accounts	1,176.08	4,316.12
	1,176.36	4,316.27

Notes :

1. Figures in brackets indicate cash outflow.
2. The above Cash Flow Statement has been prepared under the indirect method set out in AS 3 - Cash Flow Statement as notified under Section 211(3C) of the Companies Act 1956 and relevant provision under Companies Act, 2013.
3. Refer Note 24 (b) for amount paid as CSR contribution.

This is the Cash Flow Statement referred to in our report of even date

For Price Waterhouse Chartered Accountants LLP
 Firm Registration Number (012754N/N500016)
 Chartered Accountants

Anurag Khandelwal
 Anurag Khandelwal
 Partner
 Membership Number-078571

Place: New Delhi
 Date: May 30, 2016

For and on Behalf of the Board

Apurva Purohit
 Apurva Purohit
 Director

Prashant Domadia
 Prashant Domadia
 Chief Financial Officer

Abraham Thomas
 Abraham Thomas
 Chief Executive Officer

Chirag Bagadia
 Chirag Bagadia
 Company Secretary



MUSIC BROADCAST LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2016

(All amount in Rupees Lakhs unless stated otherwise)

1. (A) BACKGROUND

Music Broadcast Limited ("the Company") was incorporated in India on November 4, 1999. The Company is engaged in the business of operating Private FM Radio Stations through the brand 'Radio City'. The Company started its operations in India in July, 2001 in Bangalore and operate its radio stations in 20 cities across India. The Company has acquired 11 new FM channels under e-Auction of first batch of private FM radio Phase III. Further, the Company has exercised the option to migrate all existing 20 stations under Phase III regime for a period of 15 years effective April 1, 2015.

On receipt of approval from Ministry of Information and Broadcasting (MIB), the entire shareholding of Spectrum Broadcast Holdings Private Limited, the holding Company (formerly known as IVF Holdings Private Limited) has been transferred to Jagran Prakashan Limited (JPL) on June 10, 2015.

(B) SIGNIFICANT ACCOUNTING POLICIES

a. Basis of preparation

These financial statements have been prepared in accordance with the generally accepted accounting principles in India under the historical cost convention on accrual basis. Pursuant to section 133 of the Companies Act 2013 read with Rule 7 of the Companies (Accounts) Rules 2014, till the Standards of Accounting or any addendum thereto are prescribed by the Central Government in consultation and recommendation of the National Finance Reporting Authority, the existing Accounting Standards notified under Companies Act, 1956 shall continue to apply. Consequently, these financial statements have been prepared to comply in all material respects with accounting standards notified under section 211(3C) of the Companies Act, 1956 [Companies (Accounting Standards) Rules 2006 as amended] and other relevant provisions of the Companies Act, 2013.

All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in the Schedule III to the Companies Act, 2013. Based on the nature of products and the time between the acquisition of assets for processing and their realisation in cash and cash equivalents, the Company has considered its operating cycle as 12 months for the purpose of current and non-current of classification of assets and liabilities.

The Ministry of Corporate Affairs (MCA) has notified the Companies (Accounting Standards) Amendment Rules, 2016 vide its notification dated March 30, 2016. The said notification read with Rule 3(2) of the Companies (Accounting Standards) Rules, 2006 is applicable to accounting period commencing on or after the date of notification i.e. April 1, 2016.

b. Use of estimates:

The preparation of financial statements in conformity with Indian GAAP requires the management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and the disclosure of contingent liabilities, at the end of the reporting period. Although these estimates are based on the management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets or liabilities in future periods.

c. Tangible fixed assets:

Fixed assets are stated at cost less accumulated depreciation and impairment losses, if any. Cost comprises the purchase price and any directly attributable cost of bringing the asset to its working condition for its intended use. Borrowing costs relating to acquisition of fixed assets which takes substantial period of time to get ready for its intended use are also included to the extent they relate to the period till such assets are ready to be put to use.



Capital work in progress is stated at cost.

Subsequent expenditure related to an item of fixed asset is added to its book value only if it increases the future benefits from the existing asset beyond its previously assessed standard of performance. All other expenses on existing fixed assets, including day-to-day repair and maintenance expenditure and cost of replacing parts, are changed to the statement of profit and loss for the period during which such expenses are incurred.

Depreciation on tangible fixed assets:

During the year, Company has revised the estimated useful life of all assets on the basis of technical evaluation which are also in alignment with the useful life mentioned under Schedule II of the Companies Act, 2013.

Nature of Asset	Useful life till March 31, 2015 (In Years)	Revised useful life (In Years)
Towers, Antenna & Transmitters	5	13
Computers	3	3 - 6
Furniture & Fixtures	5	10
Studio Equipment's	5	15
Air Conditioners & UPS & Gen Set	5	15
Vehicle	5	8

d. Intangible assets:

Intangible assets are stated at cost less accumulated amortization and impairment losses. Cost includes any directly attributable expenditure on making the assets ready for its intended use.

Intangible assets, other than migration fees are amortized on a straight line basis over a period of 5 years.

The migration fee capitalized is being amortized, with effect from April 1, 2015, equally over a period of fifteen years, being the period of the license.

e. Impairment of assets:

Assessment is done at each balance sheet date as to whether there is any indication that an asset (tangible and intangible) may be impaired. If any such indication exists, an estimate of the recoverable amount of the asset/cash generating unit is made. Recoverable amount is higher of an asset's or cash generating unit's net selling price and its value in use. Value in use is the present value of estimated future cash flows expected to arise from the continuing use of an asset and from its disposal at the end of its useful life. For the purpose of assessing impairment, the recoverable amount is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or groups of assets. The smallest identifiable group of assets that generates cash inflows from continuing use that are largely independent of the cash inflows from other assets or groups of assets, is considered as a cash generating unit (CGU). An asset or CGU whose carrying value exceeds its recoverable amount is considered impaired and is written down to its recoverable amount. Assessment is also done at each balance sheet date as to whether there is any indication that an impairment loss recognised for an asset in prior accounting periods may no longer exist or may have decreased. An impairment loss is reversed to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined if no impairment loss had previously been recognised.



f. Investments

Investments that are readily realizable and intended to be held for not more than a year from the date on which such investments are made, are classified as current investments. All other investments are classified as long-term investments.

Long-term investments are carried at cost of acquisition. A provision for diminution is made to recognize a decline, other than temporary, in the value of long term investments, such reduction being determined and made for each investment individually.

Current investments are carried at lower of cost and fair value determined on an individual investment basis.

g. Cash and cash equivalents

Cash and cash equivalents for the purpose of cash flow statement comprise cash at bank and in hand and short-term investments with an original maturity of three months or less.

h. Provisions and Contingent Liability

i. The Company creates a provision when there is a present obligation arising as a result of past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of 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.

ii. 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 wither not probable that an outflow of resources will be required to settle or a reliable estimate of the amount cannot be made.

i. Employee benefits

Short term employee benefits are recognised in the period during which the services have been rendered. The Company's contribution to Employee Provident Fund and Employee's Pension Scheme 1995 are charged to revenue. These are defined contribution plans and the Company deposits these amounts with the fund administered and managed by the provident fund authorities. The Company does not carry any further obligations, apart from the contributions made on monthly basis.

The Company has Defined Benefit plans namely leave encashment and gratuity for all employees, the liability for which is determined on the basis of an actuarial valuation at the end of the year using the projected unit credit method. Every employee is entitled to benefit equivalent to fifteen days salary last drawn for each completed year of service in line with the Payment of Gratuity Act, 1972. The same is payable at the time of separation from the Company or retirement, whichever is earlier. The benefits vest after five years of continuous service. Gratuity Fund is not recognised by the income tax authorities and is administered and managed by the Kotak Life insurance fund.

Termination benefits are recognised as an expense immediately. Actuarial gains and losses comprise experience adjustments and the effects of changes in actuarial assumptions are recognised immediately in the Statement of Profit and Loss as income or expense.

j. Revenues

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.

Specifically the following basis are adopted for recognizing various sources of revenues of the Company:



Advertisement Revenue

Revenues from the sale of airtime are recognized in the period when the advertisements are aired and are stated net of discounts to advertising agencies and service tax billed to customers.

Other Income

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

Dividend Income is recognized when the right to receive payment is established by the balance sheet date.

k. Foreign currency transactions:

On initial recognition, all foreign currency transactions are recorded by applying to the foreign currency amount the exchange rate between the reporting currency and the foreign currency at the date of the transaction.

Exchange differences arising on the settlement of monetary items at rates different from those at which they were initially recorded during the year, or reported in the previous financial statements, are recognized as income or as expense in the year in which they arise.

As at the reporting date, non-monetary items which are carried in terms of historical cost denominated in a foreign currency are reported using the exchange rate at the date of the transaction. All non-monetary items which are carried at fair value or other similar valuation denominated in a foreign currency are reported using exchange rates that existed when values were determined.

Foreign Currency Monetary Items outstanding as at Balance Sheet date are valued using the conversion rate prevailing as at Balance Sheet date and the exchange differences on restatement are recognised as income or as expense in the Statement of Profit and Loss.

The Company does not have any derivative transactions.

l. License fees

License fees are charged to revenue at the rate of 4% of gross revenue for the year or 2.5 % of Non- Refundable One Time Entry Fee (NOTEF) for the concerned FM radio station, whichever is higher. 'Gross Revenue' is revenue on the basis of billing rates inclusive of any taxes and without deduction of any discount given to the advertiser and any commission paid to advertising agencies.

Barter advertising contracts are included in the 'Gross revenue' on the basis of relevant billing rates.

m. Leases

Assets acquired under finance leases are recognised as fixed assets. Liability is recognised at the lower of the fair value of the leased assets at inception of the lease and the present value of minimum lease payments. Lease payments are apportioned between the finance charge and the reduction of the outstanding liability. The finance charge is allocated over the lease term so as to produce a constant periodic rate of interest on the remaining balance of the liability and charge to the Statement of profit and loss.

Leases in which a significant portion of the risks and rewards of ownership are retained by the lessor are classified as operating leases.

Payments made under operating leases are charged to Statement of Profit and Loss on a straight line basis over the period of the lease.



In case of non-cancellable operating leases, the total rent payable including future escalations till the expiry of lease is charged equally to Statement of profit and loss over the period of lease including renewals.

n. Income taxes

- i. Tax expense comprises of current tax and deferred tax.
- ii. Current income tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income Tax Act, 1961 enacted in India. Deferred income taxes reflects the impact of current year timing differences between taxable income and accounting income for the year and reversal of timing differences of earlier years.
- iii. Deferred tax assets and liabilities are computed on the timing differences at the Balance Sheet date using the tax rate and tax laws that have been enacted or substantively enacted by the Balance sheet date. Deferred tax assets are recognised subject to consideration of prudence based on management estimates of reasonable certainty that sufficient taxable income will be available in the future periods against which such deferred tax assets can be realised. In situations, where the Company has unabsorbed depreciation or carry forward losses under tax laws, all deferred tax assets are recognised only to the extent that there is virtual certainty supported by convincing evidence that they can be realised against future taxable profits. Unrecognised deferred tax assets of earlier years are re-assessed and recognised to the extent that it has become reasonably certain that future taxable income will be available against which such deferred tax assets can be realised.
- iv. At each balance sheet date the Company re-assesses unrecognized deferred tax assets. It recognizes unrecognized deferred tax assets to the extent that it has become reasonably certain or virtually certain, as the case may be that sufficient future taxable income will be available against which such deferred tax assets can be realized. Current tax assets and current tax liabilities are offset when there is a legally enforceable right to set-off the recognized amounts and there is an intention to settle the asset and the liability on a net basis. Deferred tax assets and deferred tax liabilities are offset when there is a legally enforceable right to set-off assets against liabilities representing current tax and where the deferred tax assets and the deferred tax liabilities relate to taxes on income levied by the same governing taxation laws.
- v. Minimum Alternative tax ("MAT") credit is recognised as an asset only when and to the extent there is convincing evidence that the Company will pay normal income tax during the specified period. In the year in which the MAT credit becomes eligible to be recognised as an asset in accordance with the Guidance Note issued by the Institute of Chartered Accountants of India, the said asset is created by way of a credit to the Statement of Profit and Loss and shown as MAT Credit Entitlement. The Company reviews the same at each balance sheet date and writes down the carrying amount of MAT Credit Entitlement to the extent there is no longer convincing evidence to the effect that Company will pay normal Income Tax during the specified period.

o. Earnings per share

Basic earnings per share is calculated by dividing the net profit or loss for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the period. 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.

p. Cash Flow Statement

Cash flows are reported using the indirect method, whereby net profit before tax is adjusted for the effects of transactions of non-cash nature. The cash flows from operating, investing and financing activities of the Company are segregated.



q. Borrowing Cost

Borrowing costs include interest, other costs incurred in connection with borrowing and exchange differences arising from foreign currency borrowings to the extent that they are regarded as an adjustment to the interest cost. General and specific borrowing costs directly attributable to the acquisition, construction or production of qualifying assets, which are assets that necessarily take a substantial period of time to get ready for their intended use or sale, are added to the cost of those assets, until such time as the assets are substantially ready for their intended use or sale. All other borrowing costs are recognised in Statement of Profit and Loss in the period in which they are incurred.

r. Segment Information

The Company is engaged in the business of operating Private FM Radio Stations through the brand 'Radio City', which in the context of the Accounting Standard 17 on Segment Reporting is considered to constitute single reportable business segment and single geographical segment. Accordingly, no separate disclosure for primary or secondary segments is given.



MUSIC BROADCAST LIMITED
NOTES TO THE FINANCIAL STATEMENTS

(All amounts in Rs. Lakhs, unless otherwise stated)

	As at March 31, 2016	As at March 31, 2015
2. SHARE CAPITAL		
AUTHORISED:		
46,000,000 (March 31, 2015: 42,000,000) Equity Shares of Rs.10/- each	4,600.00	4,200.00
50,000 (March 31, 2015: 50,000) Convertible Redeemable Preference Shares of Rs.10/- each	5.00	5.00
ISSUED:		
41,917,767 (March 31, 2015: 41,917,767) equity shares of Rs.10/- each, fully paid-up	4,191.78	4,191.78
Less : Amount recoverable from ESOP Trust*	(300.81)	(300.81)
SUBSCRIBED AND PAID-UP:		
41,917,767 (March 31, 2015: 41,917,767) equity shares of Rs.10/- each, fully paid-up	4,191.78	4,191.28
Add: Issued during the year	-	0.50
Less : Amount recoverable from ESOP Trust*	(300.81)	(300.81)
TOTAL	3,890.97	3,890.97

<u>Equity Shares</u>	As at March 31, 2016		As at March 31, 2015	
	Number of Shares	Amount	Number of Shares	Amount
Shares outstanding at the beginning of the year	41,917,767	4,191.78	41,912,767	4,191.28
Add: Issued during the year	-	-	5,000	0.50
Less: ESOP recoverable*	3,008,066	300.81	3,008,066	300.81
Shares outstanding at the end of the year	38,909,701	3,890.97	38,909,701	3,890.97

* The Company has given loan to the employee trust for subscribing shares in the Company for Employee Stock Option Plans. The loan is refundable by the trust to the Company on issuance of ESOPs to the employees.

<u>Preference Shares</u>	Number of Shares	Amount	Number of Shares	Amount
Shares outstanding at the beginning of the year	-	-	4,900	0.49
Less: redeemed during the year	-	-	(4,900)	(0.49)
Shares outstanding at the end of the year	-	-	-	-

(b) 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. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company, in proportion to their shareholding.

(c) Shares held by holding Company and subsidiary of holding company

	As at March 31, 2016	As at March 31, 2015
29,906,520 shares (Previous year 29,906,520) held by Spectrum Broadcast Holding Private Limited (Formerly, IVF Holdings Private Limited), the Holding Company	299.07	299.07
9,003,181 shares (Previous year 9,003,181) held by Crystal Sound & Music Private Limited, subsidiary of Holding Company	90.03	90.03

(d) Details of Shares Held by Shareholders Holding More than 5% of the Aggregate Shares in the Company

	As at March 31, 2016		As at March 31, 2015	
	Number of Shares	%age	Number of Shares	%age
Spectrum Broadcast Holding Private Limited (Formerly IVF Holdings Private Limited) the Holding Company	29,906,520	71.35%	29,906,520	71.35%
Crystal Sound & Music Private Limited, subsidiary of Holding Company	9,003,181	21.48%	9,003,181	21.48%
Mr. George Thomas Jointly with Mr. Sunil Theekath as Trustees of Music Broadcast Employees Welfare Trust	-	0.00%	3,008,066	7.17%
Mr. Rahul Gupta Jointly with Mr. Shailesh Gupta as Trustees of Music Broadcast Employees Welfare Trust	3,008,066	7.17%	-	0.00%
	41,917,767	100%	41,917,767	100%

(e) Terms of securities convertible into equity shares - Refer Note 4(b)



MUSIC BROADCAST LIMITED
NOTES TO THE FINANCIAL STATEMENTS

(All amounts in Rs. Lakhs, unless otherwise stated)

	As at March 31, 2016	As at March 31, 2015
3. RESERVES AND SURPLUS		
Capital Reserve	14,197.34	14,197.34
Securities Premium Account	3,710.31	3,710.31
Debenture Redemption Reserve		
Balance as at the beginning of the year	142.36	-
Add: Transferred from Surplus in Statement of Profit and Loss	1,708.33	142.36
Balance as at the end of the year	1,850.69	142.36
Surplus in Statement of Profit and Loss		
Balance as at the beginning of the year	(16,224.02)	(20,763.73)
Add: Profit for the Year	4,236.68	4,692.35
Less: Appropriations		
- Additional Depreciation as per Companies Act, 2013	-	10.27
- Transfer to Debenture Redemption Reserve	1,708.33	142.36
Balance as at the end of the year	(13,695.67)	(16,224.02)
TOTAL	6,062.67	1,825.99



(All amounts in Rs. Lakhs, unless otherwise stated)

	As at March 31, 2016	As at March 31, 2015
4. LONG-TERM BORROWINGS		
SECURED		
Debentures		
1,500 (Previous Year 2,000) Listed Redeemable non-convertible debentures of Rs.10,00,000/- each [refer note (a) below]	15,000.00	20,000.00
UNSECURED		
Debentures		
Compulsorily Convertible Debentures held by Jagran Prakashan Limited [refer note (b) below]	8,274.00	-
Term loan		
Indian Rupee Loan from a Bank [refer note (c) below]	-	208.33
Loan From Holding Company [Note (d) below]	-	8,274.00
TOTAL	23,274.00	28,482.33

(a) Nature of Security: Secured by :

First Pari Passu charge on the entire book assets, including fixed assets, current assets and investments of the Company with Aggregate Market value of above Rs. 200 cr and also by letter of comfort provided by Jagran Prakashan Limited, the ultimate holding company in favor of MBL and the Debenture Trustee. These debentures are listed on Bombay Stock Exchange.

Interest @ 9.7% per annum is payable on semi-annual basis. Terms of redemption are as follows:

Nature of Debentures	Date of Allotment	Date of redemption	Amount
9.7% Non-convertible debenture Series A	March 4, 2015	March 4, 2017	Rs. 5,000
9.7% Non-convertible debenture Series B	March 4, 2015	March 4, 2018	Rs. 10,000
9.7% Non-convertible debenture Series C	March 4, 2015	March 4, 2020	Rs. 5,000
Total			Rs. 20,000

The proceeds from the NCDs were utilized for acquiring new radio licenses in Phase III auction including capital expenditure and payment of Migration Fees of Private Radio Licenses for migration from Phase II to Phase III.

(b) During the year, the Company issued 8,274 Compulsorily Convertible Debentures (CCD's) carrying 0% interest coupon rate of Rs.1,00,000/- (Rupees One Lakh only) each for cash. The CCD holder shall have an option to convert the CCD's into the equity shares of the Company at any time after 3 (three) years but within 5 (five) years from the date of allotment of CCD's. If CCD holder does not exercise the option of conversion within the period of 5 years, then the CCD's shall be compulsorily converted into the equity shares of the Company on completion of 5 years from the date of allotment of CCD's. 1 Equity share of Rs. 10 each shall be issued for every one CCD's of Rs. 1,00,000 each.

(c) Unsecured loan from HDFC bank was taken during the financial year 2013-14 and carried interest @ 13%. The loan was repayable in 12 quarterly installments of Rs 208.33 lakhs each along with monthly interest, from the date of loan. The said loan has been repaid during the year.

(d) Interest free loans from India Value Fund Trustee Company Private Limited- India Value Fund Scheme B initially repayable by March'17 has been repaid during the year.



MUSIC BROADCAST LIMITED
NOTES TO THE FINANCIAL STATEMENTS

(All amounts in Rs. Lakhs, unless otherwise stated)

	As at March 31, 2016	As at March 31, 2015
5. LONG-TERM PROVISIONS		
Provision for Employee Benefits [Refer Note 21(a) (ii)]		
Provision for Gratuity	173.51	154.34
Provision for Leave Encashment	186.28	163.54
Total	359.79	317.88

6. SHORT-TERM BORROWINGS

UNSECURED

Intercorporate Deposit from Jagran Prakashan Limited [refer Note (a) below]	400.00	-
Total	400.00	-

(a) During the year, the Company has taken an Intercorporate Deposit (ICD) from the Jagran Prakashan Limited at an interest rate of 9.75%. The loan is for a period of 245 days.

7. TRADE PAYABLES

Trade Payables [Refer Note (a) below]

-Total outstanding dues of micro enterprises and small enterprises and (Refer Note 36 also)

-Total outstanding dues of creditors other than micro enterprises and small enterprises

	3,722.08	3,407.49
Total	3,722.08	3,407.49

(a) Based on the information available with the Company, there are no dues to micro and small enterprises as defined in the Micro, Small and Medium Enterprises Development Act, 2006 as at March 31, 2016. Based on the information available with the Company there was neither any interest payable or paid to any supplier under the aforesaid Act and accordingly there is no such amount remaining unpaid as at March 31, 2016.



MUSIC BROADCAST LIMITED
NOTES TO THE FINANCIAL STATEMENTS

(All amounts in Rs. Lakhs, unless otherwise stated)

	As at March 31, 2016	As at March 31, 2015
8. OTHER CURRENT LIABILITIES		
Current Maturities of Long-term Borrowings		
- Listed Redeemable Non-convertible Debentures (Refer Note 4 (a))	5,000.00	-
- Term Loans (Refer Note 4 (c))	-	833.33
Interest accrued but not due on borrowings	163.57	160.32
Advance from Customers	191.71	90.67
Employee Benefits Payable	742.55	528.85
Statutory Dues Payable including PF and TDS	196.15	164.86
Payable to Income tax Department [refer note (a) below]	1,388.80	-
	<u>7,682.78</u>	<u>1,778.03</u>

(a) The amount represents excess income tax refund for the A.Y 2005-06 received from the income tax department. The said amount is payable to the income tax department.

(b) There are no amounts due for payment to the Investor Education and Protection Fund under Section 205 C of the Companies Act, 1956.

9. SHORT-TERM PROVISIONS

Provision for Employee Benefits [Refer Note 21 (a)(iii)]		
Provision for Gratuity	56.02	49.23
Provision for Leave Encashment	57.36	21.20
	<u>113.38</u>	<u>70.43</u>



MUSIC BROADCAST LIMITED
NOTES TO THE FINANCIAL STATEMENTS

10: TANGIBLE ASSETS

PARTICULARS	GROSS BLOCK			DEPRECIATION			NET BLOCK	
	As at April 1, 2015	Additions	Disposals/ Adjustments	As at March, 31, 2016	As at April 1, 2015	For the Year	As at March, 31, 2016	As at March 31, 2015
OWNED ASSETS								
Freehold Land	-	1.86	-	1.86	-	0.08	0.08	1.86
Buildings	-	5.86	-	5.86	-	24.39	0.08	5.78
Towers, Antenna & Transmitters	3,688.99	-	-	3,688.99	3,428.19	-	3,462.58	236.41
(Refer Note 1, Below)								
Furniture and Fixture	1,523.78	33.75	177.90	1,379.63	1,437.95	12.07	1,272.12	107.51
Studio Equipments	2,054.24	20.80	1.17	2,073.87	1,937.51	9.79	1,946.13	127.74
Vehicles	51.15	-	-	51.15	25.86	4.54	30.40	20.75
Office Equipments	1,040.47	18.84	15.30	1,044.01	969.72	12.49	966.91	77.10
Computers	800.76	8.78	0.59	808.95	651.40	52.84	703.65	149.36
Total	9,159.39	89.89	194.96	9,054.32	8,450.63	116.20	8,371.87	708.76
PREVIOUS YEAR	8,944.23	269.78	54.62	9,159.39	8,199.37	295.61	8,450.63	744.86

Note

- These include Jointly held assets amounting to Rs. 1,833 lakhs (March 31, 2015: Rs. 1,574 lakhs) at Common Transmission Infrastructure (CTI). This CTI is jointly owned and held by the Company along with other FM radio operators.
- The Company has changed the useful life of assets on the basis of technical evaluation which are also in alignment with the useful life mentioned under Schedule II of the Companies Act, 2013. Consequently the depreciation on fixed assets has been calculated as per revised useful life.

11: INTANGIBLE ASSETS

PARTICULARS	GROSS BLOCK			AMORTISATION			NET BLOCK	
	As at April 1, 2015	Additions	Disposals/ Adjustments	As at March, 31, 2016	As at April 1, 2015	For the Year	As at March, 31, 2016	As at March 31, 2015
OWNED ASSETS								
One Time Entry/Migration Fees	12,391.48	22,101.06	12,391.48	22,101.06	11,324.11	1,473.40	1,473.40	20,627.66
(Refer note (a) below)								
Software	291.82	57.23	-	349.05	195.86	41.48	237.34	111.71
Copy Rights	4.50	-	-	4.50	-	-	4.50	-
Music Portal	46.51	-	-	46.51	46.51	-	46.51	-
Total	12,734.31	22,158.29	12,391.48	22,501.12	11,570.98	1,514.88	1,761.75	20,739.37
PREVIOUS YEAR	12,718.36	15.95	-	12,734.31	10,296.58	1,274.40	11,570.98	2,421.78
Capital Work-in-Progress								
(Refer note (b) below)								
								28.94

Notes :

- During the year under Phase III auction of licenses, the Company paid Rs. 22,101 lakhs for 20 existing FM stations and Rs. 6,257 lakhs for acquiring 11 new FM stations. These licenses allow the Company to operate FM radio stations for a period of 15 years commencing from April 1, 2015. Consequently, the non-refundable entry fees paid under phase II has been decapitalised. Amount paid for 11 new stations will be capitalised as and when these stations start their operations.
- Capital Work-in-Progress includes interest cost of Rs 309 lakhs incurred on borrowing utilised for acquisition of 11 FM stations in Phase III.



MUSIC BROADCAST LIMITED
NOTES TO THE FINANCIAL STATEMENTS

(All amounts in Rs. Lakhs, unless otherwise stated)

As at
March 31, 2016 As at
March 31, 2015

12. NON-CURRENT INVESTMENTS

(At cost & fully paid-up unless otherwise stated)

Trade, Unquoted

Investment in Equity Instruments

i Subsidiaries

NIL (March 31, 2015: 9,999) Equity share of Rs. 10/- each fully paid-up in Mega Sound and Music Private Limited	-	1.00
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	-	<u>1.00</u>
--	---	-------------

Aggregate amount of unquoted investments

	-	1.00
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Aggregate provision for diminution in value of unquoted investments

	-	-
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MUSIC BROADCAST LIMITED
NOTES TO THE FINANCIAL STATEMENTS

(All amounts in Rs. Lakhs, unless otherwise stated)

	As at March 31, 2016	As at March 31, 2015
13. LONG-TERM LOANS AND ADVANCES		
Unsecured, Considered Good (Unless Otherwise Stated)		
Capital Advances	910.00	17.38
Security Deposits		
- Considered Good	1,800.95	1,326.50
- Considered Doubtful	80.08	64.40
Less: Allowances for Doubtful Deposits	80.08	64.40
	1,800.95	1,326.50
Income Tax Paid (including Tax Deducted at Source)	1,926.08	899.75
Less: Provision for Income Tax	1,358.46	-
	567.62	899.75
MAT Credit Entitlement	1,358.46	-
	<u>4,637.03</u>	<u>2,243.63</u>
14. OTHER NON-CURRENT ASSETS		
Unsecured, Considered Good (Unless Otherwise Stated)		
Others:		
- in Fixed Deposits held as Margin Money	272.66	882.51
- Interest Accrued on Fixed Deposits	13.84	88.64
	<u>286.50</u>	<u>971.15</u>

(a) These deposits are under lien with the bankers and government authorities.



MUSIC BROADCAST LIMITED
NOTES TO THE FINANCIAL STATEMENTS

(All amounts in Rs. Lakhs, unless otherwise stated)

As at
March 31, 2016 As at
March 31, 2015

15. CURRENT INVESTMENTS

(At cost & fully paid-up unless otherwise stated)

Quoted

Investment in Mutual Funds

DWS Insta cash plus - Growth 157,904.959 (Previous Year: NIL) units	300.00	-
SBI Premier liquid fund - Growth 8699.405 (Previous Year: NIL) units	200.00	-
Religare Liquid Fund - Growth 9,930.946 (Previous Year: NIL) units	200.00	-
DSP Blackrock Liquid - Growth 948.196 (Previous Year: NIL) units	20.00	-
Birla Sunlife Cash Plus - Growth 127,678.808 (Previous Year: NIL) units	300.00	-
TATA Liquid Fund Plan Advantage - Growth 7407.317 (Previous Year: NIL) units	200.00	-
LIC Nomura Liquid Fund - Growth 7538.562 (Previous Year: NIL) units	200.00	-
	<u>1,420.00</u>	<u>-</u>

(a) Other Disclosures :

Aggregate amount of quoted investments	1,420.00	-
Market value of quoted investments	1,467.08	-



MUSIC BROADCAST LIMITED
NOTES TO THE FINANCIAL STATEMENTS

(All amounts in Rs. Lakhs, unless otherwise stated)

	As at March 31, 2016		As at March 31, 2015	
16. TRADE RECEIVABLES				
Unsecured				
Outstanding for a Period Exceeding Six Months from the date they are due for payment				
Considered Good	720.30		1,428.23	
Considered Doubtful	909.32		591.37	
Less: Provision for Doubtful Trade Receivables	909.32	720.30	591.37	1,428.23
Other Receivables				
Considered Good	8,027.07		6,287.16	
Considered Doubtful	274.80		212.02	
Less: Provision for Doubtful Trade Receivables	274.80	8,027.07	212.02	6,287.16
		<u>8,747.37</u>	<u>7,715.39</u>	

17. CASH AND BANK BALANCES

Cash and Cash Equivalents				
Cash on Hand		0.28		0.15
Bank Balances				
- in Current Accounts		1,176.08		4,316.12
Other bank balances				
- With Maturity of More Than Three Months but Less Than Twelve Months) [Refer Note (a) below]		18.23		488.74
- in Fixed Deposits Held as Margin Money		295.63		630.00
		<u>1,490.22</u>		<u>5,435.01</u>

(a) These deposits are under lien with the bankers and government authorities.

18. SHORT-TERM LOANS AND ADVANCES

Unsecured, Considered Good (Unless Otherwise Stated)

Loans and Advances to Related Parties				590.00
Advance recoverable in cash or kind				
- Unsecured, considered good	221.22		256.98	
- Unsecured, considered doubtful	26.67		26.67	
- Less: Allowances for Doubtful advances	26.67		26.67	
		221.22		256.98
Other Loans and Advances				
- Intercompany Deposits Others				20,000.00
- Prepaid Expenses	575.41			245.37
- Balances with statutory / government authorities	132.00			69.39
Advance paid under dispute	244.98		244.98	
- Less: Allowances for other advances	244.98		244.98	
		<u>928.63</u>		<u>21,161.74</u>

19. OTHER CURRENT ASSETS

Unsecured, Considered Good (Unless Otherwise Stated)

Facility charges receivable				73.85
Interest Accrued on Fixed deposits		7.82		270.33
		<u>7.82</u>		<u>344.18</u>



(All amounts in Rs. Lakhs, unless otherwise stated)

	Year Ended March 31, 2016	Year Ended March 31, 2015
20. OTHER INCOME		
Interest Income		
- On Fixed Deposits	151.92	145.60
- On Loans Given	1,016.86	361.15
- On Income Tax Refund	19.19	60.97
	1,187.97	567.72
Net Profit on Sale of Investments		
- From Current Investments	82.64	-
Profit on Sale of Assets (Net)	1.02	3.21
Liabilities no Longer Required Written-back	15.40	5.16
Facility income	29.44	84.36
Miscellaneous Income	12.29	6.45
	1,328.76	666.90
21. EMPLOYEE BENEFITS		
Salary, Wages and Bonus	4,653.58	4,037.25
Contribution to Employees Provident and Other Funds [Refer Note (a) (i) and (ii)]	180.84	153.91
Contribution to Gratuity Fund [Refer Note (a) (iii)]	83.84	89.03
Staff Welfare Expenses	53.58	35.10
	4,971.84	4,315.29



(All amounts in Rs. Lakhs, unless otherwise stated)

(a) The Company has classified various benefits provided to the employees as under:-

i. Defined Contribution Plans - Provident Fund

During the Year, the Company has recognised the following amounts in the Statement of Profit and Loss

Particulars	Year Ended March 31, 2016	Year Ended March 31, 2015
Employers' Contribution to Provident Fund	142.83	123.05
Labor Welfare Fund	0.13	0.12
Total	142.96	123.17

ii. State Plans

During the Year, the Company has recognised the following amounts in the Statement of Profit and Loss

Particulars	Year Ended March 31, 2016	Year Ended March 31, 2015
Employers' Contribution to Employees' Pension Scheme, 1995 *	37.88	30.74

* Included in Contribution to Employees Provident and other Funds above

iii. Defined Benefit Plans

- Contribution to Gratuity Funds – Employee's Gratuity Fund
- Leave Encashment

1. In accordance with Accounting Standard 15 – Employee Benefits notified under Section 211 (3C) of the Companies Act, 1956 and other relevant provisions of the Companies Act, 2013, actuarial valuation was done in respect of the aforesaid defined benefit plans based on the following assumptions:-

Particulars	Leave Encashment (Unfunded)		Employee's Gratuity Fund (Funded)	
	Year Ended March 31, 2016	Year Ended March 31, 2015	Year Ended March 31, 2016	Year Ended March 31, 2015
Discount Rate (per annum)	8.00%	7.80%	8.00%	7.80%
Rate of Increase in Compensation levels (per annum)	7.50%	6.75%	7.50%	6.75%
Rate of Return on Plan Assets (per annum)	NA	NA	8.00%	9.00%
Expected Average Remaining Working Lives of Employees (In Years)	NA	NA	7.11	13.61

The expected rate of return is determined based on the assessment made at the beginning of the year on the return expected on its existing portfolio, along with the estimated increment to the plan assets and expected yield on the respective assets in the portfolio during the year.

2. Changes in the Present Value of Obligation

Particulars	Leave Encashment (Unfunded)		Employee's Gratuity Fund (Funded)	
	Year Ended March 31, 2016	Year Ended March 31, 2015	Year Ended March 31, 2016	Year Ended March 31, 2015
Present Value of Obligation as at April 1	184.75	149.40	273.57	188.95
Current Service Cost	65.81	41.12	46.88	35.37
Interest Cost	13.58	12.17	20.63	16.88
Actuarial (Gain)/ Loss on Obligations	12.84	(7.41)	49.18	50.38
Benefits Paid	(33.32)	(10.54)	(57.87)	(18.01)
Present Value of Obligation as at March 31	243.66	184.75	332.39	273.57

3. Changes in the Fair value of Plan Assets

Particulars	Employee's Gratuity Fund (Funded)	
	Year Ended March 31, 2016	Year Ended March 31, 2015
Fair Value of Plan Assets at April 1	95.62	82.02
Expected Return on Plan Assets	10.00	9.10
Actuarial Gain/ (Loss) on Plan Assets	(2.76)	4.50
Fair Value of Plan Assets at March 31	102.86	95.62



(All amounts in Rs. Lakhs, unless otherwise stated)

4. Net Actuarial (Gain) / Loss Recognised

Particulars	Leave Encashment (Unfunded)		Employee's Gratuity Fund (Funded)	
	Year Ended March 31, 2016	Year Ended March 31, 2015	Year Ended March 31, 2016	Year Ended March 31, 2015
Actuarial (Gain)/ Loss on Obligations	12.84	(7.41)	49.18	50.38
Actuarial (Gain)/ Loss on Plan Assets	-	-	2.76	(4.50)
Actuarial (Gain)/ Loss Recognized in the Period	12.84	(7.41)	51.94	45.88

5. Reconciliation of Present Value of Defined Benefit Obligation and the Fair Value of Assets

Particulars	Employee's Gratuity Fund (Funded)	
	Year Ended March 31, 2016	Year Ended March 31, 2015
Fair Value of Plan Assets as at the End of the Period Funded Status	102.86	95.62
Present Value of Funded Obligation as at March 31	332.39	273.57
Unfunded Net Asset / (Liability) Recognized in Balance Sheet	229.53	177.95
Short Term Provisions (Refer Note 9)	56.02	49.23
Long Term Provisions (Refer Note 5)	173.51	154.34

6. Expenses Recognised in the Statement of Profit and Loss

Particulars	Leave Encashment (Unfunded)*		Employee's Gratuity Fund (Funded)	
	Year Ended March 31, 2016	Year Ended March 31, 2015	Year Ended March 31, 2016	Year Ended March 31, 2015
Current Service Cost	65.81	41.12	46.88	35.37
Interest Cost	13.58	12.17	20.63	16.88
Expected Return on Plan Assets	-	-	(10.00)	(9.10)
Net Actuarial (Gain)/ Loss Recognised	12.84	(7.41)	51.95	45.88
Total Expenses Recognized in Employee Benefits	92.23	45.88	109.46	89.03
Less: Adjustment in the value of planned assets for earlier years	-	-	25.62	-
Total Expenses Recognized in the Statement of Profit and Loss	92.23	45.88	83.84	89.03

7. Major Categories of Plan Assets (as a % age of total planned assets)

Particulars	Employee's Gratuity Fund (Funded)	
	Year Ended March 31, 2016	Year Ended March 31, 2015
Central and State Government Securities	NA	NA
Debentures and Bonds	NA	NA
Equity Shares	NA	NA
Policy of Insurance	100%	100%
Total	100%	100%

Note: Plan assets are held with Kotak Life Insurance and breakup thereof has not been provided by them.

8. Estimated amount of contribution to be paid to the plan within one year is Nil.

9. Actual Return on Plan Assets

Particulars	Employee's Gratuity Fund (Funded)	
	Year Ended March 31, 2016	Year Ended March 31, 2015
Actual Return on Plan Assets	7.23	13.61

10. Experience Adjustments

Particulars	Employee's Gratuity Fund (Funded)				
	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
Defined Benefit Obligation	332.39	273.57	188.94	169.84	122.98
Plan Asset	102.86	95.62	82.01	79.03	48.18
Surplus / (Deficit)	(229.53)	(177.95)	(106.93)	(90.45)	(74.80)
Experience Adjustments Arising on:					
- the Plan Liabilities	24.16	10.35	4.62	0.72	0.72
- the change in financial assumptions	(11.34)	-	-	-	-
- the change due to demographic assumptions	9.09	-	-	-	-
- the Plan Assets	2.77	(4.50)	4.14	(0.40)	3.40

Particulars	Leave Encashment (Unfunded)				
	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
Defined Benefit Obligation	243.64	184.75	149.40	116.70	92.33
Experience Adjustments Arising on:					
- the Plan Liabilities	(0.80)	(27.48)	(15.30)	-	-
- the change in financial assumptions	5.51	20.07	(13.92)	-	-
- the change due to demographic assumptions	2.80	-	-	-	-
Net Actuarial Loss/(Gain) for the year	7.51	(7.41)	(29.22)	-	-



(All amounts in Rs. Lakhs, unless otherwise stated)

	Year Ended March 31, 2016	Year Ended March 31, 2015
22. FINANCE COSTS		
Interest Expense:		
- on Borrowings	1,749.55	393.13
- on Income Tax	38.06	-
Other Borrowing Costs	42.48	227.91
	<u>1,830.09</u>	<u>621.04</u>
23. DEPRECIATION AND AMORTIZATION		
Depreciation on Tangible assets (Note 10)	116.20	295.61
Amortization on Intangible Assets (Note 11)	1,514.88	1,274.40
	<u>1,631.08</u>	<u>1,570.01</u>
24. OTHER EXPENSES		
Repairs and maintenance:		
Building	53.23	54.25
Plant and Machinery	108.15	115.90
Power and fuel expenses	723.54	707.69
Rates and taxes	36.31	25.41
Travelling and conveyance	223.22	461.52
Communication cost	97.13	105.61
Marketing and advertisement expenses	2,039.49	2,173.21
Insurance	23.61	28.97
Corporate social responsibility expenditure [Refer note (b) below]	56.00	28.73
Provision for doubtful debts and advances	396.41	288.66
Auditor's remuneration (excluding Service tax):		
Statutory audit fees	35.50	25.00
Other services(certification)	5.50	9.50
Out of pocket expense	0.94	0.74
Royalty	578.98	501.44
Programming Cost	887.21	867.09
Rent [Refer Note (a) below]	1,291.60	1,327.40
Annual Software License Maintenance fee	214.53	200.01
Legal and professional charges	310.55	463.98
Commission on sales	678.91	700.68
Office maintenance charges	333.42	302.06
Miscellaneous expenses	201.26	214.04
	<u>8,295.49</u>	<u>8,601.89</u>



(a) Leases

(i) The Company is obligated under non-cancellable leases for offices renewable on a periodic basis at the option of lessor and lessee.

Future minimum lease payments under non-cancellable operating leases which are as follows:-

Particulars	As at	
	March 31, 2016	March 31, 2015
Not later than one year	952.18	392.34
Later than one year but less than five years	3,608.38	811.32
Later than five years	9,219.74	111.49
Total	13,780.30	1,315.15

(ii) Total lease payments recognised in the Statement of Profit and Loss Rs.1,291.60 Lakhs (Previous Year Rs.1,327.40 Lakhs).

(b) Expenditure towards Corporate Social Responsibility activities

i) Gross amount required to be spent by the Company during the year is Rs. 56.00 Lakhs.

ii) Amount spent during the year is as under:

Particulars	Year Ended	
	31-Mar-16	31-Mar-15
1 Welfare Society for Destitute Children (St. Catherines)	13.78	6.01
2 Happy Home & School for the Blind	5.96	6.58
3 Saath Charitable Trust	5.69	0.94
4 Zion Social Welfare Society	6.38	-
5 Bangalore Oniyavara Seva Coota (Bosco)	14.73	6.72
6 Chetana Sansthan	0.33	-
7 Charlie Help Universe Trust	0.24	-
8 RAYS Aasha ki ek kiran	2.40	-
9 Helen Keller Memorial Association for the Blind	0.87	-
10 Lions Blind Girls Welfare Center Trust	4.20	-
11 Kingskids home (Coimbatore Chrisitan Center Trust)	0.42	-
12 Helping Hearts	1.00	-
13 Saraswati Anathashram Orphanage	-	1.08
14 Kothrud Blind School	-	1.00
15 Blind People Association India	-	1.80
16 Arpan Seva Sansthan Orphanage	-	1.71
17 Saksham Blind School	-	2.88
Total	56.00	28.73

25. EXCEPTIONAL ITEMS

Special Incentive given to certain employees

	Year Ended March 31, 2016	Year Ended 31-Mar-15
Special Incentive given to certain employees	1,357.50	-
	1,357.50	-



MUSIC BROADCAST LIMITED
NOTES TO THE FINANCIAL STATEMENTS

(All amounts in Rs. Lakhs, unless otherwise stated)

26 CONTINGENT LIABILITIES

Particulars	As at March 31, 2016	As at March 31, 2015
a) T-series Performance Royalty	390.72	276.10

27 CAPITAL AND OTHER COMMITMENTS

Particulars	As at March 31, 2016	As at March 31, 2015
Estimated amount of contracts on capital account pending to be executed	263.84	8.64
Total	263.84	8.64



(All amounts in Rs. Lakhs, unless otherwise stated)

28 VALUE OF IMPORTS CALCULATED ON C.I.F. BASIS (on accrual basis)

Particulars	Year Ended March 31, 2016	Year Ended March 31, 2015
Capital Goods	6.07	19.77
Total	6.07	19.77

29 EXPENDITURE IN FOREIGN CURRENCY (on accrual basis)

Particulars	Year Ended March 31, 2016	Year Ended March 31, 2015
Sponsorship Fees	5.18	3.48
Total	5.18	3.48

30 EARNINGS IN FOREIGN CURRENCY (on accrual basis)

Particulars	Year Ended March 31, 2016	Year Ended March 31, 2015
Advertisement Revenue	14.07	27.46
Total	14.07	27.46

31 UNHEDGED FOREIGN CURRENCY EXPOSURE

Nature	As at March 31, 2016		As at March 31, 2015	
	Rs.	USD	Rs.	USD
Trade Receivables	0.68	0.01	10.13	0.16

32 EARNINGS PER SHARE (EPS)

Particulars		Year Ended March 31, 2016	Year Ended March 31, 2015
Net Profit as per Statement of Profit and Loss	A	4,236.68	4,692.31
Weighted Average Number of Equity Shares outstanding	B	41,917,767	41,913,822
Basic Earning per share (Rs)	A/B	10.11	11.20
Add: Weighted average number of potential equity share on account of Compulsorily convertible debentures	C	6,206	-
Weighted average number of shares outstanding for diluted EPS	D= B + C	41,923,973	-
Diluted Earning per share (Rs)	A / D	10.11	11.20
Face Value per share (Rs)		10	10



MUSIC BROADCAST LIMITED
NOTES TO THE FINANCIAL STATEMENTS

33 Related Parties Disclosures

A. Names of related parties and nature of relationship :

Where Control exists

I (a) Ultimate Holding Company :

Jagran Media Networks India Private Limited

(b) Intermediary Holding Company :

Jagran Media Network Investment Pvt. Ltd. (w.e.f June 10, 2015)
Jagran Prakashan Limited (w.e.f June 10, 2015)

II Holding Company :

Spectrum Broadcast Holdings Private Limited (Formerly, IVF Holdings Private Limited)

Other Related Parties with whom transactions have taken place during the year:

III Fellow Subsidiaries

Crystal Sound & Music Private Limited
Midday Infomedia Limited

IV Other Related Parties

Music Broadcast Employee Welfare Trust

V **Key Management Personnel, their Relatives and Hindu Undivided Families of Key Management Personnel and their Relatives :-**

- 1 Mr. Rahul Gupta (w.e.f June 10, 2015)
- 2 Mr. Sameer Gupta (w.e.f June 10, 2015)
- 3 Ms. Apurva Purohit
- 4 Mr. Abraham Thomas (w.e.f November 23, 2015)
- 5 Mr. Ashit Kukian (upto November 9, 2015)

Non Executive Director
Non Executive Director
Whole time Director
Chief Executive Officer
Chief Operating Officer



MUSIC BROADCAST LIMITED
NOTES TO THE FINANCIAL STATEMENTS

(All amounts in Rs. Lakhs, unless otherwise stated)

SL NO.	Nature of Transaction	PARTIES IN 'I' & 'II'		PARTIES IN 'III' & 'IV'		PARTIES IN 'V'		TOTAL	
		Ultimate Holding Company/Intermediate Holding Company/Holding Company	2015-16	2014-15	Subsidiaries/Fellow Subsidiaries/Others	2014-15	2015-16		2014-15
	Transaction with Related Parties								
(1)	RECEIVING OF SERVICES Jagran Prakashan Limited Crystal Sound & Music Private Limited Mid-day Infomedia Limited	29.76		1.67 5.00 0.41				29.76 1.67 0.41	5.00
(2)	REMUNERATION Apuva Purohit Abraham Thomas Ashit Kukian	29.76		2.08				31.84	5.00
						1,323.42		1,323.42	277.23
						71.23		71.23	123.47
						160.36		160.36	123.47
						1,555.02		1,555.02	400.70
(3)	SALE OF AIRTIME Jagran Prakashan Limited Mid-day Infomedia Limited Crystal Sound & Music Private Limited	33.17		2.50 66.33				33.17 2.50 66.33	440.73
						68.83		102.00	440.73
(4)	INTEREST INCOME Jagran Prakashan Limited- ICD Spectrum Broadcast Holding Private Limited	621.35 14.79	79.11					621.35 14.79	79.11
		636.14	79.11					636.14	79.11
(5)	EXPENSES REIMBURSEMENT RECEIVED Spectrum Broadcast Holding Private Limited Crystal Sound & Music Private Limited	2.00						2.00	9.20
		2.00				9.20		2.00	9.20
(6)	INTEREST/PREMIUM EXPENSE Jagran Prakashan Limited- ICD	92.58						92.58	
		92.58						92.58	
(7)	LOAN(BORROWING) Jagran Prakashan Limited- ICD Jagran Prakashan Limited- 0% CCD	3,600.00 8,274.00						3,600.00 8,274.00	
		11,874.00						11,874.00	
(8)	LOAN(BORROWING) REPAYMENT Jagran Prakashan Limited- ICD	3,200.00						3,200.00	
		3,200.00						3,200.00	
(9)	LOANS AND ADVANCES (ASSET) Spectrum Broadcast Holdings Private Limited		90.00						90.00
			90.00						90.00
(10)	LOANS AND ADVANCES (ASSET) REPAYMENT RECEIVED Spectrum Broadcast Holdings Private Limited - ICD Jagran Prakashan Limited- ICD	560.00 20,000.00 20,560.00						560.00 20,000.00 20,560.00	
(11)	SALE OF INVESTMENT IN EQUITY SHARES Rahul Gupta Semmeer Gupta							0.50 0.49 0.99	



BALANCES								
(1) LOANS AND ADVANCES (ASSET)								
Spectrum Broadcast Holdings Private Limited - ICD	590.00	9.19	9.19	9.19			9.19	590.00
Music Broadcast Employee Welfare Trust	590.00	9.19	9.19	9.19			9.19	599.19
(2) TRADE RECEIVABLES								
Jagran Prakashan Limited	4.40	2.45	-	-			4.40	-
Mid-Day Infomedia Ltd	4.40	2.45	-	-			6.85	-
(3) BORROWINGS								
Jagran Prakashan Limited 0% Compulsory Convertible Debentures	8,274						8,274.00	-
Jagran Prakashan Limited- ICD	400						400.00	-
	8,674.00						8,674.00	-
(4) TRADE PAYABLES AND OTHER CURRENT LIABILITIES								
Interest Accrued on Borrowings- ICD to Jagran Prakashan Limited	15.15						15.15	-
Crystal Sound & Music Private Limited	15.16						15.15	15.13
							15.15	15.13
(5) INTEREST RECEIVABLE								
Spectrum Broadcast Holdings Private Limited	-	-	87.91	87.91			-	87.91
	-	-	87.91	87.91			-	87.91



MUSIC BROADCAST LIMITED
NOTES TO THE FINANCIAL STATEMENTS

- 34 The Company has unabsorbed depreciation and brought forward losses as per the Income Tax Act, 1961. In the absence of virtual certainty backed by convincing evidence, the Company has not recognised any deferred tax asset as at March 31, 2016. The break up of deferred tax assets and liabilities are as follows :

Particulars	Year Ended March 31, 2016	Year Ended March 31, 2015
Deferred Tax Liability (DTL)		
WDV on fixed assets	858.97	607.09
Total Deferred Tax Liability	858.97	607.09
Deferred Tax Assets (DTA)		
Provision for Doubtful Debts	409.80	248.25
Provision for Doubtful Loans and Advances	121.73	28.14
Provision for Gratuity	79.44	84.53
Provision for Leave Encashment	84.32	57.09
Brought forward loss and unabsorbed depreciation	163.68	189.08
Total Deferred Tax Assets	858.97	607.09
Net Deferred Tax	-	-

- 35 Other disclosure of investments in accordance with AS 13 Accounting for Investments

Particulars	As at March 31, 2016	As at March 31, 2015
Non current Investments (Note 14)	-	1.00
Current Investments (Note 15)	1,420.00	-
Total	1,420.00	1.00

- 36 Dues to micro and small enterprises

The Company has no dues to suppliers registered under Micro, Small and Medium Enterprises Development Act, 2006 ('MSMED Act'). The disclosures pursuant to the said MSMED Act are as follows:

Particulars	As at March 31, 2016	As at March 31, 2015
Principal amount due to suppliers registered under the MSMED Act and remaining unpaid as at year end	-	-
Interest due to suppliers registered under the MSMED Act and remaining unpaid as at year end	-	-
Interest due to suppliers registered under the MSMED Act and remaining unpaid as at year end	-	-
Interest paid, other than under Section 16 of MSMED Act, to suppliers registered under the MSMED Act, beyond the appointed day during the year	-	-
Interest paid, under Section 16 of MSMED Act, to suppliers registered under the MSMED Act, beyond the appointed day during the year	-	-
Interest due and payable towards suppliers registered under MSMED Act, for payments already made	-	-
Further interest remaining due and payable for earlier years	-	-

- 37 The Board of Directors of the Company, in its meeting held on October 9, 2015 and October 29, 2015 approved a Composite Scheme of Arrangement wherein its 100% subsidiaries Spectrum Broadcast Holdings Private Limited (SBHPL) and Crystal Sound and Music Private Limited (CSMPL) (referred as "Transferor Companies") shall be merged into the Company and the radio business (Radio Mantra) of Shri Pura Multimedia Limited (SPML) (referred as "Transferor Companies"), a promoter Company, shall be demerged into Music Broadcast Limited (MBL) (referred as Transferee Companies"), a subsidiary of the Company, subject to requisite approvals. Upon the scheme becoming effective, certain assets and liabilities of SBHPL and CSMPL shall be merged with the assets and liabilities of the transferee Companies w.e.f. 1st January, 2016 (Appointed date). Also the transferor Companies will carry on business in trust of transferee Company with effect from appointed date for all intent and purposes and shall not be liable or entitled to any loss or profit for the period thereafter.

- 38 Consequent to the approval of shareholders and filing with the Ministry of Corporate Affairs during the year, the Company was converted from private limited company into a public limited company with effect from June 25, 2015.

- 39 Previous year's figures have been regrouped and reclassified to conform to the current year's classification wherever necessary.

For Price Waterhouse Chartered Accountants LLP
Firm Registration Number (012754N/N500016)
Chartered Accountants

Anurag Khandelwal
Anurag Khandelwal
Partner
Membership Number-078571

Place: New Delhi
Date: May 30, 2016

For an on behalf of the Board

Apurva Purohit

Apurva Purohit
Director

Director

Prashant Domadia
Prashant Domadia
Chief Financial Officer

Abraham Thomas
Abraham Thomas
Chief Executive Officer

Chirag Bagadia
Chirag Bagadia
Company Secretary

