

INDEPENDENT AUDITOR'S REPORT

To the Members of M/s. Kal Radio Limited

Report on the Financial Statements

We have audited the accompanying standalone financial statements of M/s. Kal Radio Limited ("the company"), which comprise the Balance Sheet as at 31st March, 2015, 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 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 and presentation of these standalone financial statements that give a true and fair view of 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 stand alone 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 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. 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 31st March, 2015, and its profit/loss and its cash flows for the year ended on that date.

Emphasis of Matter

Without qualifying our opinion, we draw attention to notes 14, regarding matters of material uncertainty in relation to assets of the company.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2015 (" 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 statement on the matters specified in the 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 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, 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 Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement 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, 2015 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2015 from being appointed as a director in terms of sub-section (2) of section 164 of the Act; and
 - f) 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.

Place : Chennai
Date : May 28, 2015

(V. THIYAGARAJHEN)
Chartered Accountant
Membership # 29295

ANNEXURE TO THE INDEPENDENT AUDITORS' REPORT

The Annexure referred to in our Independent Auditors' Report to the members of the Company on the standalone financial statements for the year ended 31 March 2015, we report that:

1. The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.

The Company has a phased programme of physical verification of fixed assets, which, in our opinion, is reasonable having regard to the size of the Company and nature of its assets. In accordance with such programmes, the management has physically verified fixed assets during the year and no material discrepancies were noticed on such verification.

2. The Company's nature of operations does not require it to hold inventories. Accordingly, Paragraph 3(ii) of the Order is not applicable.
3. The Company has not granted any unsecured loans to companies firms or other parties covered in the register maintained under section 189 of the Companies Act, 2013.
4. In our opinion, and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the Company and the nature of its business, for its business activities. We have not observed any major weakness in the internal control system during the course of the audit.
5. The Company has not accepted any deposits from the public.
6. We have broadly reviewed the books of account maintained by the Company pursuant to the rules made by the Central Government for the maintenance of cost records under sub section (1) of Section 148 of the Companies Act, 2013, related to services of the company, and are of the opinion that prima facie, the prescribed accounts and records have been made and maintained.
7. a) According to the information and explanations given to us, and on the basis of our examination of the books of account, the Company has been regular, wherever applicable, in depositing with appropriate authorities undisputed statutory dues including provident fund, employee's state insurance, income-tax, sales-tax, wealth tax, Service tax, customs duty, excise duty, Value added tax, cess and any other material statutory dues.

According to the information and explanations given to us, no undisputed dues payable in respect of provident fund, employee's state insurance, income-tax, sales-tax, wealth tax, Service tax, customs duty, excise duty, Value added tax, cess and other material statutory dues were outstanding as at 31st March 2015 for a period of more than six months from the date they became payable.

b) Statement of Disputed Dues

<i>Nature of the statute</i>	<i>Nature of the dues</i>	<i>Amount Rs. In Lakhs</i>	<i>Period to which the amount relates</i>	<i>Forum where dispute is pending</i>
NIL	NIL	NIL	NIL	NIL

c) According to the information and explanations given to us, the Company does not have any amount which is required to be transferred to investor education and protection fund in accordance with the relevant provisions of the Companies Act, 1956 (1 of 1956) and rules there under.

8. The Company's accumulated losses do not exceed fifty percent of its net worth. The company has not incurred cash loss in the financial year covered by our audit and in the financial year immediately preceding such financial year.
9. The Company did not have any outstanding dues to Banks /financial institutions/debenture holders during the year.
10. In our opinion and according to the information and explanations given to us, the Company has not given any guarantee for loans taken by others from banks or financial institutions.
11. The Company has not obtained any term loans.
12. According to the information and explanations given to us, no fraud on or by the Company has been noticed or reported during the year.

Place : Chennai
Date : May 28, 2015

(V. THIYAGARAJHEN)
Chartered Accountant
Membership # 29295

KAL RADIO LIMITED**Balance Sheet as at March 31, 2015**

(All Amounts are in Indian Rupees unless otherwise specified)

Particulars	Notes	March 31, 2015	March 31, 2014
Equity and liabilities			
Shareholders' funds			
Share capital	3	1,769,350,000	1,769,350,000
Reserves and surplus	4	(24,483,807)	(284,445,919)
		1,744,866,193	1,484,904,081
Non-current liabilities			
Deferred tax liability (net)		5,317,188	-
Other long-term liabilities	5	230,400	230,400
Long term Provisions	6	4,679,985	171,203
		10,227,573	401,603
Current liabilities			
Trade payables	7	145,076,871	116,247,213
Short term Provisions	7A	5,889,238	19,438,273
Other current liabilities	7	4,399,198	4,495,532
		155,365,307	140,181,018
TOTAL		1,910,459,073	1,625,486,702
Assets			
Non-current assets			
Fixed assets			
Tangible assets	8	71,948,365	114,256,066
Intangible assets	9	231,547,655	330,706,262
Capital work-in-progress		119,511	73,636
Deferred tax assets (net)		-	-
Long-term loans and advances	11	134,682,391	75,510,916
Other non-current assets	12.2	78,423,172	5,352,925
		516,721,094	525,899,805
Current assets			
Current investments	10	338,999,422	315,854,469
Trade receivables	12.1	452,307,713	365,427,984
Cash and bank balances	13	576,555,329	396,298,777
Short-term loans and advances	11	20,569,697	20,888,042
Other current assets	12.2	5,305,818	1,117,625
		1,393,737,979	1,099,586,897
Total		1,910,459,073	1,625,486,702

Summary of significant accounting policies

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

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As per our report of even date

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

per V. THIYAGARAJHEN
Chartered Accountant
Membership No.: 29295

K.SHANMUGAM
Managing Director

K.VIJAYKUMAR
Director

UMA MADHU
Company Secretary

Place : Chennai
Date : May 28, 2015

KAL RADIO LIMITED**Statement of profit and loss for the year ended March 31, 2015**

(All Amounts are in Indian Rupees unless otherwise specified)

	Notes	March 31, 2015	March 31, 2014
Income			
Revenues from services	14	741,724,138	641,650,402
Other income	15	68,755,111	42,390,399
Total revenue (I)		810,479,249	684,040,801
Expenses			
Costs of Revenues	16	167,305,094	131,465,645
Employee benefits expense	17	133,490,940	113,308,224
Other expenses	18	93,637,531	94,613,060
Advertisement and marketing expenses	19	340,272	15,028,635
Total (II)		394,773,837	354,415,564
Earnings before interest, tax, depreciation and amortization (EBITDA) (I) - (II)		415,705,412	329,625,237
Depreciation and amortization expense	20	143,324,554	132,353,713
Finance costs	21	366,981	378,902
Profit/(loss) before tax		272,013,878	196,892,622
Tax expenses			
Current tax		54,100,000	28,000,000
Minimum Alternative Tax Entitlement Credit		(47,365,422)	(23,350,986)
Deferred tax		5,317,188	-
Total tax expense		12,051,766	4,649,014
Profit after tax		259,962,112	192,243,608

Basic and diluted earnings per share

Basic	2.10	1.55
Diluted	2.01	1.49
Nominal value per share	10	10

Summary of significant accounting policies 2

The accompanying notes are an integral part of the financial statements. 22

As per our report of even date

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

per V. THIYAGARAJHEN
Chartered Accountant
Membership No.: 29295

K.SHANMUGAM
Managing Director

K.VIJAYKUMAR
Director

UMA MADHU
Company Secretary

Place : Chennai
Date : May 28, 2015

KAL RADIO LIMITED
Cash Flow Statement for the year ended 31 March, 2015

Particulars	For the year ended March 31, 2015		For the year ended March 31, 2014	
	(in Rs.)	(in Rs.)	(in Rs.)	(in Rs.)
A. Cash flow from operating activities		272,013,878		196,892,622
Net Profit / (Loss) before extraordinary items and tax				
<u>Adjustments for:</u>				
Depreciation and amortisation	143,324,554		132,353,713	
Provision for impairment of fixed assets and intangibles				
Amortisation of share issue expenses and discount on shares				
(Profit) / loss on sale / write off of assets	594,916		14,782	
Finance costs	366,981		378,902	
Interest income	(45,317,077)		(26,553,067)	
Dividend income	(17,162,810)		(14,813,223)	
Net (gain) / loss on sale of investments	-		-	
Rental income from operating leases	(529,920)		(478,080)	
Adjustment for Tax provision and MAT Entitlement Credit				
Liabilities / provisions no longer required written back	-		(546,029)	
Adjustments to the carrying amount of investments				
Provision for losses of subsidiary companies				
Provision for estimated loss on derivatives				
Provision for estimated losses on onerous contracts				
Provision for contingencies				
Other non-cash charges (specify)	-		-	
Net unrealised exchange (gain) / loss				
		81,276,643		90,356,998
Operating profit / (loss) before working capital changes		353,290,521		287,249,620
<u>Changes in working capital:</u>				
<u>Adjustments for (increase) / decrease in operating assets:</u>				
Inventories	-		-	
Trade receivables	(86,879,729)		(50,464,120)	
Short-term loans and advances	318,345		2,089,803	
Long-term loans and advances	(59,171,475)		(21,904,101)	
Other current assets	(4,188,193)		(2,021,777)	
<u>Adjustments for increase / (decrease) in operating liabilities:</u>				
Trade payables	28,829,659		80,495,970	
Other current liabilities	(96,334)		(127,844,026)	
Other long-term liabilities	-		-	
Short-term provisions	(13,549,035)		19,438,273	
Adjustment for Tax provision and MAT Entitlement Credit	(6,734,578)		(4,649,014)	
Long-term provisions	4,508,782		171,203	
		(136,962,558)		(104,687,790)
		216,327,963		182,561,830
Cash flow from extraordinary items		-		-
Cash generated from operations		216,327,963		182,561,830
Net income tax (paid) / refunds		-		-
Net cash flow from / (used in) operating activities (A)		216,327,963		182,561,830

KAL RADIO LIMITED

Cash Flow Statement for the year ended 31 March, 2015 (Contd.)

Particulars	For the year ended 31 March, 2015		For the year ended 31 March, 2014	
	(in Rs.)	(in Rs.)	(in Rs.)	(in Rs.)
B. Cash flow from investing activities				
Capital expenditure on fixed assets, including capital advances	(2,662,918)		(5,006,817)	
Proceeds from sale of fixed assets	163,881		670,832	
Inter-corporate deposits (net)				
Non - current bank balances	(73,070,247)		-	
Bank balances not considered as Cash and cash equivalents				
- Placed	-		-	
- Matured				
Current investments not considered as Cash and cash equivalents				
- Purchase net of proceeds	(23,144,953)		(57,569,002)	
Proceeds from sale of long-term investments				
- Subsidiaries				
- Associates				
- Joint ventures				
- Business units				
- Others	-		-	
Interest received				
- Subsidiaries				
- Associates				
- Joint ventures				
- Others	45,317,077		26,553,067	
Dividend received				
- Subsidiaries				
- Associates				
- Joint ventures				
- Others	17,162,810		14,813,223	
Rental income from investment properties				
Rental income from operating leases	529,920		478,080	
Amounts received from partnership firms				
Amounts received from AOPs				
Amounts received from LLPs				
		(35,704,430)		(20,060,616)
Cash flow from extraordinary items		-		-
		(35,704,430)		(20,060,616)
Net income tax (paid) / refunds		-		-
Net cash flow from / (used in) investing activities (B)		(35,704,430)		(20,060,616)

KAL RADIO LIMITED
Cash Flow Statement for the year ended 31 March, 2015 (Contd.)

Particulars	For the year ended 31 March, 2015		For the year ended 31 March, 2014	
	(in Rs.)	(in Rs.)	(in Rs.)	(in Rs.)
C. Cash flow from financing activities				
Proceeds from issue of equity shares				
Share application money received / (refunded)				
Proceeds from long-term borrowings				
Repayment of long-term borrowings	-		-	
Net increase / (decrease) in working capital borrowings				
Proceeds from other short-term borrowings				
Repayment of other short-term borrowings				
Finance cost	(366,981)		(378,902)	
Dividends paid	-		-	
Tax on dividend	-		-	
		(366,981)		(378,902)
Cash flow from extraordinary items		-		-
Net cash flow from / (used in) financing activities (C)		(366,981)		(378,902)
Net increase / (decrease) in Cash and cash equivalents (A+B+C)		180,256,552		162,122,312
Cash and cash equivalents at the beginning of the year		396,298,777		234,176,466
Effect of exchange differences on restatement of foreign currency Cash and cash equivalents				
Cash and cash equivalents at the end of the year		576,555,329		396,298,777
Reconciliation of Cash and cash equivalents with the Balance Sheet:				
Cash and cash equivalents as per Balance Sheet (Refer Note 19)		576,555,329		396,298,777
Less: Bank balances not considered as Cash and cash equivalents as defined in AS 3 <i>Cash Flow Statements</i> (give details)		529,578,974		368,408,785
Net Cash and cash equivalents (as defined in AS 3 <i>Cash Flow Statements</i>) included in Note 19		46,976,355		27,889,992
Add: Current investments considered as part of Cash and cash equivalents (as defined in AS 3 <i>Cash Flow Statements</i>) (Refer Note (ii) to Note 16 Current investments)		0		0
Cash and cash equivalents at the end of the year *		46,976,355		27,889,992
* Comprises:				
(a) Cash on hand		152,250		45,165
(b) Cheques, drafts on hand		-		-
(c) Balances with banks				
(i) In current accounts		46,824,106		27,844,827
(ii) In EEFC accounts		-		-
(iii) In deposit accounts with original maturity of less than 3 months		-		-
(iv) In earmarked accounts (give details) (Refer Note (ii) below)		-		-
(d) Others (specify nature)		-		-
(e) Current investments considered as part of Cash and cash equivalents (Refer Note (ii) to Note 16 Current investments)		-		-
		46,976,355		27,889,992

Notes:

- (i) The Cash Flow Statement reflects the combined cash flows pertaining to continuing and discounting operations.
(ii) These earmarked account balances with banks can be utilised only for the specific identified purposes.

See accompanying notes forming part of the financial statements

In terms of our report attached.

For and on behalf of the Board of Directors

per V. THIYAGARAJHEN
Chartered Accountant
Membership # 29295

K. SHANMUGAM
Managing Director

K. VIJAYKUMAR
Director

UMA MADHU
Company Secretary

Place : Chennai
Date : May 28, 2015

1. CORPORATE INFORMATION

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

2. SIGNIFICANT ACCOUNTING POLICIES

1. Basis of Accounting

These statements have been prepared under historical cost convention on accrual basis and comply with the Accounting standards referred to in Section 133 of the Companies Act, 2013.

2. Fixed Assets and Depreciation

➤ Tangible Assets

- Tangible Fixed Assets are stated at cost less accumulated depreciation.
- Depreciation on tangible Fixed Assets other than leasehold improvements is provided on written down value method at the rates and in the manner specified in Schedule II of the Act. Tangible Assets individually costing less than Rs. 5,000 are depreciated @ 100% in the year of purchase.
- Leasehold improvements are depreciated over the lower of estimated useful lives of the assets or the remaining primary period of the lease.
- BECIL infrastructure assets included in Tangible Fixed Assets (**Note 8**) represents aggregate value of the company's share of the cost of the assets, jointly owned, along with other license holders, at various stations. These assets are jointly controlled assets and the company's share of cost of these assets has been determined corresponding to the number of licence holders in each station.

➤ Intangible Assets

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

3. Impairment

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

4. Employee Benefit Plans

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

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

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

5. Current Taxation

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

6. Deferred Taxation

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

7. Investments

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

8. Revenue Recognition

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

9. License Fees

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

10. Foreign Currency Transactions

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

11. Preliminary Expenditure

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

12. Provisions and contingent Liabilities

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

13. Segment Reporting

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

KAL RADIO LIMITED
Notes to financial statements for the year ended March 31, 2015

(All Amounts are in Indian Rupees unless otherwise specified)

3 Share capital

	March 31, 2015	March 31, 2014
Authorized shares		
125,000,000 Equity Shares of Rs.10/- each (Previous Year - 125,000,000 Equity Shares of Rs.10/- each)	1,250,000,000	1,250,000,000
75,000,000 0.1% Non-Cumulative Compulsorily Convertible Preference Shares of Rs.10/- each (Previous Year - 75,000,000, 0.1% Non-Cumulative Compulsorily Convertible Preference Shares of Rs.10/- each)	750,000,000	750,000,000
	2,000,000,000	2,000,000,000
Issued, subscribed and fully paid-up shares		
124,055,000 Equity Shares of Rs.10/- each (Previous Year - 124,055,000 Equity Shares of Rs.10/- each)	1,240,550,000	1,240,550,000
52,880,000 0.1% Non-Cumulative Compulsorily Convertible Preference Shares of Rs.10/- each fully paid (Previous Year - 52,880,000 0.1% Non-Cumulative Compulsorily Convertible Preference Shares of Rs.10/- each fully paid)	528,800,000	528,800,000
	1,769,350,000	1,769,350,000

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

	March 31, 2015		March 31, 2014	
	No.	Amount	No.	Amount
At the beginning of the period	124,055,000	1,240,550,000	124,055,000	1,240,550,000
Issued during the period	Nil	Nil	Nil	Nil
Outstanding at the end of the period	124,055,000	1,240,550,000	124,055,000	1,240,550,000

Non-Cumulative Compulsorily Convertible Preference Shares

	March 31, 2015		March 31, 2014	
	No.	Amount	No.	Amount
At the beginning of the period	52,880,000	528,800,000	52,880,000	528,800,000
Issued during the period	Nil	Nil	Nil	Nil
Outstanding at the end of the period	52,880,000	528,800,000	52,880,000	528,800,000

b. Terms/rights attached to equity shares
(i) Equity Shares:

The company has only one class of equity shares having a par value of Rs.10 per share. Each holder of equity shares is entitled to one vote per share. The company declares and pays dividends in Indian rupees.

During the year ended 31 March 2015, the amount of per share dividend recognized as distributions to equity shareholders was Rs.NIL (31 March 2014: Rs. NIL).

In the event of liquidation of the company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts.

(ii) Preference Shares

The company has only one class of Preference shares having a face value of Rs.10 per share. The preference shares are non cumulative and are convertible to equity shares at any time within a period of 18 years from the date of issue at the option of the company.

During the year ended 31 March 2015, the amount of per share dividend paid to preference shareholders was Rs.NIL

(31 March 2014: Rs. NIL).

Upon conversion to equity shares, the preference shares ranks pari pasu with the existing equity shares of the company in all respects

c. Details of shareholders holding more than 5% shares in the company

	March 31, 2015		March 31, 2014	
	No.	% holding in the class	No.	% holding in the class
Equity shares of Rs.10 each fully paid				
Sun TV Network Limited	121,305,000	97.78%	121,305,000	97.78%
Non-Cumulative Compulsorily Convertible Preference Shares				
Sun TV Network Limited	52,880,000	100%	52,880,000	100%

KAL RADIO LIMITED**Notes to financial statements for the year ended March 31, 2015**

(All Amounts are in Indian Rupees unless otherwise specified)

4 Reserves and surplus

	March 31, 2015	March 31, 2014
Surplus/(deficit) in the statement of profit and loss		
Balance as per last financial statements	(284,445,919)	(476,689,527)
Profit/(loss) for the year	259,962,112	192,243,608
Net surplus/(deficit) in the statement of profit and loss	(24,483,807)	(284,445,919)
Total reserves and surplus	(24,483,807)	(284,445,919)

5 Other long-term liabilities

	March 31, 2015	March 31, 2014
Trade payables (including acceptances)	-	-
Others (Rent Deposit)	230,400	230,400
	230,400	230,400

6 Long Term Provisions

	March 31, 2015	March 31, 2014
Provision for employee benefits		
Provision for gratuity	4,679,985	171,203
	4,679,985	171,203

7 Other current liabilities

	March 31, 2015	March 31, 2014
Trade payables (including acceptances)	145,076,871	116,247,213
Other liabilities		
Statutory Payables	4,399,198	4,495,532
	4,399,198	4,495,532
	149,476,069	120,742,744

7A Short Term Provisions

	March 31, 2015	March 31, 2014
Provision for Taxation (Net of Advance Tax)	5,889,238	19,438,273
	5,889,238	19,438,273

KAL RADIO LIMITED**Notes to financial statements for the year ended March 31, 2015**

(All Amounts are in Indian Rupees unless otherwise specified)

8 Tangible assets

	Plant and Machinery	Furniture and Fittings	Leasehold Improvements	Motor vehicles	Total
Cost or valuation					
At 1 April 2013	385,148,790	2,966,546	73,434,311	12,016,600	473,566,248
Additions	8,139,414	187,835	-	-	8,327,249
Disposals	(1,894,072)	(55,465)	-	-	(1,949,537)
At 31 March 2014	391,394,132	3,098,916	73,434,311	12,016,600	479,943,959
Additions	2,377,561	179,766	-	59,717	2,617,043
Disposals	(2,335,385)	(119,891)	-	-	(2,455,276)
At 31 March 2015	391,436,308	3,158,791	73,434,311	12,076,317	480,105,727

Depreciation					
At 1 April 2013	256,238,522	1,843,092	66,539,749	9,195,463	333,816,826
Charge for the year	26,117,580	210,409	6,050,722	756,205	33,134,916
Disposals	(1,226,719)	(37,130)	-	-	(1,263,849)
At 31 March 2014	281,129,383	2,016,371	72,590,471	9,951,668	365,687,893
Charge for the year	41,263,850	539,617	843,840	1,518,640	44,165,947
Disposals	(1,611,004)	(85,475)	-	-	(1,696,479)
At 31 March 2015	320,782,229	2,470,513	73,434,311	11,470,309	408,157,362

Net Block					
At 31 March 2014	110,264,749	1,082,545	843,840	2,064,932	114,256,066
At 31 March 2015	70,654,079	688,278	0	606,008	71,948,365

KAL RADIO LIMITED**Notes to financial statements for the year ended March 31, 2015**

(All Amounts are in Indian Rupees unless otherwise specified)

9 Intangible assets

	Software	Licenses	Total
Gross block			
At 1 April 2013	22,998,021	999,133,033	1,022,131,054
Purchase	-	-	-
Disposals	-	-	-
At 31 March 2014	22,998,021	999,133,033	1,022,131,054
Purchase			-
Disposals			-
At 31 March 2015	22,998,021	999,133,033	1,022,131,054
Amortization			
At 1 April 2013	22,996,865	569,209,130	592,205,996
Charge for the year	1,156	99,217,641	99,218,796
Adjustment for disposals	-	-	-
At 31 March 2014	22,998,021	668,426,771	691,424,792
Charge for the year		99,158,607	99,158,607
Adjustment for disposals	-	-	-
At 31 March 2015	22,998,021	767,585,378	790,583,399
Net block			
At 31 March 2014	0	330,706,262	330,706,262
At 31 March 2015	0	231,547,655	231,547,655

KAL RADIO LIMITED
Notes to financial statements for the year ended March 31, 2015

(All Amounts are in Indian Rupees unless otherwise specified)

10 Current investments
Current investments (valued at lower of cost and fair value, unless stated otherwise)

	March 31, 2015	March 31, 2014
Current Investments (At cost) - Trade - Quoted		
<u>INVESTMENT IN MUTUAL FUNDS</u>		
Kotak Banking & PSU Debt fund - Daily Dividend (3,741,072.61 units, Previous Year - 3,514,339.47 Units)	37,536,052	35,261,727
HDFC short term fund (Nil units, Previous Year - 5,15,566.91 units)	-	5,363,779
HDFC FMP 372D Series 29 - Regular - Growth (Nil units, Previous Year - 1,000,714 Units)	-	10,007,140
HDFC floating rate fund (563,112.193 units, Previous Year - Nil)	6,676,678	-
IDFC Dynamic Bond Fund - Quarterly dividend (1,086,496.919 units, Previous Year - 1,000,537.15 units)	11,376,472	10,471,205
IDFC Fixed Term Plan Series 32 Regular Plan - Growth (Nil, Previous Year - 500,000 Units)	-	5,000,000
IDFC Super Saver Income Fund - Monthly Dividend (Nil, Previous Year - 1,072,586.07 units)	(0)	10,825,445
IDFC Super Saver Income Fund - Fortnightly Dividend (1,098,436.04 units, Previous Year - 1,035,108.27 units)	11,274,297	10,623,239
Franklin India Low Duration Fund - Monthly Dividend Reinvested (3,964,582.173 units, Previous Year - 3,712,835.74 units)	22,668,031	38,309,241
Franklin India Savings Plus Fund (1,064,243.596 units, Previous Year - 1,000,921.20 Units)	51,614,943	10,041,541
Tata Short term Bond Fund - Plan A (Nil, Previous Year - 1,604,185.21 units)	0	20,743,419
Tata Fixed Maturity Plan Series 45 - Growth (Nil, Previous Year - 1,750,209.61 Units)	0	17,502,096
Axis Treasury Advantage Fund - Daily dividend (106,639.318 Units, Previous Year - Nil)	107,047,672	-
Axis Banking Debt Fund - Weekly Dividend (Nil, Previous Year - 100,562.20 Units)	1	101,053,986
Icici Prudential Short Term - Regular Plan - Monthly Dividend (Nil, Previous Year - 894,927.62 units)	(0)	10,721,098
Templeton India Income Builder account Plan A (Nil, Previous Year - 1,648,143.99 units)	-	21,419,063
Birla Sunlife Fixed Term Plan (Nil, Previous Year - 750,000 Units)	0	7,500,000
Pramerica Liquid Fund - Daily Dividend (3,732.057 units, Previous Year - 1,011.07 Units)	3,733,625	1,011,490
Pramerica Ultra Short Term Bond Fund - Direct Plan (5,024.471 units, Previous Year - Nil)	5,036,529	-
Pramerica Dynamic Bond Fund (1,428.034 units, Previous Year - Nil)	1,500,000	-
IDFC Super Saver Income Fund - Short Term Plan Growth (611,211.327 units, Previous Year - Nil)	17,196,981	-
Tata Short term Bond Fund - Plan A - Growth (2035099.539 units, Previous Year - Nil)	51,918,230	-
ICICI Prudential Short Term - Regular Plan - Growth Option (403,503.311 units, Previous Year - Nil)	11,419,910	-
Total	338,999,422	315,854,469

 Aggregate amount of quoted investments (Market value: Rs. 34,15,12,977/-
(31 March 2014: Rs. 31,75,08,114/-))

KAL RADIO LIMITED
Notes to financial statements for the year ended March 31, 2015

(All Amounts are in Indian Rupees unless otherwise specified)

11 Loans and advances

	Non-current		Current	
	March 31, 2015	March 31, 2014	March 31, 2015	March 31, 2014
Capital advances				
Secured, considered good	-	-	-	-
Unsecured, considered good	-	-	-	-
Doubtful	-	-	-	-
Provision for doubtful advances	-	-	-	-
(A)	-	-	-	-
Security deposit				
Rental and other deposits				
Unsecured, considered good	15,962,540	15,710,888	-	-
Doubtful	-	-	-	-
Deposits with Government agencies				
Unsecured, considered good	15,841,486	15,841,486	-	-
Doubtful	-	-	-	-
	31,804,026	31,552,374	-	-
Provision for doubtful security deposit	-	-	-	-
(B)	31,804,026	31,552,374	-	-
Loan and advances to related parties				
Unsecured, considered good	-	-	1,553,810	1,156,376
(C)	-	-	1,553,810	1,156,376
Advances recoverable in cash or kind				
Unsecured considered good	5,847,751	4,662,603	852,537	2,453,399
Doubtful	-	-	-	-
	5,847,751	4,662,603	852,537	2,453,399
Provision for doubtful advances	-	-	-	-
(D)	5,847,751	4,662,603	852,537	2,453,399
Other loans and advances				
Advance income-tax (net of provision for taxation)	26,314,206	15,944,953	-	-
Minimum Alternative Tax Entitlement Credit	70,716,408	23,350,986	-	-
Prepaid expenses	-	-	18,163,350	17,278,268
Balances with statutory/ government authorities	-	-	-	-
(E)	97,030,614	39,295,939	18,163,350	17,278,268
Total (A+ B + C + D + E)	134,682,391	75,510,916	20,569,697	20,888,042

	Non-current		Current	
	March 31, 2015	March 31, 2014	March 31, 2015	March 31, 2014
Security deposit, Rental and other deposits include				
Dues from companies in which the company's director is a director or a member				
- Kal Publications Private Limited	427,500	427,500	-	-
- Sun TV Network Limited	265,000	265,000	-	-

KAL RADIO LIMITED
Notes to financial statements for the year ended March 31, 2015

(All Amounts are in Indian Rupees unless otherwise specified)

12.1 Trade receivables

	Non-current		Current	
	March 31, 2015	March 31, 2014	March 31, 2015	March 31, 2014
Unsecured, considered good unless stated otherwise				
Outstanding for a period exceeding six months from the date they are due for payment				
- Considered good	-	-	155,162,390	117,817,216
- Considered doubtful	-	-	8,555,208	7,376,966
Provision for doubtful receivables	-	-	163,717,598	125,194,182
	-	-	8,555,208	7,376,966
(A)	-	-	155,162,390	117,817,216
Other receivables				
Unsecured, considered good	-	-	297,145,322	247,610,768
Doubtful	-	-	-	-
Provision for doubtful receivables	-	-	297,145,322	247,610,768
	-	-	-	-
(B)	-	-	297,145,322	247,610,768
Total (A + B)	-	-	452,307,713	365,427,984

Trade receivables include:

	Non-current		Current	
	March 31, 2015	March 31, 2014	March 31, 2015	March 31, 2014
Dues from Company in which the company's director is a director or member				
- Kal Publications Private Limited	-	-	69,598,072	69,403,063
- Sun Direct TV Private Limited	-	-	3,086,315	3,076,727

12.2 Other assets

	Non-current		Current	
	March 31, 2015	March 31, 2014	March 31, 2015	March 31, 2014
Interest accrued				
- on fixed deposits	-	-	5,305,818	1,117,625
Non-current bank balances (Refer Note. 13)	78,423,172	5,352,925	-	-
	78,423,172	5,352,925	5,305,818	1,117,625

13 Cash and bank balances

	Non-current		Current	
	March 31, 2015	March 31, 2014	March 31, 2015	March 31, 2014
Cash and cash equivalents				
Balances with banks:				
On current accounts	-	-	46,824,106	27,844,827
Deposits with original maturity of less than three months	-	-	-	-
Cash on hand	-	-	152,250	45,165
	-	-	46,976,355	27,889,992
Other bank balances				
Deposits with original maturity for more than 3 months but less than 12 months	-	-	529,578,974	368,408,785
Margin money deposit	-	-	78,423,172	5,352,925
	-	-	608,002,146	373,761,710
Less :Amount disclosed under other non-current assets (Refer Note 12.2)			-	-
	-	-	78,423,172	5,352,925
	-	-	576,555,329	396,298,777

KAL RADIO LIMITED**Notes to financial statements for the year ended March 31, 2015**

(All Amounts are in Indian Rupees unless otherwise specified)

14 Revenue from Services

	March 31, 2015	March 31, 2014
Revenues from services		
Advertising income	741,724,138	641,650,402
	741,724,138	641,650,402

15 Other income

	March 31, 2015	March 31, 2014
Interest income on		
- on bank deposits	45,317,077	26,553,067
Dividend income on investments	17,162,810	14,813,223
Net gain on sale of current investments	5,212,271	-
Other non-operating income	1,062,952	1,024,109
	68,755,111	42,390,399

KAL RADIO LIMITED**Notes to financial statements for the year ended March 31, 2015**

(All Amounts are in Indian Rupees unless otherwise specified)

16 Cost of Revenues

	March 31, 2015	March 31, 2014
Program production expenses	95,661,582	63,817,047
Licenses	71,628,977	67,640,302
Others	14,535	8,297
	167,305,094	131,465,645

17 Employee Benefit Expense

	March 31, 2015	March 31, 2014
Salaries and allowances	108,751,577	95,307,641
Gratuity expense	7,114,091	2,341,247
Contributions to provident fund and employee state insurance plans	9,689,943	8,055,458
Staff welfare	1,935,317	1,997,756
Directors' remuneration		
- Salary	5,861,160	5,525,125
- Ex-gratia / Bonus	138,852	80,997
	133,490,940	113,308,224

18 Other expenses

	March 31, 2015	March 31, 2014
Legal and professional fees	3,189,299	4,756,575
Travel and conveyance	3,058,562	3,291,816
Rent	14,573,971	11,359,788
Electricity expense	35,419,969	36,229,933
Power and fuel	6,270,768	7,268,099
Repairs and maintenance		
- Plant and machinery	5,262,310	4,962,319
- Others	6,188,561	6,106,999
Communication	6,694,611	6,943,610
Utilities	10,022,892	9,538,316
Insurance	496,855	442,877
Provision for doubtful debts	1,178,242	1,348,885
Rates and taxes	291,813	1,456,132
Loss on sale of assets	594,916	14,782
Loss on redemption of mutual fund	-	507,015
Miscellaneous expenses	394,762	385,913
	93,637,531	94,613,060

Payment to auditor (included under Legal & professional Fees)

	March 31, 2015	March 31, 2014
As auditor:		
Audit fee	100,000	100,000
Limited review	-	-
Service Tax	-	-
In other capacity:		
Other services (Tax Representation)	-	500,000
Other services (Certification)	100,000	-
Reimbursement of expenses	-	-
	200,000	600,000

19 Selling expenses

	March 31, 2015	March 31, 2014
Advertisement and marketing expenses	340,272	15,028,635
	340,272	15,028,635

20 Depreciation and amortization expense

	March 31, 2015	March 31, 2014
Depreciation of tangible assets	44,165,947	33,134,916
Amortization of intangible assets	99,158,607	99,218,796
	143,324,554	132,353,713

21 Finance costs

	March 31, 2015	March 31, 2014
Interest		
- on loans against deposits	-	-
- others	6,166	43,864
Bank charges	360,815	335,038
	366,981	378,902

Note 22 – NOTES FORMING PART OF FINANCIAL STATEMENTS**1) Contingent Liabilities**

Guarantees issued by Banks on behalf of the company ` 2,14,65,580/- (Previous Year ` 2,14,65,580/-)

2) Capital Commitments

Estimated amount of contracts remaining to be executed on capital account (Net of Advances) - NIL (Previous year ` NIL/-)

3) Employee Benefits**a) Defined Contribution Plans:**

During the year, the company has recognized the following amounts in the Profit and Loss account, which are included in 'Employee Benefit Expense' in 'Note 17'.

	31.03.2015	31.03.2014
Contribution to Provident Fund (in Rs.)	84,43,031	67,58,747

b) Defined Benefit Plans:

Description of Benefits Plan	Funded Gratuity 31.03.2015 (Rs.)	Funded Gratuity 31.03.2014 (Rs.)
A) Reconciliation of Opening and closing balances of the present value of the defined benefit plan obligation		
Present value of obligation as at 01/04/2014	51,59,719	39,33,609
Current service cost	12,62,243	10,92,301
Interest cost	4,12,778	3,14,689
Benefits Paid	(7,45,737)	(6,94,052)
Actuarial gain/ (loss) on obligations	62,62,999	5,13,172
Present value of obligations as at 31/03/2015	1,23,52,002	51,59,719

KAL RADIO LIMITEDNOTES FORMING PART OF THE FINANCIAL STATEMENTS AS ON 31.03.2015

B) Reconciliation of opening and closing balances of the fair value of plan assets:		
Fair value of plan assets as at 01/04/2014	49,88,516	37,74,337
Expected return on plan assets	6,03,332	3,90,695
Contributions made	28,25,906	15,17,536
Benefits paid	(7,45,737)	(6,94,052)
Actuarial gain/ (loss) on plan assets	NIL	NIL
Fair value of plan assets as at 31/03/2015	76,72,017	49,88,516
C) Table showing Fair value of Plan Assets		
Fair value of plan assets at beginning of the year	49,88,516	37,74,337
Actual return on plan assets	6,03,332	3,90,695
Contributions	28,25,906	15,17,536
Benefits Paid	(7,45,737)	(6,94,052)
Fair value of plan assets at end of the year	76,72,017	49,88,516
Funded status - Asset / (Liability)	(46,79,984)	(1,71,203)
Excess of actual over estimated return on plan assets	NIL	NIL
D) Actuarial Gain/ (Loss) recognized		
Actuarial gain on obligations	62,62,999	5,13,172
Actuarial gain on plan assets	NIL	NIL
Total gain for the year	62,62,999	5,13,172
Actuarial gain recognized in the year	62,62,999	5,13,172

KAL RADIO LIMITEDNOTES FORMING PART OF THE FINANCIAL STATEMENTS AS ON 31.03.2015

E) Reconciliation of present value of Defined benefit plan obligation and fair value of plan assets to the assets and liabilities recognized in the Balance sheet		
Present value of obligation as at 31/03/2015	1,23,52,002	51,59,719
Fair value of plan assets as at 31/03/2015	76,72,017	49,88,516
Funded status - Asset / (Liability)	(46,79,984)	(1,71,203)
Net Liability recognized in Balance sheet (included under Long Term Provisions in Note 6)	(46,79,984)	(1,71,203)
F) Expenses recognized in the Profit & Loss account		
Current service cost	12,62,243	10,92,301
Interest cost	4,12,778	3,14,689
Expected return on plan assets	(6,03,332)	3,90,695
Net actuarial gain/(loss) recognized	(62,62,999)	(5,13,172)
Expenses recognized in Profit & Loss account (included in 'Employee Benefit Expense' in Note 17)	73,34,688	15,29,467
G) Actual return on plan assets		
Expected return on plan assets	(6,03,332)	3,90,695
Actuarial gain/ (loss) on plan assets	-	-
Actual return on plan assets	(6,03,332)	3,90,695
H) Opening Net Asset	(1,71,203)	6,73,420
Contributions	28,25,906	15,17,536
Expenses	73,34,688	15,29,467
Closing Net Asset / (Liability)	(46,79,984)	(1,71,203)

KAL RADIO LIMITED**NOTES FORMING PART OF THE FINANCIAL STATEMENTS AS ON 31.03.2015**

I) Actuarial assumptions*		
Discount rate	8%	8%
Expected rate of return on plan assets	8 %	8%
Rate of increase in compensation levels	5%	5%
Attrition Rate	1-3%	1-3%

* The estimates of future salary increases, considered in actuarial valuation, takes account of inflation, seniority, promotion, and other relevant factors like supply and demand in the employment market.

4) a) Expenses of Employment

Particulars	31.03.2015	31.03.2014
No. of employees employed throughout the year on remuneration, the aggregate of which was not less than Rs.60,00,000/- per annum	NIL	NIL
No. of employees employed for part of the year on remuneration of Rs.5,00,000/- or more per mensem.	NIL	NIL

b) Remuneration to Directors

Particulars	31.03.2015	31.03.2014
Salary	Rs. 54,27,000	Rs. 51,15,855
Contribution to provident, superannuation and gratuity funds	Rs. 4,34,160	Rs. 4,09,270
Ex - Gratia	Rs. 1,38,852	Rs. 80,977
Total	Rs. 60,00,012	Rs. 56,06,122

5) CIF Value of Imports

	2014-2015	2013-2014
Capital goods	-----	-----
Spares	-----	-----
Total	-----	-----

KAL RADIO LIMITED

NOTES FORMING PART OF THE FINANCIAL STATEMENTS AS ON 31.03.2015

6) Auditor's Remuneration (in Rs.)

Audit Fees	100,000	100,000
Other Services - Tax Representation	-	500,000
Other Services - Certification	100,000	-
Out of pocket expenses	-	-
Total	2,00,000	600,000

7) Dues to Small- Scale Industrial undertakings

- The Company has no outstanding dues to small-scale industrial undertakings as on 31st March 2015 and 31st March 2014.

8) Dues to Micro, Small and Medium Enterprises

- Management has determined that there were no balances outstanding as at the beginning of the year and no transactions entered with Micro, Small and Medium Enterprises as defined under Micro, Small and Medium Enterprises Development Act, 2006, during the current year, based on the information available with the Company as at March 31, 2015.

9) Leases

(a) The company has leased premises under operating leases. The lease payments to be made in future in respect of the leases are as follows:

	31.03.2015	In Rs. 31.03.2014
Upto 1 year	1,16,59,646	80,49,035
> 1 year but not later than 5 years	3,96,61,825	1,59,81,659
> 5 years	21,722,870	NIL

(b) Lease payments recognized in Profit & Loss Account is Rs. **1,32,50,111/-** (included in Rent - Other Expenses - Note 18) (Prev. Yr. ` 1,00,25,670/-)

10) Accrued expenses under other current liabilities (Note 7) includes a sum of Rs. 1,02,465/- (P.Y - NIL) due to a director.

11) *Related Party Disclosures*

➤ *Key Management Personnel (KMP)*

a) Mr. K. Shanmugam

➤ *Individual(s) having significant influence and/ or relative of such individual over the reporting enterprise (ISI)*

Mr. Kalanithi Maran

➤ *Holding Company (HC)*

a) Sun TV Network Limited

➤ *Enterprise in which "individual having significant influence and/ or relative of such individual over the reporting enterprise" has significant influence (ENT)*

- a) Udaya FM Private Limited
- b) Sun Direct TV Private Limited
- c) Kal Publications Private Limited

➤ *Related Party Transactions*

Figures in brackets represent corresponding previous year figures.

KAL RADIO LIMITED**NOTES FORMING PART OF THE FINANCIAL STATEMENTS AS ON 31.03.2015**

Group Head	Nature of Transactions	Related Party	Relationship	Revenue items - recognized during the period In Rs.	Balance Sheet items - O/s as at 31.03.2014 In Rs.
Loans & Advances	Rent Deposit	Sun TV Network Limited	HC	-	265,000 (265,000)
Loans & Advances	Rent Deposit	Kal Publications P Ltd	ENT	-	427,500 (427,500)
Loans & Advances	Other Advances	Udaya FM Private Limited	ENT	-	483,341 (456,675)
Loans & Advances	Other Advances	Sun TV Network Limited	HC	-	10,37,251 (7,78,509)
Trade Receivables	Advertisement revenue receivable	Kal Publications P Ltd	ENT	-	6,95,98,073 (6,94,03,063)
Trade Receivables	Advertisement revenue receivable	Sun Direct TV Private Limited	ENT	-	30,86,315 (30,76,727)
Other Long Term Liabilities	Rent deposit payable	Sun Direct TV Private Limited	ENT	-	230,400 (230,400)
Other Current Liabilities	Rent Payable	Sun TV Network Limited	HC	-	374,507 (128,426)
Other Current Liabilities	Electricity Payable	Sun TV Network Limited	HC	-	405,222 (NIL)
Other Current Liabilities	Staff Welfare Payable	Sun TV Network Limited	HC	-	138,366 (NIL)
Other Current Liabilities	Rent Payable	Kal Publications P Ltd	ENT	-	79,329 (79,329)
Other Current Liabilities	Electricity charges Payable	Kal Publications P Ltd	ENT	-	232,512 (166,759)
Loans And Advances	Rent & Office Maintenance charges Receivables	Sun Direct TV Private Limited	ENT	-	49,618 (49,618)
Other Expenses	Rent Expense	Kal Publications P Ltd	ENT	930,000 (930,000)	-

KAL RADIO LIMITED**NOTES FORMING PART OF THE FINANCIAL STATEMENTS AS ON 31.03.2015**

Other Expenses	Rent Expense	Sun TV Network Limited	HC	42,05,580 (1,449,915)	-
Other Expenses	Electricity Charges	Kal Publications P Ltd	ENT	24,03,820 (21,83,903)	-
Other Expenses	Electricity Charges	Sun TV Network Limited	HC	13,78,128 (13,75,585)	-
Employee Benefit Expenses	Staff Welfare Expenses	Kal Publications P Ltd	ENT	139,545 (156,465)	-
Employee Benefit Expenses	Staff Welfare Expenses	Sun TV Network Limited	HC	588,780 (539,522)	-
Program Production Expenses	Business Promotion Expenses	Sun TV Network Limited	HC	1,50,00,000 (25,00,000)	-
Program Production Expenses	Business Promotion Expenses	Kal Publications P Ltd	ENT	207,876 (NIL)	-
Employees Benefit Expense	Directors' Remuneration	Mr. K. Shanmugam	KMP	60,00,012 (56,06,122)	-
Revenue from Services	Advertisement Revenue	Sun Direct TV Private Limited	ENT	17,557 (204,750)	-
Revenue from Services	Advertisement Revenue	Kal Publications P Ltd	ENT	392,387 (142,020)	-
Other Income	Rental Income	Sun Direct TV Private Limited	ENT	529,920 (478,080)	-

12) DEFERRED TAX (ASSET) / LIABILITY (Rs.)

<i>Particulars</i>	31.03.2015	31.03.2014
Balance at beginning of year	-	-
For the year	53,17,188	-
Balance at end of year	53,17,188	-

13) Foreign currency exposure

The company does not use any derivative instruments to hedge its foreign currency transactions. Balance outstanding as at the balance sheet date, in respect of foreign currency transactions which are not hedged, is NIL. (Previous Year : NIL)

KAL RADIO LIMITED

NOTES FORMING PART OF THE FINANCIAL STATEMENTS AS ON 31.03.2015

14) Earnings per share

		<i>For the year ended</i>	
		<i>31.03.2015</i>	<i>31.03.2014</i>
Profit / (Loss) after tax	(a)	Rs. 25,99,62,112	Rs.19,22,43,608
Basic			
Weighted average number of equity shares of Rs.10/- each outstanding during the year	(b)	12,40,55,000	12,40,55,000
Dilution			
Effect of potential equity shares on Non cumulative Compulsorily Convertible Preference shares		52,88,000	52,88,000
Weighted average number of equity shares of Rs.10/- each outstanding during the year	(c)	12,93,43,000	12,93,43,000
Earnings per Share (Rs.)			
Basic	- (a)/(b)	2.10	1.55
Diluted	- (a)/(c)	2.01	1.49

15) The Ministry of Information and Broadcasting of the Government of India ('MIB') has, during the year, invited applications for the e-Auction of Private FM Radio Phase - III. The Company has filed applications to migrate their existing FM Radio licenses (expiring on various dates in FY 2016-17 and thereafter) from Phase II to the Phase III licensing regime ("FM License Migration Applications"), which are currently being processed by the MIB and their communication is awaited. Management is confident of receiving the approvals for the Company's FM License Migration Applications, which is essential for the continued operations of these FM Radio stations. Accordingly, no impairment to asset values have been considered necessary in this regard.

16) Previous year's figures have been regrouped and recast wherever necessary to conform to the current year's classifications.

For and Behalf of Board of Directors

In terms of our report of even date

K. SHANMUGAM
Managing Director

K. VIJAYKUMAR
Director

UMA MADHU
Company Secretary

V. THIYAGARAJHEN
Chartered Accountant
Membership No. 29295

PLACE : CHENNAI
DATE : May 28, 2015