

## AUDITOR'S REPORT

To the Members of Chhaya Prakashani Private Limited

### Report on the Consolidated Financial Statements

We have audited the accompanying consolidated financial statements of Chhaya Prakashani Private Limited ("the Company") and its subsidiaries (the Company and its subsidiaries together referred to as "the Group") which comprise the Consolidated Balance Sheet as at 31<sup>st</sup> March, 2017, the Consolidated Statement of Profit and Loss, the Consolidated Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information.

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

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these consolidated financial statements that give a true and fair view of the consolidated financial position, consolidated financial performance and consolidated 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 consolidated 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 consolidated 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 consolidated financial statements.



## Opinion

In our opinion and to the best of our information and according to the explanations given to us, and based on the consideration of the report of the other auditor on the financial statement of the subsidiary company as noted below, the aforesaid consolidated financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31<sup>st</sup> March, 2017, and its profit and its cash flows for the year ended on that date.

## Other Matter

The financial statement of the subsidiary companies considered in this financial statement have been audited by another auditor, whose reports has been furnished by the management to us, and our opinion is based solely on the report of the other auditor. However, our opinion is not qualified in respect of this matter.

## Report on Other Legal and Regulatory Requirements

1. As required by Section 143 (3) of the Act, we report 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 group so far as it appears from our examination of those books;
- (c) the consolidated balance sheet, the consolidated statement of profit and loss and the consolidated cash flow statement dealt with by this Report are in agreement with the books of account;
- (d) in our opinion, the aforesaid consolidated financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014;
- (e) on the basis of the written representations received from the directors as on 31<sup>st</sup> March 2017 taken on record by the Board of Directors, none of the directors is disqualified as on 31<sup>st</sup> March 2017 from being appointed as a director in terms of Section 164 (2) of the Act;
- (f) with respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure A"; and



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

- i. the group does not have any pending litigations which would impact its financial position;
- ii. the group does not have any material foreseeable losses on long term contracts including derivative contracts which would impact its financial position;
- iii. there were no amounts which are required to be transferred to the Investor Education and Protection Fund by the group.

Place: New Delhi

Date : 8<sup>th</sup> June, 2017



**For B.CHHAWCHHARIA & CO.**  
Firm Registration No. 305123E  
Chartered Accountants

A handwritten signature in black ink, appearing to read "Ketan Chhawchharia".

**Ketan Chhawchharia**  
Partner  
Membership No. 63422

## **Annexure - A to the Auditors' Report**

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

We have audited the internal financial controls over financial reporting of Chhaya Prakashani Private Limited ("the Company") as of 31<sup>st</sup> March 2017 in conjunction with our audit of the consolidated financial statements of the Company for the year ended on that date.

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

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ('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 Companies Act, 2013.

#### **Auditors' Responsibility**

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

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

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



## **Meaning of Internal Financial Controls over Financial Reporting**

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

## **Inherent Limitations of Internal Financial Controls Over Financial Reporting**

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

## **Opinion**

In our opinion, the group 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 31<sup>st</sup> March 2017, 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.

Place: New Delhi

Date : 8<sup>th</sup> June, 2017



**For B.CHHAWCHHARIA & CO.**  
Firm Registration No. 305123E  
Chartered Accountants

A handwritten signature in black ink, appearing to read "Ketan Chhawchharia".

**Ketan Chhawchharia**  
Partner  
Membership No. 63422

**CHHAYA PRAKASHANI PRIVATE LIMITED**  
**CONSOLIDATED BALANCE SHEET AS AT 31ST MARCH, 2017**

PARTICULARS	NOTE	AS AT		AS AT	
		31.03.2017		31.03.2016	
		₹	₹	₹	₹
<b><u>EQUITY &amp; LIABILITIES</u></b>					
<b><u>Shareholder's Funds</u></b>					
Share Capital	1	1,48,28,400		1,48,28,400	
Reserves and Surplus	2	<u>37,11,43,485</u>	38,59,71,885	<u>15,52,22,707</u>	17,00,51,107
<b><u>Non-Current Liabilities</u></b>					
Long -Term Borrowings	3	-		31,281	
Long -Term Provisions	4	<u>2,41,295</u>	2,41,295	<u>6,78,107</u>	7,09,388
<b><u>Current Liabilities</u></b>					
Short-Term Borrowings	5	-		2,60,50,000	
Trade Payables	6	10,69,17,519		10,38,13,849	
Other Current Liabilities	7	1,92,13,232		2,12,50,706	
Short-Term Provisions	8	<u>34,59,67,950</u>	47,20,98,701	<u>25,16,68,381</u>	40,27,82,936
			<u><b>85,83,11,881</b></u>		<u><b>57,35,43,431</b></u>
<b><u>ASSETS</u></b>					
<b><u>Non-Current Assets</u></b>					
<b><u>Fixed Assets</u></b>					
- Tangible	9	1,14,00,833		1,63,87,640	
- Intangible		50,85,655		35,10,178	
- Intangible Assets Under Development		<u>18,31,850</u>		-	
		1,83,18,338		1,98,97,818	
Non-Current Investments	10	21,36,000		5,40,48,825	
Deferred Tax Asset (Net)	11	15,05,279		21,31,291	
Long-Term Loans & Advances	12	21,69,155		15,48,046	
Other Non Current Assets	13	-	2,41,28,772	8,33,26,029	16,09,52,009
<b><u>Current Assets</u></b>					
Current Investments	14	15,17,05,537		30,41,163	
Inventories	15	9,45,28,818		10,51,55,052	
Trade Receivables	16	21,54,13,663		6,49,35,046	
Cash & Bank Balances	17	2,45,04,767		3,53,12,588	
Short-Term Loans & Advances	18	34,80,30,324		20,35,50,494	
Other Current Asset	19	-	83,41,83,109	5,97,079	41,25,91,422
SIGNIFICANT ACCOUNTING POLICIES	31		<u><b>85,83,11,881</b></u>		<u><b>57,35,43,431</b></u>

The Notes referred above form an integral part of the accounts.

In Terms of our report of even date attached herewith.

For B. Chhawchharia & Co.  
Chartered Accountants  
Firm Registration No. 305123E

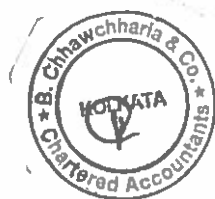


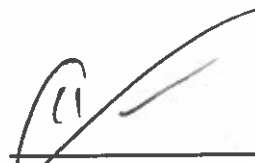
Ketan Chhawchharia  
Partner

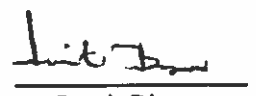
Membership No. 63422

Place: New Delhi

Date : 8th June, 2017



  
Himanshu Gupta  
Director  
(DIN : 00054015)

  
Sumit Biswas  
Director  
(DIN : 01183450)

**CHHAYA PRAKASHANI PRIVATE LIMITED****CONSOLIDATED STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31ST MARCH, 2017**

<b>PARTICULARS</b>	<b>NOTE</b>	<b>2016-2017</b>	<b>2015-2016</b>
		₹	₹
<b><u>INCOME</u></b>			
Revenue From Operations	20	1,00,99,82,386	1,25,21,60,551
Other Income	21	72,92,949	1,39,56,545
		<u>1,01,72,75,335</u>	<u>1,26,61,17,096</u>
<b><u>EXPENSES</u></b>			
Cost of Material Consumed	22	23,93,03,257	31,60,73,716
Direct Expenses	23	21,38,35,189	24,73,90,737
Purchases	24	20,00,000	-
Changes in Inventories	25	1,98,34,137	2,15,89,408
Employee Benefits Expense	26	10,16,30,476	8,07,92,367
Finance Cost	27	79,818	3,27,225
Selling and Distribution Expenses	28	6,65,33,018	9,17,08,363
Depreciation and Amortization Expenses		77,17,001	88,15,991
Other Expenses	29	3,26,37,949	3,01,74,624
		<u>68,35,70,844</u>	<u>79,68,72,431</u>
<b>PROFIT BEFORE TAX</b>		33,37,04,491	46,92,44,665
<b><u>TAX EXPENSE</u></b>			
	30		
Current Tax		11,83,64,459	16,76,55,744
Deferred Tax		79,912	(7,74,330)
		<u>11,84,44,371</u>	<u>16,68,81,414</u>
<b>PROFIT AFTER TAX</b>		21,52,60,120	30,23,63,251
<b><u>EARNING PER SHARE</u></b>			
(On Shares of Nominal Value of ₹ 100/- each)			
Basic & Diluted		1,451.67	2,039.08

The Notes referred above form an integral part of the accounts.  
In Terms of our report of even date attached herewith.

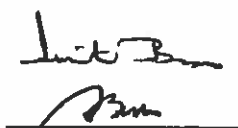
For B. Chhawchharia & Co.  
Chartered Accountants  
Firm Registration No. 305123E



Ketan Chhawchharia  
Partner  
Membership No. 63422  
Place: New Delhi  
Date : 8th June, 2017




Himanshu Gupta  
Director  
(DIN : 00054015)



Sumit Biswas  
Director  
(DIN : 01183450)

**NOTES TO THE ACCOUNTS**

	As at 31.03.2017 ₹	As at 31.03.2016 ₹
<b>1 SHARE CAPITAL</b>		
<u>Authorised</u>		
5,50,000 Equity Shares of ₹ 100/- each	5,50,00,000	5,50,00,000
<u>Issued, Subscribed and Paid - up :</u>		
1,48,284 Equity Shares of ₹ 100/- each, fully paid up	1,48,28,400	1,48,28,400

a) Details of shareholders holding more than 5% of the Equity Shares of the company :

Name of the Shareholder	As at 31.03.2017		As at 31.03.2016	
	Nos.	% of Holding	Nos.	% of Holding
S Chand And Company Limited, Holding Company	64,548	43.53%	-	-
Eurasia Publishing House Private Limited	45,182	30.47%	-	-
Sumit Biswas	38,554	26.00%	1,05,125	70.89%
Shahni Biswas	-	-	42,534	28.68%

b) Terms/rights attached to Equity Shares :

The company has only one class of equity shares having a par value of ₹ 100/- per share. Each holder of equity share is entitled to one vote per share. The company declares and pays dividend in Indian Rupees. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting.

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. The distribution will be in proportion to the number of equity shares held by the shareholders.

c) 32659 Equity shares were allotted pursuant to the Scheme of Arrangement and 2500 Equity shares were allotted pursuant to takeover of a proprietorship firm, without payment being received in cash.

	As at 31.03.2017 ₹	As at 31.03.2016 ₹
<b>2 RESERVES &amp; SURPLUS</b>		
Capital Reserve Upon Consolidation (Net)	7,98,914	-
Securities Premium		
As per Last Account	1,13,12,500	91,87,500
Add : Additions during the period/year	-	21,25,000
	1,13,12,500	1,13,12,500
General Reserve		
As per Last Account	3,00,03,288	1,71,18,570
Add : Transfer from Consolidated Statement of Profit & Loss (Net)	-	1,28,84,718
	3,00,03,288	3,00,03,288
Surplus in Statement of Profit & Loss :		
As per Last Account	11,39,06,919	15,46,16,442
Add: Profit during the Year/Period	21,52,60,120	30,23,63,251
Add: MAT Credit Entitlement Adjustments	(1,38,256)	-
Less: Interim Dividend	-	(27,43,25,400)
Less: Dividend Distribution Tax	-	(5,58,46,196)
Less: Transfer to General Reserve	-	(1,28,90,800)
Less: On Initial Adoption/Adjustments of AS-15	-	2,41,350
Less: Depreciation adjustments as per Companies Act, 2013 - Net of Deferred Tax Nil (P.Y. ₹ 1,33,224/-) there on	-	(2,51,728)
Net Surplus in the Statement of Profit & Loss	32,90,28,783	11,39,06,919
	37,11,43,485	15,52,22,707





NOTES TO THE ACCOUNTS (Contd..)

	As at 31.03.2017 ₹	As at 31.03.2016 ₹
<b>3 LONG TERM BORROWINGS</b>		
<b>SECURED</b>		
<b>Vehicle Loans</b>		
From Bank :		
ICICI Bank Limited	31,281	17,19,208
Secured against hypothecation of vehicles financed by them.		
<b>Terms of Repayment :</b>		
- Under 36 EMI Scheme		
<b>Rate of Interest : 9.8 % - 14.99 % p.a.</b>		
<b>Less : Current Maturities (Refer Note No. 7)</b>	<u>31,281</u>	<u>16,87,927</u>
	<u>-</u>	<u>31,281</u>
<b>4 LONG TERM PROVISIONS</b>		
<b>For Employee Benefits</b>		
- Gratuity (Net)	<u>2,41,295</u>	<u>6,78,107</u>
<b>5 SHORT TERM BORROWINGS</b>		
<b>Unsecured</b>		
Loan Repayable on Demand :		
- From Related Parties (Interest Free)	<u>-</u>	<u>2,60,50,000</u>
<b>6 TRADE PAYABLES</b>		
<b>Sundry Creditors :</b>		
<b>Dues of micro enterprises and small enterprises</b>		
- For Expenses	2,83,69,175	3,05,19,178
<b>Others</b>		
- For Material	28,59,248	48,91,799
- For Expenses	7,56,89,096	6,84,02,872
	<u>10,69,17,519</u>	<u>10,38,13,849</u>
<b>7 OTHER CURRENT LIABILITIES</b>		
Current Maturity of Long term borrowings (Refer Note No.3)	31,281	16,87,927
Interest accrued but not due on borrowings	391	16,128
Tax Deducted At Source	88,11,761	93,36,265
Other Liabilities	1,03,69,799	1,02,10,386
	<u>1,92,13,232</u>	<u>2,12,50,706</u>
<b>8 SHORT TERM PROVISIONS</b>		
For Income Tax	<u>34,59,67,950</u>	<u>25,16,68,381</u>



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NOTES TO THE ACCOUNTS (Contd.)

9 FIXED ASSETS

PARTICULARS	GROSS BLOCK				DEPRECIATION / AMORTISATION				NET BLOCK	
	As at 01.04.2016	Upon Initial Consolidation as at 01.07.2016	Additions/ (Deductions)	As at 31.03.17	As at 01.04.2016	Upon Initial Consolidation as at 01.07.2016	For the year	As at 31.03.2017	As at 31.03.2017	As at 01.04.2016
	₹	₹	₹	₹	₹	₹	₹	₹	₹	₹
<b>TANGIBLE :</b>										
Furniture & Fixtures	76,91,337	5,39,615	4,64,287	86,95,239	32,70,530	1,19,217	12,45,297	46,35,043	40,60,196	44,20,807
Electrical Installations	14,52,951	6,538	18,661	14,78,150	2,64,941	2,535	3,09,896	5,77,372	9,00,778	11,88,010
Equipment & Facilities	52,94,621	1,45,005	6,84,481	61,24,107	32,83,069	54,174	10,49,707	43,86,950	17,37,157	20,11,552
Computers	36,98,944	5,10,327	5,41,383	47,50,654	28,10,889	2,28,020	6,05,048	36,43,957	11,06,697	8,88,055
Vehicles	1,49,13,065	-	(56,20,379)	92,92,686	70,33,850	-	18,04,284	56,96,681	35,96,005	78,79,215
<b>TOTAL</b>	<b>3,30,50,918</b>	<b>12,01,485</b>	<b>17,08,812</b> <b>(56,20,379)</b>	<b>3,03,40,836</b>	<b>1,66,63,278</b>	<b>4,03,946</b>	<b>50,14,232</b> <b>(31,41,453)</b>	<b>1,89,40,003</b>	<b>1,14,00,833</b>	<b>1,63,87,640</b>

INTANGIBLE :

Goodwill	45,323	-	-	-	-	-	-	-	-	45,323
- Upon Consolidation			(45,323)							
Trade Mark	1,22,072	-	1,40,196	2,62,268	73,709	-	27,202	1,00,911	1,61,357	48,363
Copyright	46,29,006	-	5,25,000	51,54,006	34,25,925	-	9,34,482	43,60,407	7,93,599	12,03,081
Computer Software	30,15,380	30,98,615	1,55,812	62,69,807	8,01,969	7,88,702	5,48,437	21,39,108	41,30,699	22,13,411
<b>TOTAL</b>	<b>78,11,781</b>	<b>30,98,615</b>	<b>8,21,008</b> <b>(45,323)</b>	<b>1,16,86,081</b>	<b>43,01,603</b>	<b>7,88,702</b>	<b>15,10,121</b>	<b>66,00,426</b>	<b>50,85,655</b>	<b>35,10,178</b>

INTANGIBLE ASSET  
UNDER DEVELOPMENT

Software	-	-	18,31,850	18,31,850	-	-	-	-	18,31,850	-
<b>TOTAL</b>			<b>18,31,850</b>	<b>18,31,850</b>					<b>18,31,850</b>	
<b>GRAND TOTAL</b>	<b>4,08,62,699</b>	<b>43,00,100</b>	<b>43,61,670</b> <b>(56,65,702)</b>	<b>4,38,58,767</b>	<b>2,09,64,881</b>	<b>11,92,648</b>	<b>65,24,353</b> <b>(31,41,453)</b>	<b>2,55,40,429</b>	<b>1,64,86,488</b>	<b>1,98,97,818</b>
<i>Previous Year Figures</i>	<i>2,89,45,638</i>	<i>-</i>	<i>1,23,74,714</i> <i>(4,57,653)</i>	<i>4,08,62,699</i>	<i>1,20,95,156</i>	<i>-</i>	<i>92,00,943</i> <i>(3,31,218)</i>	<i>2,09,64,881</i>	<i>-</i>	<i>1,98,97,818</i>



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NOTES TO THE ACCOUNTS (Contd..)

10 NON CURRENT INVESTMENTS

Particulars	Face Value	No. of Units	As at 31.03.2017	No. of Units	As at 31.03.2016
	₹		₹		₹
<b>UNQUOTE</b>					
<b>Others</b>					
<b>In Mutual Funds</b>					
Franlink Build India Fund - Growth	10/-	-	-	62129.257	18,00,000
Kotak Equity Arbitrage Fund - Dividend Plan	10/-	-	-	506217.474	1,01,12,825
L & T India Value Fund - Growth	10/-	-	-	202560.363	50,00,000
Reliance Arbitrage Advantage Fund - Dividend Plan	10/-	-	-	2522579.660	3,00,00,000
Sundaram S.M.I.L.E. Fund - Regular Plan Growth	10/-	-	-	72144.138	50,00,000
Birla Sun Life Cash Manager (1016196796)					
<b>In Tax Free Bond</b>					
Power Finance Corporation	1000/-		21,36,000		21,36,000
			<u>21,36,000</u>		<u>5,40,48,825</u>
Repurchase Value of units of Mutual Funds			-		5,11,24,825
			<b>As at 31.03.2017</b>		<b>As at 31.03.2016</b>
			₹		₹

11 DEFERRED TAX ASSET (NET)

- On Fiscal allowance of Fixed Assets	16,46,779	23,65,991
- On Employee Benefits	(1,41,500)	(2,34,700)
	<u>15,05,279</u>	<u>21,31,291</u>

12 LONG TERM LOANS AND ADVANCES

(Unsecured, considered good)		
Security Deposits	<u>21,69,155</u>	<u>15,48,046</u>

13 OTHER NON CURRENT ASSET

Receivable under scheme of Arrangement - Net	<u>-</u>	<u>8,33,26,029</u>
--	----------	--------------------

14 CURRENT INVESTMENTS

Particulars	Face Value	No. of Units	As at 31.03.2017	No. of Units	As at 31.03.2016
	₹		₹		₹
<b>Unquoted</b>					
<b>In Mutual Fund</b>					
Birla Sun Life Cash Manager - Growth - Direct Plan	100/-	1,38,170.983	5,53,91,602	-	-
Birla Sun Life Cash Manager - Growth - Regular Plan	100/-	76,752.686	3,00,00,000	-	-
Kotak Equity Arbitrage Fund - Dividend Plan	10/-	32,69,594.075	6,63,13,935	1,52,277.79	30,41,163
			<u>15,17,05,537</u>		<u>30,41,163</u>
Repurchase Value of units of Mutual Fund			15,21,33,903		41,84,243
			<b>As at 31.03.2017</b>		<b>As at 31.03.2016</b>
			₹		₹

15 INVENTORIES

Stock In Trade (As taken, valued and certified by the management)					
Raw Materials			2,82,07,610		1,89,99,707
Semi Finished Goods			11,52,831		77,83,127
Finished Goods			6,15,72,592		7,50,66,236
Traded Goods - Books			<u>35,95,786</u>		<u>33,05,982</u>
			<u>9,45,28,818</u>		<u>10,51,55,052</u>



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NOTES TO THE ACCOUNTS (Contd..)

	As at 31.03.2017 ₹	As at 31.03.2016 ₹
<b>16 TRADE RECEIVABLES</b> (Unsecured, considered good) Due for more than six months Other Debts (*)	6,83,184 21,47,30,479 <u>21,54,13,663</u>	1,59,623 6,47,75,423 <u>6,49,35,046</u>
(*) Includes amount due from a private limited company in which director is interested.	5,13,875	-
<b>17 CASH &amp; CASH EQUIVALENTS</b> Cash in hand Balances with Scheduled Banks : - In Current Account - In Fixed Deposit	23,54,545 2,10,30,222 11,20,000 <u>2,45,04,767</u>	28,63,164 3,24,49,424 <u>3,53,12,588</u>
<b>18 SHORT TERM LOANS AND ADVANCES</b> (Unsecured, considered good) Advances recoverable in cash or in kind or for value to be received Taxation Advance and Refundable MAT Credit Entitlement	64,38,875 34,09,78,124 6,13,325 <u>34,80,30,324</u>	77,29,091 19,58,21,403 - <u>20,35,50,494</u>
<b>19 OTHER CURRENT ASSET</b> (To the extent not written off) Merger / Demerger Expenses	-	5,97,079
	<u>2016-2017</u> ₹	<u>2015-2016</u> ₹
<b>20 REVENUE FROM OPERATIONS</b> Sale of Books Less: Returns  Less: Turnover & Other Discounts  Composing Charges	1,13,47,14,508 9,46,60,887 <u>1,04,00,53,621</u> 3,01,65,725 <u>1,00,98,87,896</u>  94,490 <u>1,00,99,82,386</u>	1,33,00,82,242 5,78,05,772 <u>1,27,22,76,470</u> 2,01,15,919 <u>1,25,21,60,551</u>  - <u>1,25,21,60,551</u>
<b>21 OTHER INCOME</b> Interest: - On Bond - On Fixed Deposits - On Income Tax Refund Profit from Sale of Investments (Net) Profit from Sale of Fixed Assets Liabilities Written Back Insurance Claim Dividend Sale of Scrap Miscellaneous Income	1,77,288 14,101 8,922 30,44,482 8,11,074 10,553 42,418 23,82,308 6,14,668 1,87,135 <u>72,92,949</u>	1,77,288 - - 74,70,506 - 3,46,819 2,27,828 39,30,659 12,08,402 5,95,043 <u>1,39,56,545</u>
<b>22 COST OF MATERIAL CONSUMED</b> Indigenous : Paper : Opening Stock Add: Purchases  Less: Closing Stock	1,89,99,707 24,85,11,160 <u>26,75,10,867</u> 2,82,07,610 <u>23,93,03,257</u>	8,85,03,440 24,65,69,983 <u>33,50,73,423</u> 1,89,99,707 <u>31,60,73,716</u>



NOTES TO THE ACCOUNTS (Contd..)

	<u>2016-2017</u>	<u>2015-2016</u>
	₹	₹
<b>23 DIRECT EXPENSES</b>		
Authors Royalty	6,03,30,962	6,34,33,216
Printing Charges	8,40,46,581	11,22,68,392
Book Binding Charges	2,96,25,095	3,78,27,195
Composing Charges	70,16,675	2,14,17,572
Cover Designing Charges	11,64,345	14,45,870
Translation & Question Setter Charges	64,375	74,250
Editing Charges	28,99,405	29,54,815
Lamination Charges	40,49,602	44,39,543
Contract Job Charges	2,27,61,587	-
Rent	9,39,234	14,09,236
Others	9,37,328	21,20,648
	<u>21,38,35,189</u>	<u>24,73,90,737</u>
<b>24 PURCHASES</b>		
Books	<u>20,00,000</u>	<u>-</u>
<b>25 CHANGES IN INVENTORIES</b>		
<u>Opening Stock</u>		
Finished Goods	7,50,66,236	8,26,95,090
Semi Finished Goods	77,83,127	2,09,09,543
Traded Goods - Books	<u>33,05,982</u>	<u>41,40,120</u>
	8,61,55,345	10,77,44,753
<u>Less: Closing Stock</u>		
Finished Goods	6,15,72,592	7,50,66,236
Semi Finished Goods	11,52,831	77,83,127
Traded Goods - Books	<u>35,95,786</u>	<u>33,05,982</u>
	6,63,21,208	8,61,55,345
	<u>1,98,34,137</u>	<u>2,15,89,408</u>
<b>26 EMPLOYEE BENEFITS EXPENSE</b>		
Salary, bonus and other allowances	4,59,49,945	3,18,62,591
Directors' Remuneration	1,42,61,130	1,62,00,000
Manpower Expenses	3,61,80,560	2,82,26,833
Contribution to Provident & Other Funds	33,58,232	25,04,031
Staff Welfare Expenses	18,80,609	19,98,912
	<u>10,16,30,476</u>	<u>8,07,92,367</u>
<b>27 FINANCE COST</b>		
Interest		
- On Loans	41,232	3,11,815
- Others	-	15,410
Foreclosure charges	38,586	-
	<u>79,818</u>	<u>3,27,225</u>
<b>28 SELLING AND DISTRIBUTION EXPENSES</b>		
Advertisement	3,25,35,418	5,73,64,037
Business Promotion	73,40,575	60,31,877
Canvassing Expenses	1,36,22,580	1,29,70,750
Rent	4,10,738	5,59,048
Freight & Delivery Charges	1,26,23,707	1,47,82,651
	<u>6,65,33,018</u>	<u>9,17,08,363</u>



NOTES TO THE ACCOUNTS (Contd..)

	2016-2017 ₹	2015-2016 ₹
29 <u>OTHER EXPENSES</u>		
Rent	1,06,45,977	87,03,368
Rates and Taxes	8,60,822	4,52,637
Insurance	13,47,225	8,74,683
Travelling & Conveyance	3,26,944	4,29,311
Electricity Expenses	18,75,773	13,72,239
Legal & Professional Charges	41,70,882	27,53,786
Telephone Expenses	10,31,090	10,71,751
Printing & Stationery	11,38,734	10,48,442
Repairs & Maintenance		
- To Others	33,48,488	40,19,983
Auditor's Remuneration		
- For Statutory Audit	9,48,375	8,90,875
- For Internal Audit	5,75,000	6,31,000
- For Tax Audit	2,29,875	2,01,125
- For Other Services	8,95,276	2,02,890
Contribution towards Scientific Research	-	20,00,000
Merger & Demerger Expenses Written off	5,97,079	1,49,270
Difference in Foreign Exchange	6,460	-
Loss on Sale of Fixed Assets	-	6,435
Sundry Balance Written off	1,91,836	1,07,633
Miscellaneous Expenses	44,48,113	52,59,196
	<u>3,26,37,949</u>	<u>3,01,74,624</u>
30 <u>TAX EXPENSE</u>		
<u>Current Tax</u>		
Income Tax	11,56,83,711	16,76,55,744
Income Tax Adjustments	9,30,878	-
Wealth Tax Adjustments	17,49,870	-
	<u>11,83,64,459</u>	<u>16,76,55,744</u>
<u>Deferred Tax</u>		
Deferred Tax Adjustments	<u>79,912</u>	<u>(7,74,330)</u>



## NOTES TO ACCOUNTS & SIGNIFICANT ACCOUNTING POLICIES

### 31 SIGNIFICANT ACCOUNTING POLICIES

#### 1.a) BASIS OF CONSOLIDATION

- i) The Consolidated Financial Statements include the financial statements of Chhaya Prakashani Private Limited and its subsidiaries (hereinafter referred to as "the Group"). The Consolidated Financial Statements of the Group have been prepared in accordance with Accounting Standard – 21 'Consolidated Financial Statements' issued by the Institute of Chartered Accountants of India ('ICAI') and notified pursuant to the Companies (Accounting Standards) Rules, 2006. The Consolidated Financial Statements are prepared on the following basis:
- ii) Consolidated Financial Statements normally include consolidated Balance Sheet, consolidated statement of Profit & Loss, consolidated statement of Cash flows and notes to the Consolidated Financial Statements and explanatory statements that form an integral part thereof. The Consolidated Financial Statements are presented, to the extent possible, in the same format as that adopted by the parent for standalone financial statements.
- iii) The Consolidated Financial Statements include the financial statements of the Company and its subsidiaries.
- iv) The Consolidated Financial Statements have been combined on 'line-by-line basis' by adding the book values of like items of assets, liabilities, income and expenses after eliminating inter-group balances / transactions and resulting elimination of unrealised profits in full for its subsidiary. The amounts shown in respect of reserves comprise the amount of the relevant reserves as per the balance sheet of the parent Company and its share in the post-acquisition increase in the relevant reserves of the entity to be consolidated.
- v) Notes to the Consolidated Financial Statements represents notes involving items which are considered material and are accordingly duly disclosed. Materiality for the purpose is assessed in relation to the information contained in the Consolidated Financial Statements. Further, additional statutory information disclosed in separate financial statements of the subsidiary and / or a parent having no bearing on the true and fair view of the Consolidated Financial Statements have not been disclosed in the Consolidated Financial Statements.
- vi) The difference between the cost to the Group of Investment in Subsidiary and the proportionate share in the equity of the investee company as at the date of acquisition of stake, if any, is recognized in the consolidated financial statements as Goodwill or Capital reserve, as the case may be. Goodwill arising on consolidation is tested for impairment at the Balance Sheet date.

#### 1.b) BASIS OF ACCOUNTING:

The Financial Statements are prepared under historical cost convention, on accrual basis, in accordance with the generally accepted accounting principles in India, the Accounting Standards specified under section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014.

All assets and liabilities have been classified as current or non-current, wherever applicable, as per the normal operating cycle of the company as set out in the Schedule III to the Companies Act, 2013.

#### 2) FIXED ASSETS AND DEPRECIATION:

Fixed assets are stated at cost of acquisition or construction less accumulated depreciation. Cost includes purchase price and all other attributable cost of bringing the assets to working condition for intended use.

Depreciation on tangible assets is provided on "Written Down Value Method" at the rates determined based on useful life of the asset as prescribed under Schedule II of the Companies Act, 2013.

Intangible assets are amortised over the period of useful life of the assets are as follows :

Class of Fixed Assets	Useful Life (Years)
Trade Mark	5
Copyright	3 - 10
Computer Software	5

Intangible assets under development are recorded at cost.

#### 3) INVESTMENTS

Non Current investments are carried at acquisition cost and investments intended to be held for less than one year are classified as current investments and are carried at lower of cost and market value. Non Current Investments which have attained the stage of permanent diminution in their value are revalued at their current value.

#### 4) INVENTORIES

Raw Materials :

At Lower of cost and net realizable value. However, materials and other items held for use in the production of finished goods are not written down below cost if the finished products in which they will be incorporated are expected to be sold at or above cost.

Semi Finished and Finished Goods :

At Lower of cost and net realizable value. Cost Includes direct material and expenses.

Traded Goods :

At Lower of cost and net realizable value. Cost is determined on FIFO Basis.



NOTES TO ACCOUNTS (Contd...)

5) CASH & CASH EQUIVALENTS

Cash and cash equivalents for the purposes of cash flow statement comprise cash at bank and in hand.

6) EMPLOYEE BENEFITS

- i) Short term employee benefits : All employee benefits payable within twelve months of rendering the service are classified as short term employee benefits. Such short term employee benefits are recognised at actual amounts due in the period in which the employee renders the related service.
- ii) Post-employment benefits : a) Defined Contribution Plans : Payments made to defined contribution plans such as Provident Fund are charged as an expense as they fall due.  
b) Defined Benefit Plans : Provision for Gratuity is determined on the actuarial valuation carried out at the balance sheet date in accordance with the provisions of Accounting Standard 15. Actuarial gain and losses are recognised in the Statement of Profit & Loss.

7) SALES & OTHER INCOME :

- i) Revenue from sale of goods is recognized when all the significant risks and rewards of ownership of the goods have been transferred i.e. at the time of handing over goods to the carrier for transportation. Sales are net of turnover discounts and sales returns.
- ii) Other Income is accounted on accrual basis except where the receipt of income is uncertain.

8) FOREIGN CURRENCY TRANSACTION

Income and Expenditure in foreign currency is converted into rupee at the rate of exchange prevailing on the date of the transactions. All payables and receivables related to foreign currency transactions outstanding at the year end are translated at exchange rates prevailing at the year end. The resultant translation differences are recognised in the Statement of Profit & Loss.

9) TAXES ON INCOME

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 and tax laws prevailing in the respective tax jurisdictions where the company operates. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date.

Deferred Tax is recognised, subject to consideration of prudence, in respect of deferred tax Assets/Liabilities arising on timing differences, being the difference between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent period. Deferred tax is measured using the tax rates and the tax laws enacted or substantively enacted at the reporting date.

Deferred tax liabilities are recognized for all taxable timing differences. Deferred tax assets are recognized for deductible timing differences only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized.

The carrying amount of deferred tax assets are reviewed at each reporting date. The Group writes-down the carrying amount of deferred tax asset to the extent that it is no longer reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available against which deferred tax asset can be realized. Any such write-down is reversed to the extent that it becomes reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available

Deferred tax assets and deferred tax liabilities are offset, if a legally enforceable right exists to set-off current tax assets against current tax liabilities and the deferred tax assets and deferred taxes relate to the same taxable entity and the same taxation authority

10) IMPAIRMENT OF ASSETS

Impairment Loss in the value of assets, as specified in Accounting Standard -28 is recognised whenever carrying value of such assets exceeds the market value or value in use, whichever is higher.

11) PROVISIONS AND CONTINGENT LIABILITIES

A provision is recognised when the company has a present obligation as a result of past results and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation. Provisions are recognised at the best estimate of the expenditure required to settle the present obligation at the balance sheet date.

A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources.



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NOTES TO THE ACCOUNTS (Contd..)

12) Related parties and transactions with them as specified in Accounting Standard 18 on "Related Parties Disclosure" prescribed under Companies (Accounting Standards) Rules, 2006 has been identified and given below on the basis of the information available with the company.

- i) Associates & Joint Ventures and Investing Parties of which the Company is an Associate or a Joint Venture N.A.
- ii) Individuals owning an interest in the voting power of the company and their relatives Sumit Biswas (Director)
- iii) Key Management Personnel and their relatives Sumit Biswas (Director)  
Sanjay Vijay Bhandarkar (Director)  
Atul Nischal (Director)  
Noyanika Biswas (Relative of Director)  
Shalini Biswas (Relative of Director)
- iv) Enterprises over which any person in (3) or (4) is able to exercise significant influence Easy Note Stationery Private Limited (Formerly Chhaya Stationeries Private Limited)  
  
Chhaya Assets Private Limited  
New Saraswati House (India) Private Limited

Nature of Transactions	Enterprises over which Key Management Personnel and their relatives are able to exercise significant influence		Key Management Personnel & their relatives	
	2016-2017	2015-16	2016-2017	2015-16
<b>INCOME</b>				
<u>Sales</u>				
- Easy Note Stationery Private Limited	5,41,144	5,67,759	-	-
<b>EXPENSES</b>				
<u>Director Remuneration</u>				
-Sumit Biswas	-	-	90,00,000	90,00,000
-Shalini Biswas	-	-	49,16,130	72,00,000
<u>Director Sitting Fees</u>				
-Sanjay Vijay Bhandarkar	-	-	50,000	-
-Atul Nischal	-	-	50,000	-
<u>Staff Welfare</u>				
-New Saraswati House (India) Private Limited	2,10,000	-	-	-
<u>Office Rent</u>				
-Sumit Biswas	-	-	1,50,000	-
-Shalini Biswas	-	-	4,50,000	7,74,000
-Noyanika Biswas	-	-	7,20,000	8,40,000
<u>Balance at the Year end</u>				
<u>Amount Payable</u>				
<u>Unsecured Loans</u>				
-Sumit Biswas	-	-	-	2,45,50,000
-Shalini Biswas	-	-	-	15,00,000
<u>Other Liabilities</u>				
-Sumit Biswas	-	-	4,92,170	15,97,918
-Shalini Biswas	-	-	-	2,29,515
<u>Amount Receivable</u>				
<u>Trade Receivables</u>				
- Easy Note Stationery Private Limited	5,13,875	-	-	-
<u>Others</u>				
Chhaya Assets Private Limited	-	8,30,95,577	-	-



**NOTES TO THE ACCOUNTS (Contd..)**

13) The Consolidated Financial Statements have been prepared in accordance with Accounting Standard 21 (AS 21) - "Consolidated Financial Statements" issued by The Institute of Chartered Accountants of India. The subsidiaries (which along with Chhaya Prakashani Private Limited, the parent, constitute the Group) considered in the preparation of these consolidated financial statements is:

Name of the Subsidiary	Country of Incorporation/ Formation	Percentage of voting power/ Profit sharing as at 31st March, 2017	Percentage of voting power/ Profit sharing as at 31st March, 2016
Indian Progressive Publishing Co. Private Limited	India	100.00%	100.00%
Publishing Services Private Limited (w.e.f. 1st July, 2016)	India	100.00%	-

14) Additional information as required by Paragraph 2 of the General Instructions to Schedule III of the Companies Act, 2013 for Preparation of Consolidated Financial Statements are as follows:

Name of the entities	Net Assets, i.e. total assets minus total liabilities						Share in Profit or Loss					
	31.03.2017			31.03.2016			2016-17			2015-16		
	As % of consolidated Net assets	Amount (₹)	As % of consolidated Net assets	Amount (₹)	As % of consolidated profit or loss	Amount (₹)	As % of consolidated profit or loss	Amount (₹)	As % of consolidated profit or loss	Amount (₹)		
<u>Parent - Indian company</u> Chhaya Prakashani Private Limited	99.12%	38,25,92,593	99.02%	16,83,80,675	100.02%	21,52,92,714	98.85%	29,88,86,681				
<u>Subsidiary - Indian company</u> Indian Progressive Publishing Co. Private Limited	0.15%	5,83,250	0.98%	16,70,432	-0.51%	(10,87,183)	1.15%	34,76,570				
<u>Subsidiary - Indian company</u> Publishing Services Private Limited	0.72%	27,96,042	-	-	0.49%	10,54,589	-	-				
<b>Total</b>	100.00%	38,59,71,885	100.00%	17,00,51,107	100.00%	21,52,60,120	100.00%	30,23,63,251				



**NOTES TO THE ACCOUNTS (Contd..)**

15) In accordance with Accounting Standard 17 "Segment Reporting" as prescribed under Companies (Accounting Standards) Rules, 2006, the Company has determined its business segment as "Publication". Since there are no other business segments in which the company operates, there are no other primary reportable segments. Therefore, the segment revenue, segment results, segment assets, segment liabilities, total cost incurred to acquire segment assets, depreciation charge are all as is reflected in the financial statements.

16) The Earning Per Share (EPS) has been calculated as specified in Accounting Standard - 20 prescribed under Companies (Accounting Standards) Rules, 2006 and related disclosures in this regard are:

	<u>2016-2017</u>	<u>2015-2016</u>
a) Amount used as numerator in calculating Basic and Diluted EPS :		
Profit after tax (₹)	<u>21,52,60,120</u>	<u>30,23,63,251</u>
b) Weighted average no. of shares used as the denominator in calculating EPS (Nos.):		
<u>For Basic &amp; Diluted EPS :</u>		
- Equity Shares - Opening	<u>1,48,284</u>	<u>1,48,284</u>

17) On the basis of physical verification of assets, as specified in Accounting Standard - 28 and cash generation capacity of those assets, in the management's perception, there is no impairment of such assets as appearing in the balance sheet as on 31.03.2017.

18) Disclosures pursuant to Schedule III of Companies Act, 2013 in relation to trade payables falling under the category of Micro and Small enterprises as defined under Micro, Small and Medium Enterprises Development Act, 2006 are as follows:

	<u>As at</u> <u>31.03.2017</u> ₹	<u>As at</u> <u>31.03.2016</u> ₹
a) Principal amount due to such suppliers	2,83,69,175	3,05,19,178
b) Interest accrued and due to such suppliers on above (a) amount	NIL	15,410
c) Payment made to such suppliers (other than interest) beyond appointed day during the year	NIL	NIL
d) Interest paid to such suppliers during the year	NIL	48,212
e) Interest due and payable to such suppliers towards payment already made	NIL	NIL
f) Interest accrued and remaining unpaid at the end of the accounting year	NIL	NIL

19) Corporate Social Responsibility (CSR)

<u>Particulars</u>	<u>2016-2017</u> ₹	<u>2015-2016</u> ₹
i) Average Net profit of the parent company for last three financial years	23,31,17,600	8,68,14,007
ii) Prescribed CSR expenditure (Rounded off) (2% of the (i) above)	46,62,500	20,00,000
iii) CSR expenditure spent	Nil	20,00,000
iv) CSR expenditure unspent - During the current financial year	46,62,500	-



**NOTES TO THE ACCOUNTS (Contd.)**

20) The disclosure required under Accounting Standard -15, Employees Benefit, notified in the Companies (Accounting Standard) Rules, 2006 are given below:

**Defined Contribution Plan**

Contribution to Defined Contribution Plan, recognized are charged off for the year as under:

Particulars	₹ in lacs	
	2016-17	2015-16
Contribution to Provident Fund & Others	27.49	24.73

**Defined Benefit Plan**

Post employment and other long term employee benefits in the form of Gratuity is considered as defined benefit of obligation. The present value of obligation is determined based on actual valuation using Projected Unit Credit Method, which recognizes each period of of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation.

**I. Expenses recognized in the statement of Profit & Loss Account for the year ended 31<sup>st</sup> March 2017**

Particulars	Gratuity (₹ in lacs)	
	Funded	
	2016-2017	2015-2016
Current service cost	5.08	1.88
Interest cost on benefit obligation	1.90	0.45
Expected return on plan assets	(1.56)	(0.85)
Net actuarial loss / (gain) recognised in the year	3.31	16.27
Past Service cost	-	-
Total Expenses / (Income)	8.74	17.75

**II. Net Liability / (Assets) recognized in the Balance Sheet as at 31<sup>st</sup> March 2017**

Particulars	Gratuity (₹ in lacs)	
	Funded	
	As at 31st March 2017	As at 31st March 2016
Present value of Defined Benefits Obligation	33.05	23.77
Fair value of plan assets	28.96	16.99
Less: Unrecognised past service cost	-	-
Net liability/(asset)	4.09	6.78

**III. Change in the present value of the defined benefit obligation during the year ended 31st March 2017**

Particulars	Gratuity (₹ in lacs)	
	Funded	
	2016-2017	2015-2016
Present value of Defined Benefits Obligation at the beginning of the year	23.77	5.68
Current service cost	5.08	1.88
Interest cost on benefit obligation	1.90	0.45
Benefits Paid	(1.01)	(0.51)
Net actuarial loss / (gain) recognised in the year	3.31	16.27
Plan Amendments	-	-
Present value of Defined Benefits Obligation at the end of the year	33.05	23.77



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NOTES TO THE ACCOUNTS (Contd.)

IV. Change in the Fair Value of Plan Assets during the year ended 31st March 2017

Particulars	Gratuity (₹ in lacs)	
	Funded	
	2016-2017	2015-2016
Fair value of Plan Assets at the beginning of the year	16.98	7.46
Expected return on Plan Assets	1.56	0.85
Contribution by Employer	11.43	9.18
Benefits paid	(1.01)	(0.51)
Actuarial Gains/ (Losses)	-	-
Present value of Plan Assets at the end of the year	28.96	16.98

V. The major categories of plan assets as a percentage of the fair value of the total plan assets

Particulars	Gratuity (₹ in lacs)	
	Funded	
	2016-2017	2015-2016
Investment with the insurer	100%	100%

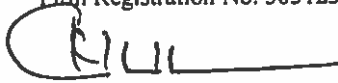
VI. The principal assumptions used in determining gratuity and leave obligations for the Company's plans are shown below.

Particulars	Gratuity (₹ in lacs)	
	Funded	
	2016-2017	2015-2016
Discount Rate (per annum) compounded	8.00%	8.00%
Rate of escalation in salary (per annum)	7.00%	6.50%
Mortality Table	1994-1996	1994-1996

- 21) a) Previous year figures have been regrouped/rearranged wherever found necessary.  
b) Previous year figures above are shown in bracket.

"Signature to Note No. 1 to 31"

For B. Chhawchharia & Co.  
Chartered Accountants  
Firm Registration No. 305123E



Ketan Chhawchharia  
Partner  
Membership No. 63422  
Place: New Delhi  
Date : 8th June, 2017




Himanshu Gupta  
(Director)  
DIN : 00054015



Sumit Biswas  
(Director)  
DIN : 01183450

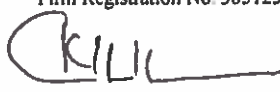
**CHHAYA PRAKASHANI PRIVATE LIMITED**  
**CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2017**

PARTICULARS	2016-2017	2015-2016
	₹	₹
<b>CASH FLOW FROM OPERATING ACTIVITIES :</b>		
Net Profit Before Tax	33,37,04,491	46,92,44,665
Adjusted for :		
Depreciation	77,17,001	88,15,991
Sundry Balances Written Off	1,91,836	1,07,633
Liability Written Back	(10,553)	(3,46,819)
Interest Income	(2,00,311)	(1,77,288)
Dividend Income	(23,82,308)	-
(Profit)/Loss on Sale of Fixed Asset	(8,11,074)	6,435
Profit on Sale of Investment	(30,44,482)	(74,70,506)
Interest on Term Loan and Others	79,818	3,27,225
<b>Operating Profit before Working Capital Changes</b>	<b>33,52,44,418</b>	<b>47,05,07,337</b>
<b>Movement in Working Capital</b>		
Sundry Debtors	(15,04,78,617)	(4,43,26,362)
Loans and Advances and Other Current Assets	12,66,186	(61,17,960)
Other Current Liabilities & Borrowings	(2,81,18,755)	2,17,04,450
Inventories	1,06,40,153	5,11,89,674
Trade Payables and other payables/provision	26,66,858	(1,26,53,773)
<b>Cash Generated From Operating Activities</b>	<b>17,12,20,243</b>	<b>48,03,03,365</b>
Direct Taxes paid / adjusted	(8,87,95,237)	(13,69,98,123)
<b>Net cash from Operating activities (A)</b>	<b>8,24,25,006</b>	<b>34,33,05,242</b>
<b>CASH FLOW FROM INVESTING ACTIVITIES :</b>		
Purchase of Fixed Assets	(43,61,670)	(64,66,475)
Purchase of Investments	(14,27,45,586)	(60,84,30,318)
Sale of Investments	4,78,85,180	62,67,70,793
Sale of Fixed Assets	32,90,000	1,20,000
Dividend Income	23,82,308	-
Interest Income	2,00,311	1,77,288
<b>Net Cash from investing activities (B)</b>	<b>(9,33,49,457)</b>	<b>1,21,71,288</b>
<b>CASH FLOW FROM FINANCING ACTIVITIES :</b>		
Dividend Paid	-	(27,43,25,400)
Tax Dividend Paid	-	(5,58,46,196)
Proceeds from long term borrowings	1,96,448	(34,39,280)
Interest Paid	(79,818)	(3,27,225)
<b>Net Cash used in Financing activities (C)</b>	<b>1,16,630</b>	<b>(33,39,38,101)</b>
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS (A+ B+ C)</b>	<b>(1,08,07,822)</b>	<b>2,15,38,429</b>
<b>CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR</b>	<b>3,53,12,588</b>	<b>1,37,74,159</b>
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR</b>	<b>2,45,04,767</b>	<b>3,53,12,588</b>

01. Proceeds from long term and other borrowings are shown net of repayment.  
02. Cash and Cash equivalents represent cash balance, bank balances and fixed deposit receipts.

In Terms of our report of even date attached herewith.

For B CHHAWCHHARIA & CO.  
Chartered Accountants  
Firm Registration No. 305123E



Ketan Chhawchharia  
Partner  
Membership No. 63422  
Place : New Delhi  
Date : 8th June, 2017



  
Himanshu Gupta  
Director  
(DIN : 00054015)



Sumit Biswas  
Director  
(DIN : 01183450)