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वीं वार्षिक रिपोर्ट
2013-2014
th Annual Report



ब्रॉडकास्ट इंजीनियरिंग कंसल्टेंट्स इंडिया लिमिटेड
(भारत सरकार का उद्यम- सूचना एवं प्रसारण मंत्रालय के अन्तर्गत)
BROADCAST ENGINEERING CONSULTANTS INDIA LIMITED
(A Govt of India Enterprises- under Ministry of I & B)

A
"Mini Ratna"
Company

गत 10 वर्षों के लिए वित्तीय आकर्षण FINANCIAL HIGHLIGHTS FOR LAST 10 YEARS

(रुपये लाख में)

क्र. सं.	विवरण	2004-05	2005-06	2006-07	2007-08	2008-09	2009-10	2010-11	2011-12	2012-13	2013-14
1	प्रदत्त इक्विटी Paid Up Equity	136.50	136.50	136.50	136.50	136.50	136.50	136.50	136.50	136.50	136.50
2	कुल व्यवसाय (जमा कार्य सहित) Turnover (Including Deposit Work)	3773.32	3152.39	9867.84	11988.81	7808.35	3061.77	13156.07	14694.93	10173.31	12145.69
3	कर पूर्व लाभ Profit Before Tax	201.25	227.95	792.95	1358.20	778.76	236.47	802.58	271.93	(1124.67)	51.50
4	कर पश्चात लाभ Profit After Tax	130.14	140.68	524.37	1403.25	507.67	151.72	529.06	203.17	(787.91)	11.84
5	लाभांश Dividend	27.30	27.30	104.24	280.65	100.00	28.61	102.36	42.60	0	0
6	प्रारक्षित एवं अधिशेष Reserves & Surplus	464.03	572.03	811.8	1888.53	2279.21	2397.56	2807.65	2960.24	2151.96	2163.79
7	नियोजित पूंजी Capital Employed	600.53	708.53	948.31	2025.03	2415.71	2534.06	2944.15	3096.74	2288.46	2300.29
8	निवल मूल्य Net Worth	591.15	692.75	929.34	2008.84	2391.35	2501.02	2893.86	3056.21	1911.16	1962.66

A decorative flourish in orange and gold tones, featuring symmetrical scrollwork and a central floral motif.

Vision

To be a world class consultancy organization recognized as a “BRAND” in the specialized fields of Broadcast Engineering & Information Technology and infrastructure development for total project solution in India and Abroad.

A decorative flourish in orange and gold tones, featuring symmetrical scrollwork and a central floral motif.

Mission

To play a pivotal role in modernization and growth of radio and television broadcasting through terrestrial, cable and satellite transmission in India and abroad, and achieve excellence.

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CORPORATE INFORMATION

BOARD OF DIRECTORS (AS ON 31ST MARCH, 2014)

Shri K.Subramanian
Chairman and Managing Director

Shri George Kuruvilla
Director (O&M)

Ms. Supriya Sahu
Director (Govt. Nominee)

Shri Raju Sharan
Director (Govt. Nominee)

Shri R.R. Prasad
Non-Official Director
(Independent Director)

STATUTORY AUDITORS

ATJ & ASSOCIATES
Chartered Accountant
204, Mandir Commercial Complex, Masjid Mod
South Extension, Part-II
New Delhi-110049

BANKERS

Corporation Bank, Overseas Branch, Kasturba Gandhi Marg, New Delhi
Corporation Bank, CGO Complex Branch, Lodhi Road, New Delhi-110 003
Corporation Bank, Sector-62, Noida, G.B.Nagar-201307 (UP)
State Bank of India CGO Complex Branch, Lodhi Road, New Delhi-110 003

REGISTERED & CORPORATE OFFICE

C-56/A-17, Sector - 62, Noida - 201307, Tel : 0120 - 4177850, Fax : 0120 - 4177879

HEAD OFFICE

14-B, Indraprastha Estate, Ring Road, New Delhi - 110 002, Tel : 011- 2337 8823, Fax : 011- 2337 9885
CIN - U32301UP1995GOI017744

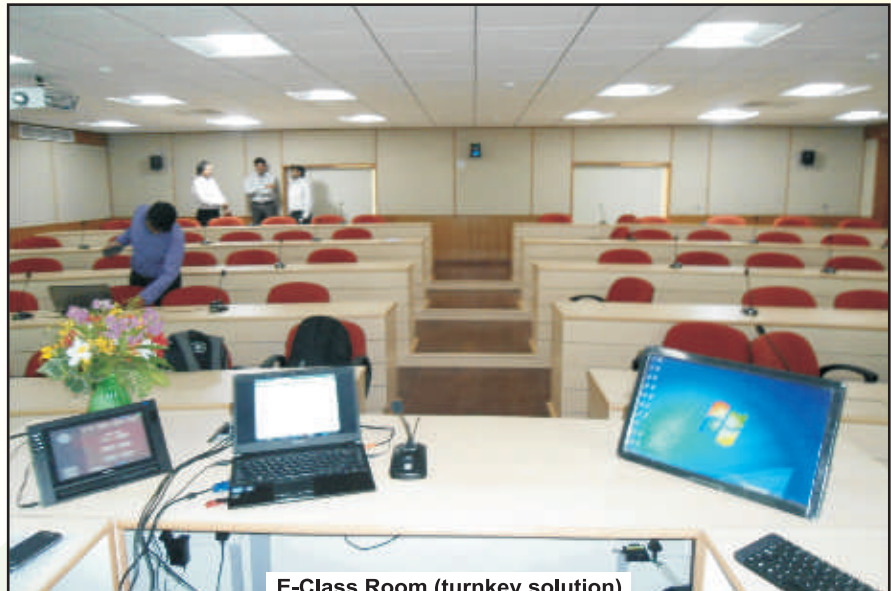
REGIONAL OFFICE

A#7, Ranka Villa, Opposite to Ranka Colony, Bilekahalli, Off Bannerghatta main Road, Bangalore, 560076
Tel. : +91-80-26685853, +91-9880197441

BECIL PROFILE

Broadcast Engineering Consultants India Limited (BECIL) an **ISO 9001:2008 certified, Mini Ratna**, public sector enterprise of Government of India under Ministry of Information & Broadcasting was established on 24th March, 1995 for providing consultancy services of international standards for broadcasting in transmission and production technology including turnkey solutions in the specialized fields of Terrestrial & Satellite Broadcasting, Cable and various IT related fields, including acoustics & audio-video systems.

BECIL also undertakes operation and maintenance of broadcast stations of all types and descriptions. BECIL has a pool of in-house expertise and vast reservoir of experts drawn from various fields in broadcasting. It has been constantly improving its skills to keep itself abreast with the latest technology. In addition to the projects operation and maintenance of broadcast systems, BECIL also provides training and undertakes placement of technical manpower and experts to various departments in India for development as well as operation of broadcasting set up of all types.



E-Class Room (turnkey solution)

BECIL client list includes Government, Semi Government, Overseas and Private organizations.

It has many firsts to its credit like establishment of first teleport in India, first to establish infrastructure, first to set-up multi channel FM transmission in India combining up to 7 FM channels at Bengaluru, first to design and establish HDTV studio set-up for Presidential Secretariat and Lok Sabha TV, to name a few.

OBJECTIVES:

1. To enhance the present share in the market by providing specialized and customized solutions to a wider range of clients.
2. To provide technical input and consultancy to Ministry of Information & Broadcasting in policy, regulatory & formulation of various papers pertaining to Broadcasting.
3. To explore the opportunities in overseas market.
4. To conduct market survey for product development.
5. To establish satellite uplink & downlink systems for TV channels & Distance Education Centers.
6. To establish and maintain the operation of broadcasting centers.
7. To train & provide broadcast professionals
8. To design, develop and manufacture specialized broadcast equipments

BECIL - MANAGEMENT & ORGANISATION

The Board of Directors comprises of one Chairman & Managing Director, one Whole-Time Director (Operations & Marketing), two Directors nominated by the Government of India and one Part-Time Non-Official Director. Below Board level, there are General Managers, Deputy General Managers, Assistant General Managers, Managers, Deputy Managers, Assistant Managers & Junior Managers. The project Work is further assigned to Consultants and Project Managers hired by the Company on contract basis.

AREAS & MODES OF OPERATION

- ◆ **Areas of Operation**
 - Broadcast Engineering
 - Providing Technical inputs to Ministry of Information & Broadcasting
- ◆ **Modes of Operations**
 - Consultancy
 - Turnkey Solutions
 - System Integration
 - Deposit Work

BUSINESS ACTIVITY

- ◆ **Areas of Specialization**
 - FM Broadcasting
 - Establishment of TV Channels
 - Installation of Teleports
 - Direct to Home (DTH) system
 - Cable Head-End systems
 - Distance Education Systems through Satellite
 - Community Radio Stations
 - Acoustics, Stage lighting, sound reinforcement system

PROJECT HIGHLIGHTS (CURRENT YEAR)

- Establishment of 24 x 7 Rajya Sabha TV Channel
- Augmentation of Electronic Media Monitoring Centre (EMMC)
- SITC of Broadcast Equipment at Bundelkhand University, Jhansi
- Maintenance of Multimedia Studio for Rashtrapati Bhavan
- SITC of Broadcast Equipments at EMMRC-Calicut & EMMRC- Dibrugarh
- Establishment of HDTV Studio set up at National Institute of Open Schooling, NOIDA.
- SITC of TV studio set up at Maharishi Dayanand University, Rohtak
- SITC of DTT Doordarshan Antenna at 4 metro cities and 15 sites of Doordarshan
- Supply, Testing and handing over of Broadcast equipment at IGNCA
- Audit & certification of Digital Addressable Systems (DAS)
- Social Media Communication Hub
- Variable anechoic chamber for Indian Institute of Science, Bangalore
- SITC of multichannel TV channel logger system with operation and maintenance at Information Department of Karnataka
- Setting up of Board room with audio and video facilities and allied technical facilities at GATE Department, IISc, Bangalore
- Setting up of TV studio and Auditorium and their technical and allied facilities at Tamil Virtual Academy, Anna University Chennai

- 5.1 surround sound project for Doordarshan
- Setting up of the TV studio and Internet Radio Studio setup for Dr. Baba Saheb Ambedkar Open University, Ahmedabad.

MAJOR PROJECTS EXECUTED

- Supply, Testing & Commissioning as well as training for operation & maintenance of fully solid state DRM operational 1000 KW MW Transmitters for AIR Rajkot and AIR Chinsurah for external services.
- Supply, Installation, Testing & Commissioning of 8 Cameras Robotic Setup in Rajya Sabha for RSTV.
- Supply, Installation, Testing & Commissioning of Broadcasting equipment and setting up of TV Channel for Bangladesh Television, Dhaka.
- Supply of VMAS I & II to M/s. Antrix Corporation and Defence Electronics Research Laboratory.
- Supply of C-band Satellite Uplink Project at Maldives National Broadcasting Corporation.
- Supply of 12 Nos. of 5 KW FM Transmitters 31 Nos. of 6 bay & 13 Nos. of 4 bay VHF FM antenna system and spares to All India Radio (Prasar Bharti).
- Supply of Broadcasting Equipment to Lok Sabha Television.
- Acoustic treatment of Crawford Hall, University of Mysore.
- E-class rooms at Indian Institute of Management, Indore.
- Up-gradation of TV Studio at Jamia Milia Islamia.
- SITC of TV studio setup for Consortium of Educational Consultants (CEC), Electronic Media Monitoring Research Centre (EMMRC)-Hyderabad, Patiala, Indore, Jodhpur, Roorkee, Mysore and Chennai.
- Supply, erection, testing and commissioning of 3 sets of log Periodic Antenna for cabinet secretariat.

BECIL/AGM/2014

NOTICE

Notice is hereby given that the 19th Annual General Meeting of the member of Broadcast Engineering Consultants India Ltd. will be held at 1000 hrs. on Friday, 4th July, 2014 at the registered office of the Company at C-56/A17, Sector-62, NOIDA - 201301 to transact the following businesses:

Ordinary Business

1. To receive, consider and adopt the Audited Balance Sheet as at March 31, 2014 and Statement of Profit & Loss Account for the year ended on that date along with Reports of Directors and Auditors thereon and, if thought fit, to pass with or without modifications, the following resolution as an Ordinary Resolution:
“**RESOLVED THAT** the Balance Sheet as at 31st March, 2014, statement of Profit & Loss Accounts and the Cash Flow for the year ended 31st March, 2014 and Auditor's Report thereon along with the Report of the Board of Directors as placed before the meeting be and are hereby received, considered and adopted.”
2. To fix remuneration of auditors for the financial year 2014-15 and, if thought fit, to pass with or without modifications, the following resolution as an Ordinary Resolution:
“**RESOLVED THAT** the Board of Directors of the Company be and is hereby authorized to fix the remuneration including audit fees, out of pocket expenses and other ancillary expenses of Statutory Auditors of the Company to be appointed by the Comptroller and Auditor-General of India for the financial year 2014-15.”

By Order of the Board
for **Broadcast Engineering Consultants India Limited**

Sd/-
(Mritunjay Kumar Dev)
Dy. Company Secretary

Place: Noida
Date: 1st July, 2014

NOTES:

1. A member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote instead of himself on a poll only and a proxy need not be a member of the Company.
2. A proxy form, in order to be effective, should be duly completed, stamped and signed and must be deposited at the registered office not less than 48 hours before the commencement of the meeting.
3. Relevant documents referred to in the accompanying Notice are open for inspection by the members at the Registered Office of the Company on all working days, except Saturdays, during business hours up to the date of the meeting.

To

1. Members of the Company
2. Directors of the Company
3. Statutory Auditors

CHAIRMAN'S MESSAGE

Distinguished Members,

During the financial year 2013-14 your Company took the financial results recorded in its 18th Annual Report as a challenge and put all its resources to continue its growth momentum. Accordingly it recorded remarkable results with a positive profitability in financial year 2013-14. Due to consistent control over the expenditure in the year under review, your Company has booked a net profit of ₹ 11.84 Lacs as compared to net loss of ₹ 787.91 Lacs in the previous year.

Your Company recorded a total turnover (including Deposit Work) of ₹ 12,145.69 Lacs in the current financial year as compared to ₹ 10,173.31 Lacs in the previous year which resulted in 19% growth in its turnover.

The Company has confirmed order-in-hand (as on 31.03.2014) of ₹ 32,681 Lacs (approx.) and the Company is committed to execute these projects timely, efficiently and effectively and to continue its momentum of growth.

With due regard to the social values, your Company has consistently contributed to the Corporate Social Responsibility (CSR) activities by undertaking the following activities during the year 2013-14:

- (i) Your Company has conducted vocational and specialized training under CSR.
- (ii) Your Company has also carried out maintenance activity for Community Radio, established in previous year under CSR.
- (iii) Your Company has reserved Rs. 1.50 lacs for execution of CSR in the F.Y. 2014-15.

Human Resources Development is an integral part of the overall management. The employees being the most valuable assets of the Company are continuously trained to keep pace with the fast changing technological advancements.

Faculties from your company and outsourced experts etc. provide training to new entrants. Review of manpower upto the level of Management Trainees is conducted for optimum utilization of Human Resources. Officers across all ranks with judicious mix of senior, middle level and young professionals are nominated for various training programmes through a roster depending on the training needs.

The Company remains committed to good corporate governance and ethical practices as per Central Government guidelines and complied most of the provisions thereof.

I thank you for your deep faith in the Company's growth potential and look forward to your feedback and advice. I, on behalf of management of BECIL extend my best wishes to you and your families.

Sd/-
K. Subramanian
(Chairman & Managing Director)

DIRECTOR'S SPEECH



Hon'ble Members,

I take pleasure in welcoming you all to the 19th Annual General Meeting of your company and the first after my taking over as Director (O&M). The Director's Report and the Audited Accounts for the F.Y. 2013-14 have already been provided to you and with your kind permission, I would like to state the Company's performance and vision of your company.

The Current Financial Year 2013-14 was a challenging year for all of us as we have to strive to achieve profitability despite high establishment and Man power cost. With the co-operation and hard work of staff your Company could make a marginal profit during the current Financial Year.

To improve our bottom lines, your Company shall focus on providing consultancy and services in the areas of Security & Surveillance, Wi-Fi networking, virtual class room in educational institutes, Cable TV Audits, third party verifications of Government advertisements, skill development training in the field of Broadcasting, Cable TV, Audio-Video technology etc.

I am confident that in the year 2014-15 we shall achieve 15-20% growth in our turnover and profitability.

Wish you all success in achieving the objectives and mission of your Company.

**sd/-
(George Kuruvilla)**

REPORT OF THE DIRECTORS

To

The Members

Your Directors have pleasure in presenting the 19th Annual Report and the Audited Statement of Accounts of the Company for the financial year ended 31st March, 2014.

1 FINANCIAL RESULTS

1.1 The Financial Performance of the Company for the financial year 2013-14, along with the comparative figures for 2012-13, are indicated below:

		(₹ in Lakh)	
	Particulars	Year 2013-14	Year 2012-13
A	Result of Operations		
	Income from operations	7270.73	4333.37
	Value of Deposit work	4874.96	5839.94
	Total business during the year	12145.69	10173.31
	Expenditure (including Deposit work)	11543.33	10210.35
	Operating Profit/(Loss)	602.36	(37.04)
	Finance Cost	410.31	340.46
	Depreciation & Amortization	132.16	146.47
	Allowance for Doubtful Receivables & Advances	0	567.30
	Prior Period Adjustments & Extra Ordinary Items	8.39	33.40
	Profit/(Loss) before Tax Expense	51.50	(1124.67)
	Deferred for Tax	39.66	(336.76)
	Profit/(Loss) after Tax Expense	11.84	(787.91)
	Proposed Dividend	0	0
	Tax on Dividend	0	0
	Transfer to Corporate Social Responsibility	1.50	0
	Transfer to General Reserve	5.00	0
	Earnings/(Loss) Per Share (in Rs.)	9	(577.22)
B	Sources of Fund		
	Issued, Subscribed and Paid up Capital Reserve & Surplus	136.50	136.50
	Reserve & Surplus	2163.79	2151.96
	Non – Current Liabilities	646.16	147.16
	Current Liabilities	9322.49	8114.04
	Total	12268.94	10549.66
	Uses of Funds		
	Fixed Assets	1457.33	1469.26
	Current Asset	6187.82	6315.79
	Deferred Tax Assets (Net)	337.63	377.29
	Other Non-Current Assets	4286.16	2387.32
	Total	12268.94	10549.66
C	Other Information		
	Authorized Capital	250.00	250.00
	Capital Employed	2300.00	2288.46
	Net worth	1962.66	1911.16

REPORT OF THE DIRECTORS

1.2 PERFORMANCE

Your Company took the financial results recorded in its 18th Annual Report as a challenge and put all its resources to continue its growth momentum and accordingly recorded remarkable results with a positive profitability in financial year 2013-14. Due to consistent control over the expenditure in the year under review, your Company has booked a net profit of ₹ 11.84 Lacs as compared to net loss of ₹ 787.91 Lacs in the previous year.

Your Company recorded a total turnover (including Deposit Work) of ₹ 12,145.69 Lacs in the current financial year as compared to ₹ 10,173.31 Lacs in the previous year which resulted in 19% growth in its turnover.

The Company has confirmed order-in-hand (as on 31.03.2014) of ₹ 32,681 Lacs (approx.) and the Company is committed to execute these projects timely, efficiently and effectively and to continue its momentum of growth.

2. BUSINESS ACTIVITIES DURING THE YEAR

During the year under review your company has carried out the following major projects:-

2.1 Establishment of 24 x 7 Rajya Sabha TV Channel (GGR Road)

Your Company has signed an agreement with Rajya Sabha Secretariat for setting up of 24 x 7 Rajya Sabha TV Channel. Keeping in view the vastness of project, the work has been planned to be completed in parts depending upon the requirement of client. In continuation of the work carried out in FY 2012-13, the facilities established during the year under review consists of:

- i. Civil, Acoustic, HVAC & Electrical work for setting up of Broadcast facilities for RSTV Channel at 12-AGR Road
- ii. SITC of 5 Camera HDTV Studio Setup at 12-AGR Road
- iii. SITC of Server, Automation, Storage & NRCS work at Talkatora Stadium.
- iv. SITC of Portable Mobile (GSM/CDMA) News Gathering System
- v. Set Design Erection for RSTV Channel setup at 12-AGR Road
- vi. Design & Fabrication Lighting Grid Structure for RSTV Channel setup at 12-AGR Road
- vii. SITC of Cool Lights and Light Panel for RSTV Channel set up at 12-AGR Road
- viii. Providing Manpower on contractual basis



2.2 Augmentation of Electronic Media Monitoring Centre (EMMC)

Your Company has been engaged as Turnkey partner for Augmentation of Logging and Media Monitoring facilities for Electronic Media Monitoring Centre at Sookna Bhawan, Delhi. The project includes enhancing the monitoring capacity of EMMC from 300 to 1500 satellite TV channels and to set up a centralized FM monitoring facility. The new setup is being established at 10th and 11th Floor of Sookna Bhawan, New Delhi and includes technical infrastructure, equipment with futuristic technologies and highly skilled manpower to cater to the vast workflow of EMMC.

REPORT OF THE DIRECTORS

The works under execution during the year under review consist of:

- i. Civil & Interior/plumbing /electrical works/HVAC & IT networking works for setting up of EMMC at 10th Floor of Soochna Bhawan, New Delhi
- ii. SITC of RF downlink System for 300 TV Channels
- iii. SITC of logging and Media Monitoring set up for 600 TV Channels and 400 Radio Channels
- iv. Engagement of Contractual manpower required by EMMC for its various activities including monitoring.

2.3 SITC of Broadcast Equipment at Bundelkhand University, Jhansi

Your Company has entered into an agreement with Bundelkhand University for Supply, Installation, Testing and Commissioning of Broadcast Facilities in Bundelkhand University as under :-

- i. Provision of Attendance System with Biometric Combo Card/Smart Card.
- ii. Provision of Surveillance System.
- iii. Provision of Wi-Fi Networking.
- iv. Well Equipped Studio for Mass Communication.
- v. Setting up of Digital Virtual Classrooms, Multimedia Lab.
- vi. Setting up of Public Address System for Auditorium.

The work carried out by your company during the Year under review has been given as under :

- i. Provision of Attendance System with Biometric Combo Card/Smart Card.
- ii. Provision of Surveillance System.
- iii. Provision of Wi-Fi Networking.
- iv. Setting up of Digital Virtual Classrooms, Multimedia Lab.

2.4 Maintenance of Electronic Media Monitoring Centre set up at Ring Road, I.P. Estate, New Delhi.

Annual Maintenance of Electronic Media monitoring centre set up established by your company has also been carried out and includes following :

- i. AMC of 40 KVA & 60KVA UPS System
- ii. Semi comprehensive AMC of 320 KVA DG set
- iii. AMC for AV Logger, Central Storage, Server & associate peripherals
- iv. Procurement of Desktop, AV logger and miscellaneous items as per requirement of system.

2.5 Annual Maintenance Contract for maintenance of Lok Sabha TV Channel set up

Your Company has carried out comprehensive AMC for Teleport System with an uptime of 99.99% and comprehensive AMC of Automation System for Lok Sabha TV Channel.

2.6 Maintenance of Multimedia Studio for Rashtrapati Bhavan

Your Company has been acting as an outsourcing agency for hiring of manpower for operations of multimedia studio set up at Rashtrapati Bhavan.

2.7 SITC of Broadcast Equipments at EMMRC-Calicut & EMMCR- Dibrugarh

During the year under review, your Company has successfully installed and commissioned the broadcast equipment at various facilities of EMMRC all across India like Calicut and Dibrugarh etc. The UGC set up Media Centre in various universities and institutions in the country with the objectives to produce in-house quality educational programmes for electronic media. The Centres are engaged in production of Video & Multimedia based programmes.

REPORT OF THE DIRECTORS

Your Company has executed the project on SITC (Supply, Installation, Testing and commissioning) basis for which the agreement was executed between your Company and EMMRC. Training was also imparted to the staff of EMMRC for operation and maintenance of the equipment that was installed by BECIL up to the satisfaction of the client.

2.8 Establishment of HDTV Studio set up at National Institute of Open Schooling, NOIDA.

Your Company has completed establishment of state-of-art facilities for Three Camera HDTV studio set up at Noida Branch of National Institute of Open Schooling. Your Company has also provided technical manpower on contractual basis to NIOS as per their requirement. Proper training has been imparted to Staff for functioning of set up.



2.9 SITC of TV studio set up at Maharishi Dayanand University, Rohtak

Your Company has completed setting up of Three Camera setup at Maharishi Dayanand University, Rohtak on SITC (Supply, Installation, Testing and Commissioning) basis. In addition to this, Civil, Electrical and Acoustic work had also been carried out so as to make the structure ready for accommodation of studio set up. Proper training has been imparted to Staff for functioning of set up.

2.10 SITC of DTT Doordarshan Antenna at 4 metro cities and 15 sites of Doordarshan

Your Company has entered into agreement with Doordarshan for Supply, Installation, Testing & Commissioning of DTT Antenna at 4 metro cities of Doordarshan i.e. Delhi, Kolkata, Chennai, Mumbai and also 15 sites of Doordarshan. The project work for 4 metro cities of Doordarshan i.e. Delhi, Kolkata, Chennai, Mumbai and 5 other sites i.e. Lucknow, Indore, Bhopal, Ranchi and Cuttack has been completed. All the necessary action for the completion of DTT antenna project at remaining sites has been undertaken. With the up-gradation of the existing system Doordarshan will deliver good picture quality to the viewers.

2.11 Supply, Testing and handing over of Broadcast equipment at IGNCA

Your company has successfully completed the project work for supply, testing and handing over of broadcast equipment like ENG Camera, Tripod, Audio Mixers, Hitachi projector etc. at IGNCA.

2.12 Projects in the area of security & surveillance

Your Company has been actively involved in providing Internal Security related end to end solutions on turnkey basis to various law enforcing agencies in the country. In this regard it has successfully integrated and implemented VSAT Monitoring and Analysis System based on C Band and Ku Band antenna system, Surveillance and Access Control Management System based on TCP/IP network protocol connectivity over the corporate intranet/internet/LAN/WAN. Additionally your Company has developed competencies in the areas of Signal Intelligence, Communication Intelligence and Electronic Intelligence including Interception, Monitoring and Analysis. It has cooperation with some of the best Original Equipment Manufacturers in the areas of Signal Intelligence and Electronic Warfare Systems. Your Company has been able to establish itself as a reputed system integrator and a single point solution provider for all kinds of internal security related and access control requirements. It has undertaken projects in this field for various clients and executed them successfully during the current year as well as to be executed in the financial year 2014-15.

2.13 Audit & certification of Digital Addressable Systems (DAS)

Your Company conducts the audit & certification of Digital Addressable Systems (DAS) under Schedule – IV of Telecommunication (Broadcasting and Cable Services) Interconnection (Fifth Amendment) Regulations 2009 No. 4 of 2009, dated March 17, 2009 and schedule I of Telecommunication (Broadcasting and Cable Services) Interconnection (Digital Addressable Cable Television Systems) Regulations, No. 9 of 2012, dated April 30, 2012

REPORT OF THE DIRECTORS

issued by TRAI. The Company also provides technical inputs to Ministry of Information & Broadcasting (MIB) & Telecom regulatory Authority of India (TRAI) on various matters regarding DAS referred to it. In addition MIB and TRAI actively take the assistance of your Company in carrying out the compliance check of Digital Addressable System of MSOs as per provisions of Cable TV ACT.

Your Company is also carrying out the implementation of Mission Digitalization project for Phase III & IV for Ministry of Information & Broadcasting. The project involves development of MIS software for monitoring the overall progress of project, establishment of Call Center for addressing the queries of stakeholders regarding Mission Digitalization and setting up of regional centers across the country for project execution and co-ordination between various stakeholders of the CATV industry.

2.14 Social Media Communication Hub

Ministry of Information & Broadcasting's New Media Wing entrusted with your company the responsibility of setting up of Social Media Communication Hub at National Media Centre. your company as a turnkey solution provider for this project proposed the state-of-the-art technology setup for Social Media Communication Hub.

The main motive of the Social Media Communication Hub is publication of content on different social media sites and platforms, social media tracking, response management and early warning system for social media platforms.

2.15 Variable anechoic chamber

For carrying out research activity in the field of speech signal processing using multi dimensional microphone arrays, Indian Institute of Science, Bangalore had a requirement of design and implementation of variable anechoic chamber wherein the acoustic characteristics of the chamber like RT60 can be varied by having necessary arrangement in the acoustic treatment of the room. Your Company took up this challenging project and successfully implemented an ingenious design wherein it is possible to vary from RT60 from 0.4 seconds to 2.4 seconds. It is reliably understood that, this is the only such 3rd chamber or so in the world with this characteristics.

2.16 Setting up of a TV Studio with supply & installation of audio and video equipment on turnkey basis

Indian Institute of Science Education and Research, Pune, a scientific institution where teaching and education are totally integrated with state-of-the-art research facilities, have called tender for Setting up of a TV Studio with supply & installation of audio and video equipment on turnkey basis. This project was secured by your Company. Entire facility has handedover to IISER, Pune within stipulated time.

2.17 SITC of multichannel TV channel logger system with operation and maintenance at Information department of Karnataka

Information Department of Government of Karnataka called tender to establish multi-channel satellite TV content logger facility as part of exercising its responsibilities towards maintaining public order on the content broadcast by the selected private TV channels of the State. The project is for establishing a real time TV monitoring system to enable private TV broadcaster's signals to be captured, archived, manually tag the selected media clip with appropriate legend for search, retrieval and transfer at a later stage for posterity. This facility shall allow search of the time/event stamped TV clips to ascertain compliance with the broadcast regulations, codes of practice, check the reports received from law enforcing agencies and complaints from the general public. Your Company has secured the project and made entire facility working on time.

In addition to this, your company has also provided manpower services for operation and maintenance of TV channel logger system at Information Department of Karnataka.

2.18 Setting up of Board room with Audio and video facilities and allied technical facilities at GATE Department, IISc, Bangalore

The Graduate Aptitude Test in Engineering (GATE) administers and conducts all-India examination in eight zones across the country through its committee comprising of faculty from Indian Institute of Science, Bangalore and seven faculties

REPORT OF THE DIRECTORS

Indian Institutes of Technology on behalf of the National Coordinating Board-GATE, Department of Education, Ministry of Human Resource Development (MHRD), Government of India.

Your Company has completed the audio, video facilities which also include audio conferencing system, acoustics works and some allied works such as electrical works and furnishings.

2.19 Setting up of TV studio technical facilities and Auditorium technical and allied facilities

Your Company had participated in the tender for Setting up of TV studio technical facilities and Auditorium technical and allied facilities called by Tamil virtual academy, Anna University Chennai and won the tender. The entrusted work in addition to the extra items has been completed within the time line.

2.20 5.1 surround sound project

A significant project was carried out by your Company for Doordarshan by providing 5.1 surround sound monitoring facility on turnkey basis inclusive of training in all the four metropolitan cities of the country. The necessary equipment was supplied, installed and operation demonstrated at four DDK locations. Engineers of your Company have also provided 3 days training at these locations. The Project successfully completed in July 2013.

2.21 Setting up of the TV studio and Internet radio studio setup for the Dr. Baba Saheb Ambedkar Open University, Ahmedabad

Your Company was chosen by Dr. Baba Saheb Ambedkar Open University, Ahmedabad for Setting up of HD TV studio and Internet radio station on turnkey basis. The project involves complete acoustic treatments, HVAC works, electrical works, studio lights, fire alarms, TV studio and internet radio station and equipments work for its planned studio hall. After signing MoU the work is being taken up as per schedule.

3. FUTURE BUSINESS ACTIVITY

Following are the expected future business prospects of your Company:

3.1 Establishment of 24 x 7 Rajya Sabha TV Channel (Talkatora Road)

Your Company has signed an agreement with Rajya Sabha Secretariat for setting up of 24 x 7 Rajya Sabha TV Channel. Keeping in view of vastness of project, the work has been planned to be completed in parts depending upon the requirement of client. The planning for upcoming financial year consists of setting up of state-of-art facilities at Talkatora Stadium that includes:

- i. Civil, Acoustic, HVAC & Electrical work for setting up of Broadcast Facilities for RSTV Channel at Talkatora Stadium.
- ii. SITC of Multi Camera HDTV Production/Transmission Studio Setup at Talkatora Stadium.
- iii. Supply of Fly away Field Production units for multicam production.
- iv. Set Design Erection for RSTV Channel set up at Talkatora Stadium.
- v. Design & Fabrication Lighting Grid Structure and Lights for RSTV Channel set up at Talkatora Stadium.
- vi. Setting up of exclusive teleport for RSTV and obtaining necessary clearances/licenses/permissions for operationalization.
- vii. Hiring of Manpower on contractual basis.

3.2 Augmentation of Electronic Media Monitoring Centre (EMMC)

Your Company has been engaged as Turnkey partner for Augmentation of Logging and Media Monitoring facilities for Electronic Media Monitoring Centre at Sookna Bhawan, Delhi. The project includes enhancing the monitoring capacity of EMMC from 300 to 1500 satellite TV channels and to set up a centralized FM monitoring facility. The new setup is being established at 10th and 11th Floor of Sookna Bhawan, New Delhi. The project work shall be carried out in phases with Phase I completed in FY 2013-14 and Phase II in FY 2014-15 underway and includes the following :



REPORT OF THE DIRECTORS

- i. Civil & Interior/plumbing /electrical works/HVAC & IT networking works for setting up of EMMC at 11th Floor of Soochna Bhawan New Delhi
 - ii. SITC of RF downlink System for another 300 TV Channels
 - iii. SITC of logging and Media Monitoring set up for another 300 TV Channels and 200 Radio Channels
- Engagement of Contractual manpower required by EMMC for its various activities including monitoring.

3.3 SITC of Broadcast Equipment at Bundelkhand University, Jhansi

Your Company has entered into an agreement with Bundelkhand University for Supply, Installation, Testing and Commissioning of Broadcast Facilities in Bundelkhand University. In addition to the work completed in FY 2013-14, the work carried out by your company during FY 2014-15 has been given as under:

- i. Provision of Attendance System with Biometric Combo Card/Smart Card.
- ii. Provision of Surveillance System
- iii. Provision of Wi-Fi Networking
- iv. Setting up of Digital Virtual Classrooms, Multimedia Lab

3.4 SITC of DTT Doordarshan Antenna at 4 metro cities and 15 sites of Doordarshan

Your Company has entered into agreement with Doordarshan for Supply, Installation, Testing & Commissioning of DTT Antenna at 4 metro cities of Doordarshan i.e. Delhi, Kolkata, Chennai, Mumbai and also 15 sites of Doordarshan. The project work for 4 metro cities of Doordarshan i.e. Delhi, Kolkata, Chennai, Mumbai and 5 other sites i.e. Lucknow, Indore, Bhopal, Ranchi and Cuttack have already been completed. The project work for remaining sites has been undertaken up and is expected to be completed by FY 2014-15.

3.5 City –wide Security Management System

Your company has also been working on Projects for providing turnkey solutions or consultancy services for Surveillance and Access control systems like Dial 100 Emergency service for the state of Punjab and likewise City Emergency Services in India. Similarly, company has also planning for providing services for projects like GPS monitoring of State government buses with facilities of CCTV recording & surveillance.

3.6 Mission Digitalization

During the financial year 2014-15 the Mission Digitalization Project may be implemented all over the country as per Govt. schedule. The certification after compliance check and audit of the current clients as well as new clients may also be completed. Mission Digitalization may be a fruitful business opportunity for your company.

3.7 Other projects

- * Renovation of Convention centre at Kongu Engineering College, Erode of IIM,
- * Renovation of the CCTV setup for the Legislative assembly and Legislative council, Vidhana Soudha, Bangalore.
- * Providing acoustic treatment, professional sound reinforcement and allied facilities for the auditorium, Ahalia eye foundation, Palakkad.
- * Up-gradation of main Studio of SAPNET, Hyderabad.
- * Establishment of secondary studio for SAPNET, Hyderabad.
- * TV coverage and distribution of the proceedings of the Karnataka Legislatures.

4. DIVIDEND

Considering the previous year's losses and inadequate profit in the FY 2013-14, your Directors have decided to plough back profits and do not recommend any dividend for the year under review.

5. DIRECTOR

Shri I. S. Mehla, Director (O&M) of the Company, was appointed as Director (O&M) of the Company w.e.f. 28th January, 2008 by Ministry of Information & Broadcasting vide its order no. 704/7/2007-B(D) dated 7th November, 2007. Shri Mehla

REPORT OF THE DIRECTORS

had successfully served the Company for a period of six years and attained his superannuation on 31st January, 2014. The Public Enterprises Selection Board (PESB), Ministry of Personnel, Public Grievances & Pensions has recommended the name of Shri George Kuruvilla for the post of Director (Operation & Marketing) of the Company w.e.f. 1st February, 2014 after superannuation of present incumbent Shri I. S. Mehla on 31st January, 2014. Accordingly, Shri George Kuruvilla was appointed as Director (O&M) of the Company.

6. **MOU WITH MINISTRY OF INFORMATION & BROADCASTING**

Your company has signed Memorandum of Understanding (MoU) with Ministry of Information & Broadcasting (MIB) for the financial year 2013-14. During the financial year 2012-13, your company has been rated "Fair". The self evaluation of targets achieved against MoU signed between your company and MIB for the FY 2013-14 indicates "Good" rating.

7. **HUMAN RESOURCES DEVELOPMENT**

Human Resources Development is an integral part of the overall management. The employees being the most valuable assets of the Company are continuously trained to keep pace with the fast changing technological advancements. Faculties from your company and outsourced experts etc. provide training to new entrants. Review of manpower upto the level of Management Trainees is conducted for optimum utilization of Human Resources. Officers across all ranks with judicious mix of senior, middle level and young professionals are nominated for various training programmes through a roster depending on the training needs.

7.1 **Appointment of Candidates Belonging To SC/ST/OBC/Minority**

The Company follows Government's guidelines/instructions on reservation policies. Accordingly, the guidelines/instructions of the Government on reservation matters in respect of SCs/STs/ OBCs and for appointment of Minority have been/are taken care of while making recruitments and promotions in the Company. Relevant Rosters are maintained as per guidelines for proper projection of reservation quota fixed for these categories. Periodical check-up/inspections are carried out by the HR Officer and reports/suggestions are given by them to the Competent Authority for consideration. Periodical reports/returns are also sent to the Ministry of Information & Broadcasting, Department of Public Enterprises and other Government Departments periodically on action taken for the implementation of reservation policies.

7.2 **BECIL's Training Division**

A dedicated Training Division of your company was started in 2010 with a view to:

- 1) Look after the HRD needs of BECIL Staff
- 2) Organize training on Technical & Management Topics to upgrade the capabilities of the Staff.
- 3) Take up training related business activities,
- 4) Organize training in the area of Digital Wireline Broadcasting in view of CATV Digitalization by 2014

As per MoU 2013-14 signed by your company with Ministry of Information & Broadcasting developing the core competencies of the staff, meeting HRD requirements and training is an important part of the MoU. The accomplishments in the field of HRD & training for the year 2013-14 are as under:



(A) **Training of BECIL Staff**

Your Company has achieved excellent target under Human Resource Development Parameters as per self evaluation of MoU 2013-14. DPE Guidelines. During the year under review, following specialized training have been provided to the staffs of the Company:

REPORT OF THE DIRECTORS

- a) Building competency in Project Management through certification in project Management. (No. of executives- 7)
- b) Building competency in Risk Management through Training in Risk Management for Director and GMs. (No. of executives- 7)
- c) Training in new/advanced technology in the field of Broadcasting. (No. of executives- 4)
- d) Leadership development program. (No. of executives- 4)
- e) Skill development programme for career planning and development. (No. of executives- 4)

(B) Other training related activities :

- i) Commonwealth Educational Media Centre for Asia (CEMCA) has approached your Company for becoming Technical Partners for its Certificate programme in Community Radio Technology (CCRT) & had signed a MoU for the same.
Accordingly BECIL collaborated with CEMCA in generating the ODL training material for CCRT. The material in nine (9) volume was released by JS (B), Ministry of Information & Broadcasting, during the CRS – Samelan. It has been put on CEMCA & BECIL web sites also.
- ii) Your Company in collaboration with IISL Fraunhofer organized a seminar on Audio Codec Technology for Digital TV at Le-Meridian, Delhi. It was attended by around 80 participants from different organization.
- iii) Your Company participated in BES Expo.
- iv) Your Company also participated in the CII – DRM Seminar.

8. CORPORATE SOCIAL RESPONSIBILITY & SUSTAINABILITY DEVELOPMENT (CSR & SD)

With due regard to the social values, your Company has consistently contributed to the Corporate Social Responsibility (CSR) activities by undertaking the following activities during the year 2013-14:

- (i) Your Company has conducted vocational and specialized training under CSR.
- (ii) Your Company has also carried out maintenance activity for Community Radio, established in previous year under CSR.
- (iii) Your Company has reserved ₹ 1.50 lacs for execution of CSR in the F.Y. 2014-15.

9. RESEARCH & DEVELOPMENT

Following are the brief detail of R&D and other related activities carried out by your Company during the year under review:

- (i) Your Company has successfully indigenized RF power amplifier and low pass filter modules of transmitter for CRS.
- (ii) Your Company has successfully developed and deployed 1 KW VHF broadcast antenna for 107.8 MHz.
- (iii) Your Company has successfully developed and deployed a pilot project on web based encryption monitoring system for digital addressable cable TV system [DAS] for the city of Bangalore. This system can remotely monitor and log the encryption of the cable TV signals which is essential for the success of DAS implementation across the country. The system was demonstrated to the Secretary, Ministry of Information & Broadcasting and also to the participants during DAS meeting of all stakeholders. A detail SFC note has been prepared and submitted to Ministry to consider it for deployment in other cities.
- (iv) Your Company has successfully developed proto model for quadratic residue diffuser for acoustic treatment of large auditoriums. Your Company has also explored the mass production of this panel using plastic injection moulding technology.

10. CORPORATE GOVERNANCE

With a view to strengthen and ensure transparencies in finance wing, your Company has constituted Audit Committee under the Chairmanship of Shri R. R. Prasad, Independent Director of the Company. Your Company has also constituted Remuneration Committee under the Chairmanship of Shri R. R. Prasad inter alia to decide the Performance Related Pay and Policy for its distribution across the executives and non-unionized supervisors, within the limits prescribed by statutes.

REPORT OF THE DIRECTORS

During the year under review your Company has also furnished quarterly progress report on the implementation of Corporate Governance to the Department of Public Enterprises within stipulated time. To ensure better transparency, your Company has incorporated a separate section on Corporate Governance with Annual Report 2013-14.

A Management Discussion and Analysis Report has been enclosed with the Annual Report 2013-14 which forms an integral part thereof.

Your Company has also obtained a Certificate on compliance of conditions of Corporate Governance Guidelines issued by Department of Public Enterprises and enclosed with the Annual Report

11. CODE OF CONDUCT

Your Company has laid down code of conduct for all Board Members and Senior Management of the Company. The affirmation of compliance of the code of conduct of the Company has been obtained from all concerned on annual basis. A declaration in this regard duly signed by CMD is given in Corporate Governance Report.

12. SEXUAL HARRASMENT

During the year under review, with a view to provide safe environment free from sexual harassment to women working in your Company in accordance with The Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 it has constituted Internal Complaint Committee. No case was filed before the Committee during the year under review.

13. RIGHT TO INFORMATION ACT, 2005

In order to promote transparency and accountability, appropriate action is taken to reply to queries from any source whenever received, on time. In compliance to the provisions of the Right to Information Act, 2005, Central Public Information Officers (CPIO) have been appointed and utmost care is being taken for timely compliance and dissemination of information.

During the Financial year 2013-14, the company had received 44 applications under RTI Act, 2005 and all had been responded within the statutory time limit. As on 31st March, 2014, no applications were pending for reply under RTI Act, 2005.

14. VIGILANCE

Vigilance Section in your Company has been regularly issuing norms and guidelines as per direction by the Central Vigilance Commission, Department of Public Enterprises and Ministry of Information & Broadcasting regarding measures to strengthen all aspects of preventive vigilance for compliance in your Company.

Periodical returns are being submitted regularly to Central Vigilance Commission, Central Bureau of Investigation and Ministry of Information & Broadcasting and inquiries are properly and promptly attended besides, surprise checks/inspections are carried out from time to time and constant vigil is kept.

15. PROGRESSIVE USE OF HINDI

Required action/updated status of compliance by your Company on the recommendations made in the various parts of the Report on Official Language were furnished to the Ministry of Information & Broadcasting. Hindi Fortnight was observed from 14th September, 2013 to 28th September, 2013 in your Company.

During the fortnight, competition of Rajbhasha Niti Gyan, Hindi Essay Writing and Hindi debate were organized. Necessary help material like Dictionaries & Technical glossaries were made available to all the officers/ employees to motivate them to do their official work in Hindi.

REPORT OF THE DIRECTORS

16. PARTICULARS OF EMPLOYEES

None of the employees of the company has received remuneration in excess of the limits prescribed under Section 217(2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules 1975.

17. INFORMATION U/S 217(1) (e)

The particulars required to be disclosed pursuant to section 217 (1) (e) of the Companies Act, 1956 read with Companies (Disclosure of Particulars in the Report of the Board of Directors) Rules, 1988 in respect of the Conservation of Energy and Technology Absorption shall be treated as Nil as the Company is in service industry.

However the Foreign Exchange Earnings and outflow Information are as follows:

Foreign Exchange outflow

Payment for Equipment, Material, Job work and Labour (inclusive of Turnkeys Projects) :	₹ 431.67 Lakhs
Others:	₹ 13.51 Lakhs
Total:	₹ 445.18 Lakhs

Foreign Exchange Inflow :	₹ 52.17 Lakhs
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18. DIRECTORS RESPONSIBILITY STATEMENTS

As required under section 217(2AA) of the Companies Act, your Directors state:

- While preparing annual accounts for the financial year 2013-14, the applicable accounting standards have been followed.
- The Directors had selected such accounting policies and applied them consistently and made judgments that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year 2013-14 and profit of the Company for that period.
- That the Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- That the Directors had prepared the annual accounts on a going concern basis.

19. AUDITORS

The Comptroller and Auditor General of India appointed M/s ATJ & Associates, Chartered Accountants, New Delhi as the Statutory Auditors of the Company under section 619 of the Companies Act, 1956 for the financial year 2013-14.

19.1 Auditors' Report

The observations of the Auditors and related notes on accounts are self-explanatory and do not require any further clarification.

19.2 Comments of the Comptroller and Auditor General of India

The Comptroller and Auditor General of India (CAG) decided not to review the report of the statutory auditors on the account of the Company for the year ended 31st March, 2014 and as such has no comment to make under section 619(4) of the Companies Act, 1956. Comment of C&AG is annexed.

REPORT OF THE DIRECTORS

20. SECRETARIAL COMPLIANCE CERTIFICATE

Pursuant to the Companies (Compliance Certificate) Rules, 2001, issued under section 383A of The Companies Act, 1956, M/s. SR & Associates, Company Secretaries, has issued the above Compliance Certificate in terms of the above said Rules and the same is enclosed with this report, which is self-explanatory.

21. ACKNOWLEDGEMENTS

Board of Directors of your Company is pleased to place on record its appreciation to all the members of BECIL Team for successfully closure and finalization of books of accounts in a record time i.e. by April, 2014 and their enthusiasm, dedication and co-operation which contributed immensely to the growth of the Company.

The Board places on record its sincere appreciation towards the Company's customers/clients for their support and confidence reposed by them in the organization and look forward to the continuance of this relationship in future.

The Board is also thankful to the Comptroller & Auditor General of India and the Statutory Auditors for their constructive suggestions and co-operation.

The Board also acknowledges the support and guidance received from Government of India, Ministry of Information & Broadcasting and other concerned Government departments/agencies at the Central and State level for supporting the operation plans of the Company.

For and on behalf of the Board of Directors

Sd/-

K. Subramanian

Chairman & Managing Director

Place: Noida

Date: 1st July 2014

REPORT ON CORPORATE GOVERNANCE

1. **A brief statement on company's philosophy on Guidelines on Corporate Governance.**

The Company recognises the significance of Corporate Governance to ensure the transparency in operation of the Company and therefore it is committed to follow the best Corporate Governance norms. The Company has been continuously endeavouring to enhance the level of Corporate Governance in its day to day operation. The Company's philosophy on Corporate Governance is to ensure transparency by providing disclosures to all its stakeholders.

2. **Board of Directors:**

i. **Composition and category of Directors:**

Being a Public Sector Undertaking, all the Directors of the Company are appointed by Government of India. Articles of Association of the Company states that number of Directors shall not be less than three and more than nine. The Directors are not required to hold any qualification shares. The Board has mix of official and non-official Directors.

At present following are the composition and category of Directors in the Company:

- One Chairman & Managing Director,
- One Whole Time Director,
- Two Government Nominee Directors and
- One Non-Official Director.

As per DPE Guidelines, for a Company like BECIL, at least one-third of the Board Members should be Independent Directors. The Directors are appointed by the Government of India. The Company is pursuing for appointment of requisite number of Independent Directors on the Board of Directors of the Company.

ii. **Attendance of each Director at the Board meetings and the last AGM:**

Following are the detail of attendance of each Director at the Board Meeting and the last AGM:

Name of the Directors	Designation	Attendance Particulars	
		Board Meeting	Last Annual General Meeting
Shri K. Subramanian	Chairman & Managing Director	5	Yes
Shri I. S. Mehla	Director (O&M)	5	Yes
Ms. Supriya Sahu	Govt. Nominee Director	1	Yes
Ms. C. Sailaja (upto 22 Aug 2013)	Govt. Nominee Director	2	NA
Shri Raju Sharan (upto 22 Aug 2013)	Govt. Nominee Director	1	Yes
Shri R. R. Prasad	Independent Director	5	Yes

iii. **Number of Board meetings held, dates on which held**

There were 5 Board Meetings during the financial year 2013-14. The details of the Board Meetings are as under:

S. No.	Date of Meeting	Place	Board Strength	No. of Directors present
1.	9th May, 2013	New Delhi	5	5
2.	25th June, 2013	New Delhi	5	4
3.	25th July, 2012 & 7th Aug, 2013 (Adjourned)	New Delhi	5	3
4.	31st Oct., 2013	New Delhi	5	3
5.	28th Jan, 2014	New Delhi	5	4

REPORT ON CORPORATE GOVERNANCE

iv. Appointment of new Director:

During the financial year 2013-14 Shri George Kuruvilla has been appointed as Director (O&M) in place of Shri I. S. Mehla and Shri Raju Sharan has been appointed as Govt. Nominee Director in place of Ms. C. Sailaja.

Shri George Kuruvilla and Shri Raju Sharan do not hold directorship in any Company except BECIL.

3. Audit Committee:

i. Brief description of terms of reference

During the year under review, there was only one Independent Director; therefore the composition of the Audit Committee was not in accordance with the Guidelines of Department of Public Enterprises.

ii. Composition, name of members and Chairperson

Following is the composition of the Audit Committee:

- Shri R. R. Prasad - Chairman
- Shri K. Subramanian - Member
- Shri George Kuruvilla - Member

iii. Meetings and attendance during the year

Detail of meeting of Audit Committee during the financial year 2013-14 and attendance therein are as under:

S. No.	Date of Meeting	Name of the members	Category	Attendance
1.	12th June, 2013 and 13th June, 2013 (Adjourned)	Shri R. R. Prasad Shri K. Subramanian Shri I. S. Mehla	Chairman Member Member	Present Present Present
2.	22nd July, 2013	Shri R. R. Prasad Shri K. Subramanian Shri I. S. Mehla	Chairman Member Member	Present Present Present
3.	17th September, 2013	Shri R. R. Prasad Shri K. Subramanian Shri I. S. Mehla	Chairman Member Member	Present Present Not Present
4.	19th Nov., 2013, 22nd Nov., 2013 (Adjourned) & 27th Nov. 2013 (Adjourned)	Shri R. R. Prasad Shri K. Subramanian Shri I. S. Mehla	Chairman Member Member	Present Present Present
5.	28th March, 2014	Shri R. R. Prasad Shri George Kuruvilla	Chairman Member	Present Present

The Audit Committee also invited the concerned executives, as it considers appropriate including head of the finance department, to be present at the meetings of the Committee.

The Audit Committee of the Company has following roles and responsibilities:

- a) Oversight of company's financial reporting process and disclosure of its financial information to ensure that financial statement is correct, sufficient and credible.
- b) Recommending to the Board for fixation of audit fees.

REPORT ON CORPORATE GOVERNANCE

- c) Approval of payment of statutory auditors
- d) Reviewing, with the management, the annual financial statement before submission to the Board.
- e) Review of quarterly financial statement before submission to the Board.
- f) Review with the management, performance of internal auditors and adequacy of the internal control systems.
- g) Reviewing the adequacy of internal audit function.
- h) Discussion with auditors any significant finding.
- i) Review of findings
- j) Discussion with statutory auditors before audit commences, about nature and scope of audit as well as post audit discussion to ascertain any area of concern.
- k) Review functioning of Whistle Blower Mechanism.
- l) Review all related party transactions.
- m) Review follow up action up audit observation.

4. Remuneration Committee:

i. Brief description of terms of reference

As per guidelines of Department of Public Enterprises, the Company has constituted Remuneration Committee during the financial year 2012-13 to decide the Performance Related Pay and Policy for its distribution across the executives and non unionized supervisors, within the prescribed limits and to discharge all other function as may be decided from time to time. The composition of remuneration committee is as per the Guidelines on Corporate Governance 2010 issued by Department of Public Enterprises.

ii. Composition, name of members and Chairperson

Following is the composition of the Remuneration Committee:

Shri R. R. Prasad	- Chairman
Ms. Supriya Sahu	- Member
Shri Raju Sharan	- Member

iii. Meetings and attendance during the year

There was no meeting of the Remuneration Committee during the financial year 2013-14.

iv. Remuneration policy/Details of remuneration to all the Directors

There is no pecuniary relationship or transactions of the Part-time Directors vis-à-vis the Company except sitting fees to the Part-time Director. The part-time official directors nominated on the Board by the Government of India do not draw any remuneration from the Company for their role as Director. The sitting fees fixed for part-time (non official) Independent Directors of the Company during the financial year 2013-14 was ₹ 8,000/- per meeting attended by them as fixed by the Board of Directors of the Company in its meeting held on 9th May, 2013. The non-executive directors are not holding any shares in the Company. The Whole-Time Functional Directors including the Chairman and Managing Director are appointed by the Government of India and are being paid remuneration as per the terms of their appointment.

REPORT ON CORPORATE GOVERNANCE

The details of remuneration paid to the Whole-Time Functional Directors during the financial year 2013-14 are as under:

(Amount in ₹)

S. No.	Name of Directors	Gross Salary	Other Benefits	Performance Related Pay	Stock Option	Total
1.	Shri K. Subramanian	23,16,143/-	-	-	-	23,16,143/-
2.	Shri I. S. Mehla (upto 31st Jan 2014)	20,01,512/-	-	-	-	20,01,512/-
3.	Shri George Kuruvilla (From 31st Jan 2014)	3,97,363/-	-	-	-	3,97,363/-

During the financial year 2013-14 a sum of ₹ 98,000/- was paid to Shri R. R. Prasad, Independent Director of the Company, towards sitting fees.

5. General Body meetings:

i. **Date, Time and Venue of the last three AGMs of the Company are as under:**

AGM	YEAR	DATE	TIME	VENUE
16th	2010-11	28.09.2011	1600 Hrs.	B-15, Sector -3, Noida- 201 301, (UP)
17th	2011-12	27.09.2012	1100 Hrs.	56-A/17, Block C, Sector 62, Noida- 201 301, (UP)
18th	2012-13	24.09.2013	1030 Hrs.	56-A/17, Block C, Sector 62, Noida- 201 301, (UP)

ii. **Whether any special resolutions passed in the previous three AGMs**

No special resolution was passed in the previous three AGMs.

6. Disclosures:

i. **Disclosures on materially significant related party transactions that may have potential conflict with the interests of company at large.**

Details of transactions between the Company and its Key Managerial Personnel during the year 2013-14 are given in Point no. 28 of the Notes on Financial Statement of the Company for the year ended 31st March, 2014. These transactions do not have any potential conflict with the interests of the Company at large.

ii. **Items of expenditure debited in books of accounts, which are not for the purposes of the business.**

No expenditures were debited in the Books of Accounts during the financial year 2013-14 which are not for the purposes of the Business.

iii. **Expenses incurred which are personal in nature and incurred for the Board of Directors and Top Management.**

No expenses had been incurred which were personal in nature and incurred for the Board of Directors and the top management

iv. **Details of Administrative and office expenses as a percentage of total expenses vis-a-vis financial expenses and reasons for increase.**

(₹ In Lacs)

S. No.	Particulars	2013-14	2012-13	2013-14 (%) (As percentage of total expenditure)	2012-13 (%) (As percentage of total expenditure)
1.	Total Expenses	7,210.84	5,424.65		
2.	Administrative and Office Exp.	9,94.19	884.26	13.79	16.30
3.	Finance Cost	410.31	340.46	5.69	6.27

REPORT ON CORPORATE GOVERNANCE

Reason for increase of Administrative and Office Expenses:

During the year under review, the Administrative and Office Expenses increased due to increase in volume of turnover. However, overall percentage has reduced from 16.30% to 13.79% as compared to that of previous year.

Reason for increase of Finance Cost:

During the year under review, the finance cost has increased due to increase in volume of turnover. However, overall percentage has reduced from 6.27% to 5.69% as compared to that of previous year.

7. Means of communication:

The Company communicates with its shareholders through its Annual Report, General Meetings and disclosures through website. The Company does not publish its quarterly results. However, the audited annual financial results are displayed on its website at www.becil.com. Information and latest updates on Tenders/EOLs, details of tenders/contracts awarded, press releases, mission and objectives of the Company can be accessed at Company's website.

8. Compliance Certificate

A Certificate from a practicing Company Secretary regarding Compliance of the conditions of Corporate Governance in accordance with the guidelines issued by the Department of Public Enterprises forms the part of the Annual Report

Place: Noida
Date: 01/07/2014

Sd/-
K. Subramanian
Chairman & Managing Director

AFFIRMATION WITH COMPLIANCE OF CODE OF CONDUCT

Declaration by Chairperson & Managing Director regarding compliance with the Code of Conduct by Board members and senior management during FY 2013-14.

I, K. Subramanian, Chairman & Managing Director, BECIL, do hereby declare on the basis of affirmation received from the concerned Board Members and Senior Management Personnel of the Company that the members of the Board of Directors and the senior Management Personnel have affirmed compliance of the company's Code of Business Conduct and Ethics during the FY 2013-14.

Place: Noida
Date: 1st July, 2014

Sd/-
K. Subramanian
Chairman & Managing Director

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

1. Industry structure and developments

Broadcast industry, all the world over and so in India has taken rapid strides with the advent of new technologies and rising aspirations of people that are resulting in innovative applications and business models. As a result, broadcast scenario has undergone a sea change with the blurring of distinction between Broadcasting, Information Technology and Telecom, paving way for new trends in broadcasting, which are in a way, little different from the conventional concepts about broadcasting. As per the 2013 BBS Broadcast Industry Global Trend Index, the spheres of broadcasting, in terms of their relative commercial importance are : Multi-platform content delivery, File-based / tapeless workflows, IP networking & content delivery, Transition to HDTV operations, Improvements in video compression efficiency, Cloud computing / cloud based services, Video on Demand, Move to automated workflows, Targeted advertising, Centralized operations, Transition to 3Gbps (1080p) operations, Analog switch-off, Transition to 5.1 channel audio, 3DTV, outsourced operations and reduction in carbon emissions.

In keeping with the global trend, Indian market is also likely to grow on similar lines albeit with the difference that developments and projects of local importance such as in the areas of Satellite Television, FM Radio and upgradation of video content production will also significantly figure in the growth of the industry.

2. India Specific Scenario

The Indian Media & Entertainment Industry which includes Broadcasting has shown healthy signs during the year when it has grown from INR 728 billion in 2011 to INR 820 billion in 2012 registering an overall growth of 12.6 percent. The industry is optimistically looking to the future and is expecting to achieve a growth rate of 11.8 percent in 2013 to touch the figure of INR 917 billion, in which digitalization of various services is expected to provide major impetus. An area in which concentrated effort was seen in its full vigor, was Cable TV Digitalization, driven by the Government initiative that has yielded successful results. Much however, still has to be done, but the work already carried out has started showing signs of growth. Buoyed with the end-results of digitalization, the industry is witnessing increased investments by Cable TV Network companies as also by content creators, the latter investing in upgrading their state-of-the art production facilities including facilities for HD content creation. With the continuing thrust of digitalization, new opportunities and challenges are knocking at the door of the industry in terms of design, development and manufacture of new generation STBs that are to become hybrid devices, integrating the video content from multiple signal sources. All these developments are likely to give a boost to satellite television paving way for opportunities in the areas of :

- Setting up of new Satellite Channels
- Establishment of teleports
- Design, Development & Supply of DSNG Vans
- Upgradation of Content

In taking a broader outlook of broadcast industry scenario, it is foreseen that various areas of television or more appropriately video will continue to dominate the market, may it be in the areas of multi-platform content delivery or upgradation of content or film digitalization or archival or growth of new media sectors driven by broadcasting / information technology. Side by side with television, expansion of FM Radio across the country through Phase – 3 licensing is also seen as a significant factor not only in the growth of the industry but also in the activities of BECIL.

3. Opportunities for BECIL

The foreseen growth of industry, as brought out in previous paragraph offers to BECIL various opportunities but at the same time throws certain challenges which have to be met. While BECIL would continue to work on its on-going projects and would also be looking forward to new projects / assignments in the areas of work, as detailed in previous paragraph which are in line with the present activities of BECIL, it will require to redefine its areas of functioning in the light of direction in which broadcast industry is moving. In other words, it would mean that it will have to actively explore the areas where distinction between Communication, Information Technology and Broadcasting is getting blurred. Consequently, it shall also be required to broaden its client base and will have to spread its wings more effectively in upcoming overseas markets like Africa & Middle East. In all this, BECIL will have to significantly augment its Business Development Cell, sufficiently equipped to approach the clients of all dimensions and locations. BECIL may also have to think in terms of associating actively with design & development of certain equipments required by the industry so that it doesn't remain solely dependent upon the consultancy and turnkey projects business.

4. BECIL's Strengths and Weaknesses

BECIL is a Public Sector Enterprise which bestows on it certain advantages over the other similar private consultancy firms but on the other hand also places it in certain disadvantages in the matter of its operations. With this background, the strengths and weaknesses of BECIL are broadly enumerated below:

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

Strengths:

- Functional autonomy for quick decisions / financial clearances
- Rich experience and proven track-record in project execution
- Fast mobilization and deployment of experts and project personnel for speedy execution of projects
- Efficient work flow, Periodic Review / Monitoring and fast response mechanism
- Customized solutions with flexible approach to meet client requirements.

Weakness:

- Bound by the rules and regulations of a Public Sector Enterprise
- High recurring expenditure
- Limited opportunities in the Broadcast Engineering Sector, due to the situation wherein the Original Equipment Manufacturers or their representatives have started System Integration activities at a very competitive price.

5. Segment-wise or product-wise performance

Segment-wise reporting has been detailed in Notes 39 of Notes on Financial Statements

6. Risks and Concerns

Volatility of the industry growth and dependency on specific clients are risk elements for the Company.

7. Internal Control Systems and their adequacy

With a view to maintain environments that encourage incorruptibility and deter fraudulent activities by management and employees, the Company has formulated internal control system within the organization. By performing a periodic assessment, management assures that internal control activities have not become obsolete or ineffective. The management continuously endeavors to enhance the scope of the internal control system to make them adequate and commensurate with the size of the Company. In this regard the Company has constituted an Audit Committee and has also engaged Chartered Accountants Firm to conduct internal audit of the Company.

8. Discussion on financial performance with respect to operational performance

Your Company took the financial results recorded in its 18th Annual Report as a challenge and put all its resources to continue its growth momentum and accordingly recorded remarkable results with a positive profitability in the financial year 2013-14. Due to consistent control over the expenditure in the year under review, your Company has booked a net profit of ₹ 11.84 Lacs as compared to net loss of ₹ 787.91 Lacs in the previous year.

Your Company recorded a total turnover (including Deposit Work) of ₹ 12145.69 Lacs in the current financial year as compared to ₹ 10,173.31 Lacs in the previous year which resulted in 19% growth in its turnover.

The Company has confirmed order-in-hand (as on 31.03.2014) of ₹ 32,681 Lacs (approx.) and the Company is committed to execute these projects effectively and to continue its momentum of growth.

9. Corporate social responsibility and Sustainability Development

With due regard to the social values, your Company has consistently contributed to the Corporate Social Responsibility (CSR) activities by undertaking the following activities during the year 2013-14:

- (i) Your Company has conducted vocational and specialized training under CSR.
- (ii) Your Company has also carried out maintenance activity for Community Radio, established in previous year under CSR.
- (iii) Your Company has reserved ₹ 1.50 lacs for execution of CSR in the F.Y. 2014-15

Sd/-
K. Subramanian
Chairman & Managing Director

Place: Noida
Date: 1st July, 2014

SR & ASSOCIATES

Company Secretaries

A-146, IIInd Floor, Sector 63, Gautam Budh Nagar, Noida, Uttar Pradesh-201307

Hand Phones: 9990339200, 9990400657, E-mail: fidele.sra@gmail.com

Visit us : www.fidelecorporate.com

CERTIFICATE ON CORPORATE GOVERNANCE

TO

The Members

Broadcast Engineering Consultants India Limited

CIN: U32301UP1995GOI017744

56-A/17, BLOCK C, SECTOR 62,

NOIDA, UTTAR PRADESH - 201301

We have examined the compliance of provisions of Corporate Governance by Broadcast Engineering Consultants India Limited for the financial year ended on 31st March, 2014 as stipulated in the guidelines on Corporate Governance for Central Public Sector Enterprises (CPSEs) issued by the Department of Public Enterprises, Government of India, vide Office Memorandum Number 18(18)2005-GM - 14th May, 2010.

The Compliance of conditions of Corporate Governance is the responsibility of the Management. Our examination carried out is in accordance with the Guidelines on Corporate Governance for Central Public Sector Enterprises. It is neither an audit nor an expression of opinion on the financial statements and/or affairs of the Company. On the basis of all the records, documents, information and explanations provided by the management/officer of the Company we certify that the Company has complied with the provisions of the Guidelines on Corporate Governance for Central Public Sector Enterprises (CPSEs) issued by the Department of Public Enterprises, Government of India, vide Office Memorandum Number 18(18)2005-GM dated 14th May, 2010, except our observation as follows:

1. Strength and composition of Board require 2 (two) independent Directors whereas there is only 1 (one) independent director in the Board.
2. The Audit Committee comprising with only one independent Director.

We further state that such compliance is neither an assurance as to the future viability of the Company not the efficiency and effectiveness with which the management has conducted the affairs of the Company.

Place: Noida

Date: 9th June 2014

For SR & associates | Company Secretaries

Sd/-

(Ravi Bhushan Kumar)

Partner

Certificate of Practice Number of ICSI : 8627

Membership Number of ICSI : ACS 23431

SR & ASSOCIATES

Company Secretaries

A-146, IInd Floor, Sector 63, Gautam Budh Nagar, Noida, Uttar Pradesh-201307

Hand Phones: 9990339200, 9990400657, E-mail: fidele.sra@gmail.com

Visit us : www.fidelecorporate.com

COMPLIANCE CERTIFICATE

Corporate Identification Number : U32301UP1995GOI017744

Authorizes Share Capital: ₹ 2,50,00,000/- (as on 31st March, 2014)

Paid-Up Share Capital: ₹ 1,36,50,000/- (as on 31st March, 2014)

To,

The Members

Broadcast Engineering Consultants India Limited

56-A/17, Block C, Sector 62,

Noida, Uttar Pradesh -201301

I have examined the registers, records, books and papers of **Broadcast Engineering Consultants India Limited** as required to be maintained under the Companies Act, 1956, and the Companies Act, 2013 (up to the extent of the provision notified and applicable with effect from 12th September 2013) and the rules made there under and also the provisions contained in the Memorandum and Articles of Association of the Company for the Financial year ended 31st March, 2014. In my opinion and to the best of my information and according to the examination carried out by me and explanations furnished to me by the Company and its officers, I certify that in respect of the aforesaid Financial Year :

- 1) The Company has maintained all registers as stated in Annexure 'A' to this certificate, as per the provisions of the Act and the rules made there under and all entries therein have been duly recorded.
- 2) The Company has duly filed the forms and returns as stated in Annexure 'B' to this certificate, with the Registrar of Companies, Regional Director, Central Government, Company Law Board or other authorities within the time limit prescribed under the Companies Act, 1956 and the rules made there under and along with additional fee, wherever applicable.
- 3) The Company being a Private Limited Company has maintained prescribed minimum Paid up Capital. The number of members were 2 (two) during the said Financial Year, which does not exceed prescribed maximum number of members excluding its past and present employees and company during the year under scrutiny has not:
 - (i) invited public to subscribe for its shares or debentures; and
 - (ii) invited or accepted any deposits from persons other than its members, directors or their relatives.
- 4) The Board of Directors duly met 6 times respectively on 9th May 2013, 25th June 2013, 25th July 2013, 7th August 2013, 31st October 2013, 28th January 2014 in respect of which proper notices were given and the proceeding were duly recorded and signed in the minutes book maintained. Further the resolutions passed through circulation dated 27.08.2013 ; 18.09.2013 ; 19.09.2013; 18.12.2013; and 06.03.14 signed by the Directors have been found in records which were duly maintained.
- 5) The Company was not required to close its Register of members during the Financial Year.
- 6) The Annual General Meeting for the financial year ended on 31st March 2013 was held on 24th September 2013 after issuing due notice to the members of the Company and the resolution passed thereat were duly recorded in Minutes Book maintained for the purpose.

- 7) No extra ordinary General Meeting was held during the Financial Year.
- 8) The Company has not advanced any loan to any of its directors or to any other person in whom the director is interested or given any guarantee or provided any security in connection with any loan taken by him or such other person in the purview of section 295 of companies Act, 1956 and section 185 of the Companies Act, 2013.
- 9) The Company has not entered into any contract falling within the purview of Section 297 of the Companies Act, 1956.
- 10) The Company has nil entries in the register maintained under section 301 of the Companies Act, 1956.
- 11) As there were no instances falling within the purview of section 314 of the Companies Act, 1956 the company has not obtained any approval from the Board of Directors, Members and Central Government as the case may be.
- 12) The company has not issued any duplicate share certificates during the financial year.
- 13) The Company :
 - i) Has not registered any transfer of shares during the reported Financial Year.
 - ii) Has not deposited any amount in a Separate Bank account, as no dividend was declared during the Financial Year.
 - iii) Was not required to post warrants for Dividend to any Member of the Company as no dividend was declared during the Financial Year.
 - iv) The Company was not required to transfer any amount in Investor Education & Protection Fund, as there is no unpaid dividend, application money due for refund, matured deposit, matured debentures and the interest accrued thereon, which have remained unclaimed or unpaid for a period of seven years.
 - v) The Company has duly complied with the requirements of Section 217 of the Companies Act, 1956.
- 14) The Board of Directors of the Company is duly constituted as per the provisions of the companies Act 1956 and Companies Act 2013. Mr. Raju Sharan and Mr. George Kuruvilla were appointed as Directors on the Board of Directors of the Company during the Financial Year. Mr. Ishwar Singh Mehla and Ms. Sailaja Chodgam ceased to be Directors of the Company during the reported Financial Year.
- 15) The Company has appointed Mr. George Kuruvilla as Whole Time Director during the Financial Year.
- 16) The Company has not appointed any sole selling agents during the Financial Year.
- 17) The Company was not required to obtain any approvals as required from the Central Government, Company Law Board, Regional Director, Registrar or such other authorities prescribed under the various provisions of the Companies Act during the Financial Year.
- 18) The Directors have disclosed their interest in other Firms/Companies to the Board of directors pursuant to the provisions of the Companies Act and the rules made there under.
- 19) The Company has not issued any shares, debentures or other securities during the Financial Year.
- 20) The company has not bought back any shares during the Financial Year.
- 21) As the Company has not issued any debentures or preference shares, there was no redemption of debentures or preference shares during the Financial Year.
- 22) There were no transactions necessitating the company to keep in abeyance the rights to dividend, rights shares and bonus shares pending registrations of transfer of shares.
- 23) The Company has not invited/accepted any deposits including any unsecured loans falling within the purview of section 58A & 58AA of the Companies Act, 1956 read with Companies (Acceptance of Deposit) Rules, 1975 during the Financial Year.
- 24) The Company has not made any borrowings during the Financial Year except temporary working capital limits.
- 25) The Company has not made loans and investments or given guarantee or provided securities, in/ to other bodies corporate and consequently no entries in the register kept for the purpose has been made.

- 26) The Company has not altered the provisions of the memorandum with respect to situation of the registered office from one State to another during the Financial Year.
- 27) The Company has not altered the provisions of the memorandum with respect to the main objects of the Company during the Financial Year.
- 28) The Company has not altered the provisions of the memorandum with respect to name of the company during the Financial Year.
- 29) The Company has not altered the provisions of the memorandum with respect to share capital of the company.
- 30) The Company has not altered its articles of association during the Financial Year.
- 31) There were no prosecution initiated against or show cause notices received by the company and no fines or penalties or any other punishment was imposed on the company during the financial year, for offences under the Acts.
- 32) The Company has not received any money as security from its employees during the Financial Year.
- 33) The Company has deposited both employee's and employer's contribution to Provident Fund with prescribed authorities pursuant to section 418 of the Companies Act, 1956.

Place: Noida

Date: 09th June, 2014

For SR & associates | Company Secretaries

Sd/-

(Ravi Bhushan Kumar)

Partner

Certificate of Practice Number of ICSI : 8627

Membership Number of ICSI : ACS 23431

Enclosures :

Annexure A

Annexure B

ANNEXURE A
Statutory Registers maintained by the Company

1.	Register of Members	u/s	150.
2.	Minute Books of Board and General Meetings	u/s	193.
3.	Books of Accounts	u/s	209.
4.	Register of Directors, Managing Director and Company Secretary	u/s	303
5.	Register of Charge	u/s	143
6.	Register of Directors Attendance		

*Note - Above mentioned sections are sections of the Companies Act, 1956

ANNEXURE B

Forms and Returns as filed by the Company with the Registrar of Companies, Regional Director, Central Government or other authorities during the financial year ending on 31st March, 2014.

S.No.	Form No./Returns	Filled under section	For	Date of Filling	Whether filled in prescribe time	If delay in filling, Whether requisite fee paid
1.	Form 23AC	220	Balance Sheet as on 31st March 2013	29/11/2013	No	Yes
2.	Form 23ACA	220	Profit & Loss Account for the Financial Year 2012-13	29/11/2013	No	Yes
3.	Form 20B	159	Annual Return for the Company as on 30th September 2013	02/12/2013	No	Yes
4.	Form 32	303(2)	Particulars of Director and change there in as a Director	27/11/2013	No	Yes
5.	Form 32	303(2)	Particulars of Director and change there in as a Director	19/03/2014	No	Yes
6.	Form 32	303(2)	Particulars of Director and change there in as a Director	18/11/2013	No	Yes
7.	Form 66	383A	Compliance Certificate for the Financial Year 2011-12	22/11/2013	No	Yes
8.	Form 23AC-XBRL	220	Balance Sheet as on 31st March, 2012	19/11/2013	No	Yes
9.	Form 23ACA-XBRL	220	Profit and Loss account for the Financial Year 2011-12	19/11/2013	No	Yes
10.	Form 20B	159	Annual Return for the Company as on 30th September 2012	22/11/2013	No	Yes
11.	Form 66	383A	Compliance Certificate for the Financial Year 2011-12	22/10/2013	No	Yes

*Note - Above mentioned sections are sections of the Companies Act, 1956

Place: Noida

Date: 9th June 2014

For SR & associates | Company Secretaries

Sd/-
(Ravi Bhushan Kumar)
Partner

Certificate of Practice Number of ICSI : 8627
Membership Number of ICSI : ACS 23431

ATJ & ASSOCIATES

Chartered Accountant

204, Mandir Commercial Complex, Masjid Mod, South Extension, Part-II, New Delhi-110049

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF BROADCAST ENGINEERING CONSULTANTS INDIA LIMITED

Report on the financial Statements

We have audited the accompanying financial statements of **BROADCAST ENGINEERING CONSULTANTS INDIA LIMITED** ("the Company"), which comprise the Balance Sheet as at 31 March, 2014, the Statement of Profit and Loss and 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 Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the Accounting Principles generally accepted in India, including the Accounting Standard notified under the Companies Act, 1956, read with General Circular 15/2013 dated 13th September 2013, issued by the Ministry of Corporate Affairs, in respect of Section 133 of the Companies Act, 2013. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

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

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

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

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 1956 ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- (a) In the case of the Balance Sheet, of the state of affairs of the Company as at 31st March, 2014;
- (b) In the case of the Statement of Profit and Loss, of the Profit of the Company for the year ended on that date; and
- (c) In the case of the Cash Flow Statement, of the cash flow of the Company for the year ended on that date

INDEPENDENT AUDITORS' REPORT

Emphasis of Matter

Without qualifying our report, we draw attention to Note No. 45 to the financial statements that no confirmation of balances of sundry debtors, sundry creditors, loans & advances and security deposits has been obtained by the Company.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) order, 2003 ("the Order") issued by the Central government in terms of Section 227 (4A) of the Act, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the Order.
2. As required by Section 227(3) of the Act, we report that:
 - (a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit.
 - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - (c) The Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - (d) In our opinion, the Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement comply with the Accounting Standards notified under the Companies Act, 1956, read with General Circular 15/2013 dated 13th September 2013, issued by the Ministry of Corporate Affairs, in respect of Section 133 of the Companies Act, 2013.
 - (e) Being a Government Company, pursuant to the Notification No. GSR 829(E) dated 17th July 2013 issued by Government of India, provisions of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956 regarding obtaining written representations from the Directors of the Company are not applicable to the Company.

For **A T J & Associates**
Chartered Accountants
(Firm Registration No. 08648N)

sd/-
Ajay Mohan Arora
Partner
(Membership No. 086645)

Place : New Delhi
Date : 06 May 2014

ANNEXURE TO THE INDEPENDENT AUDITORS' REPORT

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

- (i) In respect of its fixed assets:
- (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of the fixed assets.
 - (b) As explained to us, the fixed assets have been physically verified by the management at reasonable intervals. In our opinion the frequency of such verification is reasonable having regard to the size of the Company and the nature of its fixed assets. No material discrepancies were noticed on such verification.
 - (c) During the year, the Company has not disposed off substantial part of fixed assets which, as per our opinion, has affected the going concern status of the Company.
- (ii) In respect of its inventory:
- (a) The inventory has been physically verified during the year by the management at reasonable intervals.
 - (b) In our opinion and according to the information and explanation given to us, the procedures of physical verification of inventories followed by the management were reasonable and adequate in relation to the size of the Company and the nature of its business.
 - (c) In our opinion and according to the information and explanation given to us, the Company has maintained proper records of its inventories and no material discrepancies were noticed on physical verification.
- (iii) The Company has neither granted nor taken any loans, secured or unsecured, to/from companies, firms or other parties covered in the Register maintained u/s 301 of the Companies Act, 1956.
- (iv) In our opinion and according to the information and explanation given to us, there is adequate internal control system commensurate with the size of the Company and the nature of its business with regard to purchase of inventory and fixed assets and the sale of goods and services. .
- (v) In our opinion, and according to the information and explanation given to us, there are no contracts and arrangements referred to in section 301 of the Companies Act, 1956 that needs to be entered in the register maintained under that section.
- (vi) The Company has not accepted any deposits from public; the directives issued by the Reserve Bank of India, and the provisions of Section 58A and 58AA or any other relevant provisions of the Companies Act, 1956 and the rules framed thereunder are not applicable.
- (vii) In our opinion, and according to the information and explanation given to us, the Company has an internal audit system commensurate with its size and nature of business.
- (viii) According to the information and explanation given to us, the Central Government has not prescribed maintenance of cost records under Section 209(1)(d) of the Companies Act, 1956 to the Company.
- (ix) According to the information and explanation given to us in respect of statutory dues:
- The Company is generally regular in depositing the undisputed statutory dues including Provident Fund, Investor Education and Protection fund, Employees' State Insurance, Income Tax, Sales Tax, Wealth Tax, Service Tax, Customs Duty, Excise Duty, cess and other material statutory dues applicable to it with the appropriate authorities.
- (a) Details of dues of Income Tax, Sale Tax, Wealth Tax, Service Tax. Customs Duty, Excise Duty and Cess which have not been deposited as on 31 March, 2014 on account of disputes are given below :

Description	Forum	Period	Amount Involved (Rs.)
Income Tax	CIT (Appeals)	2004-05	1,70,060/-
Income Tax	CIT (Appeals)	2011-12	10,24,333/-
Sales Tax (Noida)	Deputy Commissioner (Trade & Taxes, Noida)	2004-05	28,67,735/-*
*Total liability is Rs. 1,15,03,813/- , Amount Paid is Rs. 86,36,078/-			

ANNEXURE TO THE INDEPENDENT AUDITORS' REPORT

- (x) In our opinion, and according to the information and explanation given to us, the Company does not have accumulated losses as at 31 March, 2014. The Company has incurred cash loss during the financial year. However, there was no cash loss in the immediately preceding financial year.
- (xi) In our opinion and according to the information and explanations given to us, the Company has not defaulted in the repayment of dues to the banks, financial institutions.
- (xii) According to the information and explanations given to us, we are of the opinion that the Company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
- (xiii) In our opinion, the Company is not a chit fund/ nidhi/ mutual benefit fund/ society. Hence the provisions of clause 4(xiii) of the Companies (Auditor's Report) Order, 2003 (as amended) are not applicable to the Company.
- (xiv) According to the information and explanations given to us, the Company is not dealing or trading in shares, securities, debentures and other investments. Accordingly, clause 4(xiv) of the Companies (Auditor's Report) Order, 2003 (as amended) is not applicable to the Company.
- (xv) As per information and explanations given to us, the company has not given guarantees for loans taken by others from banks or financial institutions.
- (xvi) In our opinion and according to the information and explanations given to us, the Company has not obtained any term loans during the financial year.
- (xvii) In our opinion and according to the information and explanations given to us, and on an overall examination of the Balance Sheet of the Company, we report that funds raised on short-term basis have, prima facie, not been used during the year for long-term investments.
- (xviii) The Company has not made any preferential allotment of shares to parties and Companies covered in the register maintained under Section 301 of the Act during the Year.
- (xix) No security or charges has been created in respect of debentures.
- (xx) The Company has not raised any money by public issue during the Year.
- (xxi) During the course of our examination of the books of account and records of the Company, carried out in accordance with the generally accepted auditing practices in India and according to the information and explanations given to us, we have not come across any instance of fraud on or by the Company, noticed or reported during the year.

Place : New Delhi
Date : 06 May 2014

For **A T J & Associates**
Chartered Accountants
(Firm Registration No. 08648N)

sd/-
Ajay Mohan Arora
Partner
(Membership No. 086645)

ANNUAL ACCOUNTS
1st April, 2013 - 31st March, 2014

BALANCE SHEET AS AT 31st MARCH, 2014

PARTICULARS	Note No.	As at 31.03.2014 Amount (in ₹)	As at 31.03.2013 Amount (in ₹)
EQUITY AND LIABILITIES			
Shareholder's Funds			
Share Capital	3	13,650,000	13,650,000
Reserves & Surplus	4	216,379,001	215,195,593
		230,029,001	228,845,593
Non-current Liabilities			
Other Long Term Liabilities	5	53,281,787	5,655,438
Long Term Provisions	6	11,334,620	9,060,999
		64,616,407	14,716,437
Current Liabilities			
Short Term Borrowings	7	147,930,286	256,899,009
Trade Payable		464,603,525	225,843,812
Other Current Liabilities	8	313,866,520	325,957,646
Short Term Provisions	9	5,848,785	2,703,743
		932,249,116	811,404,210
TOTAL		1,226,894,524	1,054,966,240
ASSETS			
Non-current assets			
Fixed Assets	10		
- Tangible Assets		145,558,030	146,670,298
- Intangible Assets		174,549	255,952
Deferred Tax Assets (Net)	11	33,763,169	37,729,372
Other Non-Current Assets	12	428,617,017	238,731,458
		608,112,765	423,387,080
Current Assets			
Inventories	13	14,573,213	45,594,290
Trade Receivable	14	340,714,792	318,454,743
Cash and Cash equivalents	15	141,526,354	129,406,817
Short Term loans and advances	16	112,932,224	131,128,620
Other Current Assets	17	9,035,176	6,994,690
		618,781,759	631,579,160
TOTAL		1,226,894,524	1,054,966,240

Significant Accounting Policies

2

The accompanying notes from 1 to 46 are integral part of the financial statements.

As per our Report of even date attached

For ATJ Associates
Chartered Accountants
Firm Regn. No. 08648N

Sd/-
(Awadhesh Pandit)
Manager (Finance)

Sd/-
(Ajay Mohan Arora)
Partner
M.No. 086645

For and on behalf of Board of the Directors

Place : New Delhi
Dated : 06.05.2014

Sd/-
(K.Subramanian)
Chairman & Managing Director

Sd/-
(George Kuruvilla)
Director (O&M)

STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31st MARCH 2014

PARTICULARS	Note No.	2013-2014 Amount (in ₹)	2012-2013 Amount (in ₹)
REVENUE			
Revenue from Operations	18	700,598,945	411,836,867
Other Income	19	26,474,208	21,500,264
Total Revenue		727,073,153	433,337,131
EXPENDITURE			
Cost of Material Consumed	20	482,614,210	275,466,929
Job Work & Related Cost	21	76,820,202	66,280,336
Employee Benefits Expenses	22	60,670,315	52,098,979
Finance Cost	23	41,031,496	34,046,350
Operation Expenses	24	38,749,074	36,327,196
Depreciation & Amortisation Expense	25	13,216,069	14,647,350
Corporate Social Responsibility, SD Expenses and Research & Development Expenses		132,052	1,507,560
Other Expenses	26	7,851,149	5,360,216
Allowance for Doubtful Receivables & Advances		-	56,729,967
Total Expenditure		721,084,567	542,464,883
PROFIT/(LOSS) BEFORE EXCEPTIONAL ITEMS		5,988,586	(109,127,752)
Prior Period Adjustment	27	838,975	3,338,761
PROFIT/(LOSS) BEFORE TAX		5,149,611	(112,466,513)
Tax Expense			
Minimum Alternate Tax		990,000	
Minimum Alternate Tax - Credit Entitlement		(990,000)	
Deferred Tax		3,966,203	(33,675,938)
		3,966,203	(33,675,938)
PROFIT/(LOSS) FOR THE YEAR		1,183,408	(78,790,575)
Earning per share - Basic & Diluted (Rs.)		9	(577)

Significant Accounting Policies

2

The accompanying notes from 1 to 46 are integral part of the financial statements

As per our Report of even date attached

For ATJ Associates
Chartered Accountants
Firm Regn. No. 08648N

Sd/-
(Awadhesh Pandit)
Manager (Finance)

Sd/-
(Ajay Mohan Arora)
Partner
M.No. 086645

For and on behalf of Board of the Directors

Place : New Delhi
Dated : 06.05.2014

Sd/-
(K.Subramanian)
Chairman & Managing Director

Sd/-
(George Kuruvilla)
Director (O&M)

CASH FLOW STATEMENT FOR THE YEAR ENDING 31st MARCH, 2014

Particulars	For the Year Ending 31st March, 2014 Amount (in ₹)	For the Year Ending 31st March, 2013 Amount (in ₹)
1 CASH FROM OPERATING ACTIVITIES	5,149,611	(112,466,513)
Net Profit(Loss) before Tax		
Add : Losses/Non Cash Expenditure		
Depreciation	13,135,371	14,566,652
Amortization	80,698	80,698
Provision for Retirement Benefit	7,788,525	4,825,265
Interest on Overdraft	31,678,517	25,244,095
Loss on Sale of Fixed Assets	-	-
Allowance for Doubtful Receivables & Advances	-	56,729,967
Less : Gain/Non Cash Income	52,683,111	101,446,677
Interest Income	(10,614,121)	(8,236,518)
Add/(Less) Changes in Trade Current Assets		
Add/(Less) : (Increase)/Decrease in Inventories	31,021,077	(16,776,839)
Add/(Less) : (Increase)/Decrease in Trade Receivable	(22,260,049)	79,876,793
Add/(Less) : (Increase)/Decrease in Loans & Advances	18,196,396	7,355,885
Add/(Less) : (Increase)/Decrease in other Current Assets	(191,926,045)	(2,257,675)
	(164,968,621)	68,198,164
Add/(Less) : Increase/(Decrease) in other Liabilities	272,718,292	(187,552,611)
Cash Generated from Operation	149,818,661	(26,144,288)
Less : Taxes Paid	(110,719)	(20,627,892)
Less : Dividend Paid	(682,500)	(4,260,000)
Net Cash Flow from Operating Activities	149,025,442	(51,032,179)
2 CASH FLOW INVESTING ACTIVITIES		
Interest Income	10,614,121	8,236,518
Purchase of Fixed Assets	(12,022,398)	(14,314,082)
Sale of Fixed Assets	-	-
Net Cash Used in Investing Activities	(1,408,277)	(6,077,564)
3 CASH FROM FINANCIAL ACTIVITIES		
Secured Loan	(108,968,723)	(219,845,679)
Interest on Overdraft	(31,678,516)	(25,244,095)
Net Cash for Financial Activities	(140,647,239)	194,601,584
Net Changes in Cash and Cash Equivalent	12,119,537	25,025,327
Add : Opening Cash and Cash Equivalent	129,406,817	104,381,490
Closing Cash and Cash Equivalent	141,526,354	129,406,817

Note :

- The above Cash Flow Statement has been prepared under the Indirect Method as per Accounting Standard-3 on Cash Flow Statement issued by the Institute of Chartered Accountant of India
- Cash and Cash Equivalents consist of Cash in Hand, Balances with Banks and Fixed Deposits with Bank.

As per our Report of even date attached

For ATJ Associates
Chartered Accountants
Firm Regn. No. 08648N

Sd/-
(Ajay Mohan Arora)
Partner
M.No. 086645

Place : New Delhi
Dated : 06.05.2014

Sd/-
(Awadhesh Pandit)
Manager (Finance)

For and on behalf of Board of the Directors

Sd/-
(K.Subramanian)
Chairman & Managing Director

Sd/-
(George Kuruvilla)
Director (O&M)

NOTES ON FINANCIAL STATEMENTS

1. General Information

Broadcast Engineering Consultants India Limited (the "Company") was set up by the Government of India in March, 1995 as a Government Company under the Companies Act, 1956, The Company was set up for providing project consultancy services and turnkey solutions encompassing the entire gamut of radio and television broadcast engineering, establishment of transmission facilities i.e content production facilities, terrestrial, like satellite and cable broadcasting in India and abroad.

2. Significant Accounting Policies

2.1 Basis of preparation of Financial Statements

The financial statements have been prepared to comply with all material aspects of the notified accounting standards prescribed by the Companies (Accounting Standards) Rules, 2006 and the relevant provisions of the Companies Act, 1956. The financial statements have been prepared under the historical cost convention on an accrual basis of accounting in accordance with Generally Accepted Accounting Principles (GAAP). The accounting policies have been consistently applied by the Company and are consistent with those used in the previous year.

All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in the revised Schedule VI to the Companies Act, 1956. Based on the nature of products and the time between the acquisition of assets for processing and their realisation in cash and cash equivalents, the Company has ascertained its operating cycle as 12 months for the purpose of current and non-current classification of assets and liabilities.

The preparation of the financial statements in conformity with Accounting Principles requires that:

- (i) The management makes estimates and assumptions that affect the reported amounts of assets and liabilities,
- (ii) Disclosure of contingent assets and liabilities as on the date of the financial statements.

2.2. Revenue/Expenditure Recognition

a) Service/Consultancy Contracts

- i) Revenue is recognised on the basis of percentage of completion method. If contract envisages a channel or series of activities, the revenue is recognised upto the extent of completion of the activities as per the terms of the agreement/contract.
- ii) No revenue is recognised/accounted for the incomplete portion of contract when estimate of progress of completion are not available with reasonable accuracy, in such cases, revenue are deferred till the time such estimates of progress of completion are available with reasonable accuracy.

b) Project/Contract

- i) The revenue is recognised on the basis of percentage of completion method as determined by the management only on the basis of estimate of cost and progress of completion, which are available with reasonable accuracy. However, revenues are not recognised where the work performed/ completed are less than 25% of the total value of the contract.
- ii) Treatment of expenditure on incomplete contracts : Contract in progress against which revenue could not be recognised as estimates or progress of completion are not available with reasonable accuracy or the contract is completed to the extent of less than 25% of the total contract, in such case the expenditure incurred on such contracts are treated as Work in Progress.

NOTES ON FINANCIAL STATEMENTS

2.3 Recording of Sales

Sales are net of Sales tax and freight charges.

2.4 Valuation of Inventories

- i) Stores are valued at cost.
- ii) Stock in trade is valued at cost or net realizable value whichever is lower.
- iii) Work in Progress is valued as follows :
 - a) 100% of the cost of material issued/supplied.
 - b) All other direct expenses attributable to the project/contract till the end of the financial year.
- iv) Stock-in-transit is recognized for goods shipped up to year end.

2.5 Fixed Assets

a) Tangible Assets

- i) Fixed Assets owned by the Company are stated at cost of acquisition less accumulated Depreciation. All costs relating to the acquisition and installation incurred to bring the Fixed Assets into a condition of use are capitalized.
- ii) Depreciation on Fixed assets is provided on Written Down Value Method on pro rata basis, at the rates specified in Schedule XIV of the Companies (Amendment) Act, 1988.
- iii) Depreciation on additions/deductions is provided from the date of assets being put to use for their intended purpose upto the date of their disposal.
- iv) Assets individually costing below ₹ 5000/- are fully depreciated during the year they are put to use.
- v) Premium on leasehold land is amortized over the period of lease of 90 Years.

b) Intangible Assets

- i) In respect of the Computer Software not forming integral part of hardware equipments; software development and related expenditure resulting into successful deployment of the developed software, is recognised at cost and being amortized over a period of 3 years thereof w.e.f. financial year 2011-12 onwards.

2.6 Impairment of Assets

- i) The carrying amounts of the assets are reviewed at each balance sheet date to determine whether there is any indication of impairment. If any such indication exists, the asset's recoverable amount is estimated. For assets that are not yet available for use, the recoverable amount is estimated at each balance sheet date.
- ii) An impairment loss is recognised whenever the carrying amount of an asset or its cash-generating unit exceeds its recoverable amount. Impairment losses are recognised in the profit and loss account.
- iii) An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount. An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined net of depreciation or amortization, if no impairment loss had been recognised.

NOTES ON FINANCIAL STATEMENTS

2.7 Employee Benefits

- i) Provident fund and Employees' Family Pension Scheme contributions are accounted for on accrual basis. Liability for Gratuity, Earned Leave & Half pay leave on retirement and Leave Travel Concession are accounted for in accordance with Actuarial Valuation. The Actuarial Liabilities is determined with reference to employees at the end of each financial year, in compliance with the Accounting Standard AS 15, as prescribed by the Institute of Chartered Accountants of India.
- ii) **Post-Retirement Benefits:** - The company is providing post retirement medical benefits to regular employees and same is accounted for during the financial year.
- iii) **Performance Related Pay (PRP)** - Pay scales of the employees has been revised w.e.f. 01.01.2007 in accordance with the DPE directions. In pursuance of the Presidential Directives a remuneration committee has been constituted. The Remuneration Committee consider the performance management system of the Company in terms of DPE guidelines. The Performance Related Pay is provided for on approval basis i.e.as and when MoU rating is received from DPEs/Ministry of I & B.

2.8 Bank Gurantee and letter of credit charges have been accounted for in the year as and when charged by the Bank.

2.9 Accounting for Foreign Exchange Transactions

- i) Balance in Bank Account & Liabilities denominated in a foreign currency are converted at the prevailing closing rate as on 31st March.
- ii) Exchange difference arising on Liabilities incurred for deposit works is adjusted in the account of respective parties/recoverable from parties.
- iii) Foreign Exchange Fluctuation Reserve has been adjusted in books of account on account of fluctuations in Foreign Exchange during the year.

2.10 Taxation

The accounting treatment for Income Tax in respect of the Company's income is based on the Accounting Standard AS 22 on "Accounting for Taxes on Income" for both Current Tax and Deferred Tax.

- a) Current Tax : Provision for Taxation is ascertained on the basis of assessable profit computed in accordance with the provisions of Income Tax Act, 1961.
- b) Minimum Alternate Tax (MAT) Credit : Minimum Alternate Tax credit is recognised, as an asset only when add to the extent there is convincing evidence that the Company will pay normal income tax during the specified period. In the year in which the MAT credit becomes eligible to be recognised as an asset in accordance with the recommendations contained in guidance notes issued by the Institute of Chartered Accountants of India, this side asset is created by way of a credit to the statement of the Profit & Loss account and shown as MAT Credit Entitlement under Loans & Advances. The Company reviews the same at each balance sheet date and writes down the carrying amount the MAT credit entitlement to the extent there is no longer convincing evidence to the effect that Company will pay normal Income Tax during the specified period.
- c) Deferred Income tax is recognised on timing difference between the accounting income and the taxable income for the year, originate in one period and are capable of reversal in one or more subsequent period. Such deferred tax is quantified using the tax rates and laws enacted or substantively enacted as at the balance sheet date. Deferred tax assets are recognised and carried forward to the extent that there is a reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realize.

NOTES ON FINANCIAL STATEMENTS

3. Share Capital

Particulars	As at 31.03.2014 Amount (in ₹)	As at 31.03.2013 Amount (in ₹)
Authorised 2,50,000 Equity Shares of Rs. 100/- each (March 31, 2013 : 2,50,000 Equity Shares of ₹ 100/- each)	25,000,000	25,000,000
Issued, Subscribed & Paid up 1,36,500 Equity Shares of Rs. 100/- each fully paid up (March 31, 2013 : 1,36,500 Equity Shares of ₹ 100/- each)	13,650,000	13,650,000
TOTAL	13,650,000	13,650,000

3.1. Reconciliation Number of Shares

Particulars	As at 31.03.2014	As at 31.03.2013
Equity Shares		
Opening Balance	136,500	136,500
	Amount (in ₹)	13,650,000
Changes during the Year	No of . Shares	-
	Amount (in ₹)	-
Closing Balance	136,500	136,500
	Amount (in ₹)	13,650,000

3.2. Details of Shareholders holding more than 5% in equity shares of the company

Name of the Shareholder	As at 31.03.2014	As at 31.03.2013
President of India	13,650,000	13,650,000
	- No. of shares held	100%
	- % of holding	100%

4. Reserves & Surplus

Particulars	As at 31.03.2014 Amount (in ₹)	As at 31.03.2013 Amount (in ₹)
a) General Reserve		
As per Last Balance Sheet	41,393,819	41,393,819
Add : Transfer from P&L A/c	499,859	-
	41,893,678	41,393,819
b) Foreign Exchange Fluctuation Reserve		
As per Last Balance Sheet	172,211	172,211
Less : Transfer from P&L A/c	(172,211)	-
	-	172,211
c) Corporate Social Responsibility		
As per Last Balance Sheet	-	-
Add : Transfer from P&L A/c	149,958	-
	149,958	-
d) Surplus in statement of Profit & Loss		
Opening Balance	173,629,563	254,458,083
Add : Profit/(Loss) for the year	1,183,408	(78,790,575)
Add : Transfer from Foreign Exchange Fluctuation Reserve	172,211	-
Less : Income Tax for earlier years (Net)	-	(2,037,945)
	174,985,182	173,629,563
Less : Appropriations		
i) Proposed Dividend	-	-
ii) Tax on Dividend	-	-
iii) Transfer to Corporate Social Responsibility	149,958	-
iv) Transfer to General Reserve	499,859	-
	649,817	-
	174,335,365	173,629,563
TOTAL (a) + (b) + (c)	216,379,001	215,195,593

NOTES ON FINANCIAL STATEMENTS

Particulars	As at 31.03.2014 Amount (in ₹)	As at 31.03.2013 Amount (in ₹)
5. Other Long Term Liabilities		
Trade Payable	52,121,382	4,156,727
Other Liabilities - Capital Creditors	1,160,405	1,498,711
	53,281,787	5,655,438
6. Long Term Provisions		
Provision for Employees Benefits		
i) Gratuity	3,838,289	2,741,735
ii) Half Pay Leave	1,610,852	1,503,996
iii) Earned Leave	5,534,171	4,815,268
iv) Leave Travel Concession	351,308	-
	11,334,620	9,060,999
7. Short Term Borrowings		
Overdraft from Corporation Bank	147,930,286	256,899,009
	147,930,286	256,899,009
Overdraft secured by exclusive charge on the entire current assets of the Company and further secured by charge on Fixed Assets.		
8. Other Current Liabilities		
Advance from Customers	143,568,746	155,282,722
Tower Rent payable to MI&B	105,468,251	83,739,873
Security Deposit and Retention Money	24,711,687	37,999,078
Earnest Money Deposit from Supplies	14,029,597	17,086,597
TDS Payable	4,703,511	3,573,678
Employee Provident Fund Payable	1,072,798	542,864
ESI Payable	105,997	39,908
Sales Tax Payable	5,796,644	-
Service Tax Payable	4,201,404	5,205,732
Labour Welfare Cess payable	225,335	798,263
Amount payable to Outsource Employees for clients	6,349,222	12,512,514
Other Liabilities	3,633,328	8,880,081
Other Payable - Capital Creditors	-	296,336
	313,866,520	325,957,646
9. Short Term Provisions		
a) Provision for employee benefits		
i) Gratuity	1,734,451	892,874
ii) Half Pay Leave	1,019,779	465,212
iii) Earned Leave	3,044,125	1,345,657
iv) Leave Travel Concession	50,430	-
b) Others		
i) Proposed Dividend	-	-
ii) Tax on Dividend	-	-
	5,848,785	2,703,743

NOTES ON FINANCIAL STATEMENTS

10. FIXED ASSETS

FIXED ASSETS DESCRIPTION	GROSS BLOCK ₹			ACCUMULATED DEPRECIATION ₹				NET BLOCK ₹	
	As at 01.04.2013	Additions During the Year	Disposals During the Year	As at 31.03.2014	As at 01.04.2013	Depreciation charge for the Year	On Disposals	As at 31.03.2014	As At 31.03.2013
a TANGIBLE ASSETS									
Land & Building	7,256,506	-	-	7,256,506	800,189	80,698	-	880,887	6,456,317
Leasehold Land	88,375,163	11,330,575	-	99,705,738	4,409,851	4,199,818	-	8,609,669	83,965,312
Buildings	14,448,572	71,925	-	14,520,497	7,396,881	993,477	-	8,390,358	7,051,691
Plant and Equipment	583,371	-	-	583,371	583,371	-	-	583,371	-
Temporary Structure	12,594,432	26,351	-	12,620,783	3,666,021	1,619,048	-	5,285,069	8,928,411
Furniture and Fixtures	3,754,935	-	-	3,754,935	2,817,143	242,794	-	3,059,937	937,792
Vehicles	22,456,321	88,622	-	22,544,943	5,927,957	2,320,276	-	8,248,233	16,528,363
Office equipment	13,387,732	-	-	13,387,732	2,607,369	1,499,548	-	4,106,917	10,780,363
Air Conditioners & Refrigerators	10,363,965	421,187	-	10,785,152	9,200,315	594,369	-	9,794,684	1,163,650
Computer	4,175,088	27,316	-	4,202,404	3,518,628	109,126	-	3,627,754	656,460
Electronic Data Processing	12,203,796	-	-	12,203,796	2,001,857	1,419,090	-	3,420,947	10,201,939
Electrical Appliances									
Total (a)	189,599,880	11,965,976	-	201,565,856	42,929,582	13,078,244	-	56,007,825	146,670,298
Previous Year	175,522,688	14,077,192	-	189,599,880	28,409,001	14,520,580	-	42,929,581	147,112,693
b INTANGIBLE ASSETS									
Computer software	390,240	56,422	-	446,662	134,288	137,825	-	272,113	255,952
Total (b)	390,240	56,422	-	446,662	134,288	137,825	-	272,113	255,952
Previous Year	153,350	236,890	-	390,240	7,519	126,769	-	134,288	145,831
Total (a+b)	189,990,120	12,022,398	-	202,012,518	43,063,870	13,216,069	-	56,279,938	146,926,250
Previous Year	175,676,038	14,314,082	-	189,990,120	28,416,520	14,647,349	-	43,063,869	147,259,524

NOTES ON FINANCIAL STATEMENTS

Particulars	As at 31.03.2014 Amount (in ₹)	As at 31.03.2013 Amount (in ₹)
11. Deferred Tax Assets (Net)		
a) Depreciation and Amortisation	(165,887)	(1,040,802)
b) Employees Benefit	4,577,385	3,670,674
c) Allowance for Doubtful Receivables	20,504,009	20,504,009
d) Allowance for Security	131,309	131,309
e) Unabsorbed Depreciation	557,809	4,248,536
f) Business Loss	8,158,544	10,215,646
	33,763,169	37,729,372
12 Other Non Current Assets		
Other		
Trade receivables		
- Considered good	428,617,017	238,731,458
- Considered Doubtful	62,069,218	62,152,717
	490,686,235	300,884,175
Less : Allowance for Doubtful Receivables	(62,069,218)	(62,152,717)
	428,617,017	238,731,458
13 Inventories		
a) Job Work (Material & Stores)	8,756,419	23,716,685
b) Work in Progress (Including Direct Cost)	5,816,794	21,877,605
	14,573,213	45,594,290
14 Trade Receivables		
Trade receivables outstanding for a period less than six months from the date they are due for payment		
- Considered good	340,714,792	318,454,743
- Considered Doubtful	-	-
	340,714,792	318,454,743
15. Cash and Cash Equivalent		
a) Cash and Bank Balances		
Cash in Hand	89,736	70,854
Cash in Hand (Foreign Currency)	22,575	22,460
In Current Account	7,373,469	4,863,956
b) Other Bank Balances		
In Fixed Deposits* (Maturity within 12 months of reporting date)	134,040,574	124,449,547
	141,526,354	129,406,817

*Pledged as Margin Money / Security towards Bank overdraft, Letter of Credit and Bank Guarantee.

NOTES ON FINANCIAL STATEMENTS

Particulars	As at 31.03.2014 Amount (in ₹)	As at 31.03.2013 Amount (in ₹)
16 Short Term Loans and Advances		
a) Unsecured, Considered Good		
Tax Deducted at Source	12,243,457	18,627,892
(Net of Provision of Income Tax - Rs, 9,90,000/-)		
Minimum Alternate Tax- Credit Entitlement	990,000	-
Advance Tax	-	2,000,000
Income Tax Refund Due	57,598,487	61,954,710
Prepaid Expenses	873,870	636,516
Sales Tax Refundable	13,796,306	13,083,557
Staff Advance	1,351,853	1,299,441
Other Advances	21,774,812	17,522,279
EMD Given to Clients	4,303,439	16,004,225
b) Unsecured, Considered Doubtful		
Sales Tax Refundable	128,600	128,600
Other Advances	3,798,408	3,798,408
Less : Allowance for Doubtful Advances	(3,927,008)	(3,927,008)
	112,932,224	131,128,620
17 Other Current Assets		
Interest receivable on Fixed Deposits	9,035,176	6,994,690
	9,035,176	6,994,690
18 Revenue from Operations		
Sale	522,402,830	290,742,365
Consultancy Income	91,336,448	94,237,903
Income from Maintenance of Towers for MI&B	3,703,572	3,710,214
Income from Contracts	83,156,095	22,978,385
Income from BECIL Training Centre	-	168,000
	700,598,945	411,836,867
19 Other Income		
Interest Income - on FDR	10,614,121	8,223,047
Penal Charges & Interest Recovered	-	13,471
Exchange Fluctuation Gain	-	2,527,448
Miscellaneous Income	15,860,087	10,736,298
	26,474,208	21,500,264
20 Cost of Material Consumed		
Opening Stock	21,877,605	28,817,451
Add : Purchases during the year	466,553,399	268,527,083
	488,431,004	297,344,534
Less : Closing Stock	(5,816,794)	(21,877,605)
TOTAL	482,614,210	275,466,929
21 Job Work & Related Expenses		
Job Work*	49,929,673	42,709,155
Labour Charges	4,983,594	4,125,739
Remuneration of Contract Personnel	21,906,935	19,393,649
Training Centre Overhead Expenses	-	51,793
	76,820,202	66,280,336

*[Net of closing stock of Rs 87,56,419/- (Previous year Rs. 2,37,16,685/-)]

NOTES ON FINANCIAL STATEMENTS

Particulars	As at 31.03.2014 Amount (in ₹)	As at 31.03.2013 Amount (in ₹)
22 Employee Benefit Expenses		
Salary & Wages	43,779,134	39,672,208
Contribution to :		
- Employees Provident Fund	5,491,472	4,080,108
Provision for Half Pay Leave	876,216	1,969,208
Provision for EL Leave	3,790,360	1,648,066
Provision for Gratuity	2,720,211	1,207,991
Provision for Leave Travel Concession	401,738	-
Staff Welfare	3,585,453	3,478,528
Post Retirement Medical Benefits	25,731	42,870
TOTAL	60,670,315	52,098,979
23 Finance Cost		
Interest on Overdraft	31,678,517	25,244,095
Bank Charges	9,352,979	8,802,255
TOTAL	41,031,496	34,046,350
24. Operation Expenses		
Legal & Professional Charges	3,409,539	3,783,012
Conveyance Expenses	2,678,275	3,247,488
Travelling Expenses-Local	5,775,085	6,714,524
Travelling Expenses-Foreign	3,521,689	622,498
Printing & Stationery	1,205,263	1,363,575
Rent	1,778,550	1,753,319
Least Rent	2,250,000	-
Taxi Hire Charges	1,446,498	1,893,500
Director's Sitting Fee	98,000	40,000
Communication Expenses	2,240,746	2,418,304
Postage & Courier Expenses	400,591	507,198
Repair & Maintenance - Office	4,953,324	5,184,248
Repair & Maintenance - Other	44,675	7,900
Repair & Maintenance - Electrical	14,771	88,032
Repair & Maintenance - Equipments	2,284,605	1,544,047
Electricity & Water Charges	3,721,755	4,815,060
Festival Expenses	278,804	878,250
Books & Periodicals	32,573	34,718
Miscellaneous Expenses	1,109,472	391,842
Auditor's Remuneration and out of Pocket Expenses	380,559	415,200
Tender Purchase Expenses	74,287	87,303
Insurance Expenses	232,485	530,678
Foreign Exchange Fluctuation	817,528	-
ISO Certification Charges	-	6,500
TOTAL	38,749,074	36,327,196
25 Depreciation & Amortisation		
Depreciation	13,135,371	14,566,652
Amortisation	80,698	80,698
TOTAL	13,216,069	14,647,350

NOTES ON FINANCIAL STATEMENTS

Particulars	As at 31.03.2014 Amount (in ₹)	As at 31.03.2013 Amount (in ₹)
26 Other Expenses		
Business Promotion Expenses	283,859	370,122
Publicity & Advertisement Expenses	2,987,493	3,045,870
Exhibition Expenses	1,935,290	560,160
Annual Membership Fees	67,647	192,371
Training & Seminar Expenses	2,576,860	1,191,693
TOTAL	7,851,149	5,360,216
27 Prior Period Adjustments		
Printing & Stationery	-	9,720
Miscellaneous Expences	49,943	-
Job Work Expences	397,170	-
Electricity Charges	-	548,343
Medical Expenses	-	49,380
Salary & Wages	-	497,779
Advertisement Expenses	-	24,565
Communication Expenses	-	74,289
Conveyance to Staff	-	22,155
Postage & Courier	-	632
Repair & Maintainence Expenses	10,526	645,082
Legal & Professional Expenses	76,565	1,275,500
Travelling Expenses	304,771	191,316
Sub Total	838,975	3,338,761

NOTES ON FINANCIAL STATEMENTS

28. Related Party Disclosures

i) In accordance with the requirements of Accounting Standard AS 18 on Related Party Disclosures, the name of the related parties where control exists and with whom transactions have taken place during the year and description of relationships as identified and certified by the management are given below :

a) Key Management Personnel

- | | |
|----------------------|---|
| Sh. K. Subramanian | - Chairman & Managing Director |
| Sh. I. S. Mehla | - Director (O&M) - Retired on 31.01.2014 |
| Sh. George Kuruvilla | - Director (O&M) - Appointed on 01.02.2014 |
| Sh. R. R. Prasad | - Part Time Non-Official Director (Independent) |

b) Relatives of key managerial Personnel

NIL

c) Enterprises owned or significantly influenced by key management personnel of their relatives (either individually or with others)

NIL

ii)	Particulars	Name	Key managerial Personnel (Amount in Rs.)	Relatives of Key Managerial Personnel	Enterprises owned or Significantly influenced by key personnel	Previous Year (Amount in Rs.)
a)	Remuneration Paid	Sh. K. Subramanian	2,316,143	-	-	1,916,937
b)	Remuneration Paid	Sh. I. S. Mehla	2,001,512	-	-	1,804,896
c)	Remuneration Paid	Sh. George Kuruvilla	397,363	-	-	-
d)	Sitting Fee Paid	Sh. R. R. Prasad	98,000	-	-	40,000

29. Earning Per Share

Particulars	As at 31.03.2014	As at 31.03.2013
Calculation of Weighted Average number of Equity Shares of ₹ 100 each		
- No. of Shares at the beginning of the year	136,500	136,500
- Total Equity Shares Outstanding at the end of the year	136,500	136,500
Net Profit after tax available for Equity shareholders	1,183,408	(78,790,575)
Earning Per Share	9	(577)

NOTES ON FINANCIAL STATEMENTS

Particulars	As at 31.03.2014 Amount (in ₹)	As at 31.03.2013 Amount (in ₹)
30. Auditors Remuneration & out of Pocket Expenses		
Statutory Audit Fee	88,000	88,000
Tax Audit Fee	44,000	44,000
Taxation Matters	35,000	95,000
Other Professional/Certification Work	155,559	154,600
Reimbursement of Expenses	58,000	33,600
	380,559	415,200
31. Contingent Liabilities		
i) Gurantees given by the Company		
a) Bank Guarantees	486,592,757	256,140,853
b) Foreign Letter of Credit	222,634,462	9,742,213
ii) Income Tax Demands	1,194,393	170,060
iii) Indirect Tax Demands	1,15,03,813	16,305,846
iv) Construction Contract	1,373,307	1,373,307
v) Common Transmission Infrastructure	409,667,117	409,667,117

i) ₹48,65,92,757/- Being the amount of Bank Guarantees given by the Company (Previous Year ₹ 25,61,40,853/-) and ₹ 22,26,34,462/- being the amount outstanding on account of Foreign letters of Credit (Previous Year ₹ 97,42,213/-). Both of these are secured by Fixed Deposits.

ii) Income Tax Demand : The details of demand raised by Income Tax Department is as follows :

S.No.	Assessment Year	Amount of Demand (Rs.)	Status
1	2004-05	1,70,060/-	Company has filed an appeal against the order with Commissioner (Appeal) Company has filed an appeal against the order with Commissioner (Appeal)
2	2011-12	10,24,333/-	
TOTAL		11,94,393/-	

iii) With regard to assessment for financial Year 2004-05, Uttar Pradesh Trade Tax Department has raised a demand of ₹ 1,63,05,846/- against Form D from All India Radio & Doordarshan. The Company had filed an appeal with Joint Commissioner Appeal, Uttar Pradesh Trade Tax Department in NOIDA and it has been accepted in favour of BECIL redirecting the Sales Tax Officer to recompute the demand/refund after giving the effect to the submitted Form D. During the year, Department has partially modified the demand by providing credit for 3 Nos of FORM D and after providing the credit for same, the net demand stand modified to ₹ 1,15,03,813/-. However, still final assessment Order of Sales Tax Officer, Uttar Pradesh Trade Tax Department has not been received as yet and accordingly no provision made. Further, before the appeal order was passed by Joint Commissioner (Appeals), the Uttar Pradesh Trade Tax Department has taken amount of ₹ 86,36,078/- . The photocopy of Form D has been submitted to Department. The above stated amount has been shown as Deposit with Trade Tax Department under the head other advances in Note 16.

iv) BECIL has rescinded construction contracts of M/s Jagannath Constructions. The firm has filed an Arbitration case alleging that the rescission of contract by BECIL was illegal and uncontractual. The award was decided in favour of the Contractor on 16.07.2012 for ₹ 13,73,307/- alongwith Interest. However, Company has filed appeal against the award of sole Arbitrator with the Hon'ble High Court of Delhi. The final decision of Hon'ble High court is awaited, therefore no provision has been made in books of accounts.

NOTES ON FINANCIAL STATEMENTS

- v) With respect to setting up of Common Transmission Infrastructure (CTI-Phase II), 6 Broadcasters has filed a petition with Hon'ble High Court of Delhi and has challenged the provision of FM Phase III policy for taking "No Objection Certificate (NOC)" from BECIL. The Broadcasters filed a claim of demand of ₹ 40,96,67,117/- for refund of unspent amount and interest thereon. In reply to the above cases, BECIL has filed a counter claim amounting to ₹ 12,19,63,317/- towards Tower Rental and Monitoring Charges alongwith applicable Interest. The Company is also negotiating with Broadcasters for amicable settlement of all pending issues. No Liability for the amount payable to the Broadcasters has been identified and provided in the Books of Accounts as the matter is under litigation.
- 32 BECIL executed work worth ₹ 25,65,02,561/- for Host BroadCasters i.e. Doordarshan, Prasar Bharti pertaining to Setting of Broadcast Facility for Host Broadcaster (HB) for Common Wealth Games Delhi 2010 on nomination basis. Out of the above stated figure Doordarshan, Prasar Bharti did not place confirmed work order of ₹ 4,08,50,000/- on BECIL. Out of total invoicing of ₹ 25,65,02,561/-, the host broadcaster had made payment of ₹ 16,00,03,634/- after deducting tax at Source of ₹ 36,00,268/-. Balance payment of ₹ 9,28,98,659/- is subject to acceptance and final settlement by Prasar Bharti as no inspection certificates were received from Host Broadcaster.
- 33 During the financial year, the Company has recognized Income of ₹ 37,03,572/- (Previous Year ₹ 37,10,214/-) as Tower Rental & Collection Charges Income and STL Charges. The Company is still in the process of signing agreement with Private FM Broadcasters as some of Broadcasters has not executed agreement. However, many of the Private Broadcasters are making payment even though they have not signed the agreement. Further, none of the Broadcasters in Chennai are making payment towards Tower Rental Charges to BECIL for Towers at Chennai stating poor signal at the site. The matter is being pursued with Ministry as ownership of all the Towers rest with Ministry of Information & Broadcasting.
- 34 Performance Related Pay (PRP) - As per directions of DPE, the Remuneration Committee consider the performance management system of the Corporation and finalise the amount payable as Performance Related Pay (PRP) to all the employees from financial year 2007-08 onwards. Payment of PRP to Sh. K.R.P. Verma, Ex. Chairman & Managing Director, for FY 2007-08 amounting to ₹ 4,52,969/- has not been paid/provided as his APAR has not been received so far.
35. **Corporation Social Responsibility, Sustainable Development & Research & Development Expenses**
- a) During the year, the company has incurred ₹ 40,000 /- (Previous Year ₹ 4,99,962/-) for providing Vocational & Specialized Training and providing Scholarship to meritorious students and ₹ 92,052/- (Previous Year ₹ 8,97,140/-) for establishing & maintenance of Community Radio Station.
- b) During the year, the company has incurred Rs. Nil (Previous Year ₹ 1,10,458/-) on Research & Development Expenses.

Particulars	As at 31.03.2014 Amount (in ₹)	As at 31.03.2013 Amount (in ₹)
36 Income in Foreign Exchange		
Sale	-	-
Other Income (on Receipts basis)	5,216,693	5,196,879
37 Expenditure in Foreign Exchange*		
Payment for Equipment, Material, Job Work & Labour (Inclusive of Turnkey projects)	43,166,968	317,920,873
Travelling - Directors	267,849	151,095
Travelling - Others	1,083,678	142,432

* This is actual inward or outward Remittance of Foreign Exchange and not the Income or expense.

NOTES ON FINANCIAL STATEMENTS

38 Disclosure under Accounting Standard - 15 (Revised) on Employee Benefits

As per the requirements of Accounting Standard - 15 (Revised 2005) issued by the Institute of Chartered Accountants of India, the management has determined the liability towards employee benefits such as Gratuity and Leave Encashment as at 31st March, 2014 on the basis of an independent Actuarial Valuation. The summary of key results and assumptions are as under :

1) i) Assets & Liabilities

Particulars	Leave Encashment Liabilities		Gratuity Liabilities		Half Pay Leave Liabilities		Leave Travel Concession	
	31/03/2014	31/03/2013	31/03/2014	31/03/2013	31/03/2014	31/03/2013	31/03/2014	31/03/2013
a) PBO (C)	7,362,539	5,392,244	5,368,639	3,500,959	2,600,102	1,969,208	401,738	-
b) Plan Assets	-	-	-	-	-	-	-	-
c) Net Assets/(Liability)	(7,362,539)	(5,392,244)	(5,368,639)	(3,500,959)	(2,600,102)	(1,969,208)	(401,738)	-

ii) Experience on actuarial Gain/(loss) for PBO and Plan Assets

a) On Plan PBO	(1,751,906)	203,641	(1,350,279)	(124,186)	-	-	-	-
b) On Plan Assets	-	-	-	-	-	-	-	-

iii) Enterprise best estimate of contribution during next year is ₹16,42,798/- (previous Year ₹ 19,22,289/-) for EL Leave Encashment, ₹13,51,052/- (Previous Year ₹16,30,235/-) for Gratuity liability, ₹ 4,26,566/- (previous year ₹ 3,98,125/-) for Half Pay Leave and ₹ 4,01,738/- (Previous Year Rs. Nil) for Leave Travel Concession.

2) Summary of Membership data

Particulars	Leave Encashment Liabilities		Gratuity Liabilities		Half Pay Leave Liabilities		Leave Travel Concession	
	31/03/2014	31/03/2013	31/03/2014	31/03/2013	31/03/2014	31/03/2013	31/03/2014	31/03/2013
a) Number of employees	74	73	74	73	74	73	74	-
b) Total Monthly Salary (In Lacs)	26.78	23.11	26.78	23.11	26.78	23.11	5.92	-
c) Total Monthly Salary (In Lacs)	37.78	46.22	37.78	46.22	37.78	46.22	0	-
d) Average Past Services (Years)	4.3	3.19	4.3	3.19	4.3	3.19	4.3	-
e) Average Age (Years)	38.02	37.03	38.02	37.03	38.02	37.03	38.02	-
f) Average remaining working life (Years)	21.98	22.97	21.98	22.97	21.98	22.97	21.98	-

3) Actuarial Assumptions

a) **Economic Assumptions** - The principal assumptions are the discount rate and salary growth rate. The discount rate is generally based upon the market yields available on Government bonds at the accounting date with a term that matches that of the liabilities and the salary growth rate takes account of inflation, seniority, promotion and other relevant factors on long term basis. Valuation assumptions are as follows which have been agreed by the Company:

Particulars	31/03/2014	31/03/2013	31/03/2014	31/03/2013	31/03/2014	31/03/2013	31/03/2014	31/03/2013
i) Discounting Rate	8.50	8.00	8.50	8.00	8.50	8.00	8.50	0.00
ii) Future Salary Increase	6.00	5.50	6.00	5.50	6.00	5.50	6.00	0.00
iii) Expected Rate of Return on Plan assets	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00

b) Demographic Assumption

i) Retirement Age (Years)	60	60	60	60	60	60	60	60
ii) Mortality Table	IALM (2006-08)		IALM (2006-08)		IALM (2006-08)		IALM (2006-08)	
iii) Ages	Withdrawal rate (%)	Withdrawal rate (%)	Withdrawal rate (%)	Withdrawal rate (%)	Withdrawal rate (%)	Withdrawal rate (%)	Withdrawal rate (%)	Withdrawal rate (%)
Upto 30 Years	3.00	3.00	3.00	3.00	3.00	3.00	3.00	0.00
From 31 to 44 Years	2.00	2.00	2.00	2.00	2.00	2.00	2.00	0.00
Above 44 Years	1.00	1.00	1.00	1.00	1.00	1.00	1.00	0.00

NOTES ON FINANCIAL STATEMENTS

4) Change in present value of obligation

	Particulars	Leave Encashment Liabilities		Gratuity Liabilities		Half Pay Leave Liabilities		Leave Travel Concession	
		31/03/2014	31/03/2013	31/03/2014	31/03/2013	31/03/2014	31/03/2013	31/03/2014	31/03/2013
a)	Present value of obligation as at the beginning of the year	5,392,244	4,023,484	3,500,959	2,292,968	1,969,208	1,969,208	-	-
b)	Acquisition adjustment	-	-	-	-	-	-	-	-
c)	Interest cost	431,380	321,879	280,077	183,437	157,537	-	-	-
d)	Past Service Cost	-	-	-	-	-	-	-	-
e)	Current Service Cost	1,603,710	1,513,042	1,087,244	891,459	581,408	-	-	-
f)	Curtailment Cost/(Credit)	-	-	-	-	-	-	-	-
g)	Settlement Cost/(Credit)	-	-	-	-	-	-	-	-
h)	Benefits Paid	(1,820,065)	(279,306)	(852,531)	-	(245,322)	-	-	-
i)	Actuarial (gain)/loss on obligation	1,755,270	(186,855)	1,352,890	133,095	137,271	-	-	-
j)	Present value of obligation as at the end of the year	7,362,539	5,392,244	5,368,639	3,500,959	2,600,102	1,969,208	401,738	-

5) Fair Value of plan assets

	Particulars	Leave Encashment Liabilities		Gratuity Liabilities		Half Pay Leave Liabilities		Leave Travel Concession	
		31/03/2014	31/03/2013	31/03/2014	31/03/2013	31/03/2014	31/03/2013	31/03/2014	31/03/2013
a)	Fair Value of plan assets at the beginning of the period	-	-	-	-	-	-	-	-
b)	Acquisition adjustment	-	-	-	-	-	-	-	-
c)	Expected return on plan assets	-	-	-	-	-	-	-	-
d)	Contributions	-	-	-	-	-	-	-	-
e)	Benefits paid	-	-	-	-	-	-	-	-
f)	Fair Value of plan assets at the end of the period	-	-	-	-	-	-	-	-
g)	Funded Status	(7,362,539)	(5,392,244)	(5,368,639)	(3,500,959)	(2,600,102)	-	-	-
h)	Excess of actual over estimated return on plan assets	-	-	-	-	-	-	-	-

6) Actuarial gain/loss recognized

	Particulars	Leave Encashment Liabilities		Gratuity Liabilities		Half Pay Leave Liabilities		Leave Travel Concession	
		31/03/2014	31/03/2013	31/03/2014	31/03/2013	31/03/2014	31/03/2013	31/03/2014	31/03/2013
a)	Actuarial gain/(loss) for the period obligation	(1,755,270)	186,855	(1,352,890)	(133,095)	(137,271)	-	-	-
b)	Actuarial (gain)/loss for the period - plan assets	-	-	-	-	-	-	-	-
c)	Total (gain)/loss for the period	1,755,270	(186,855)	1,352,890	133,095	137,271	-	-	-
d)	Actuarial (gain)/loss recognized in the period	1,755,270	(186,855)	1,352,890	133,095	137,271	-	-	-
e)	Unrecognized actuarial (gains)/losses at the end of the period.	-	-	-	-	-	-	-	-

NOTES ON FINANCIAL STATEMENTS

7) The amounts to be recognised in balance sheet and related analysis

	Particulars	Leave Encashment Liabilities		Gratuity Liabilities		Half Pay Leave Liabilities		Leave Travel Concession	
		31/03/2014	31/03/2013	31/03/2014	31/03/2013	31/03/2014	31/03/2013	31/03/2014	31/03/2013
	As on								
a)	Present value of obligation as at the end of the year	7,362,539	5,392,244	5,368,639	3,500,959	2,600,102	1,969,208	401,738	-
b)	Fair value of plan assets as at the end of the period.	-	-	-	-	-	-	-	-
c)	Funded Status/Difference	(7,362,539)	(5,392,244)	(5,368,639)	(3,500,959)	(2,600,102)	(1,969,208)	-	-
d)	Excess of actual over estimated	-	-	-	-	-	-	-	-
e)	Unrecognized actuarial (gains)/Losses	-	-	-	-	-	-	-	-
f)	Net asset/(liability) recognized in balance sheet.	(7,362,539)	(5,392,244)	(5,368,639)	(3,500,959)	(2,600,102)	(1,969,208)	(401,738)	-

8) Expense recognised in the Statement of Profit and Loss

	Particulars	Leave Encashment Liabilities		Gratuity Liabilities		Half Pay Leave Liabilities		Leave Travel Concession	
		31/03/2014	31/03/2013	31/03/2014	31/03/2013	31/03/2014	31/03/2013	31/03/2014	31/03/2013
	As on								
a)	Current Service Cost	1,603,710	1,513,042	1,087,244	891,459	581,408	-	-	-
b)	Past Service Cost	-	-	-	-	-	-	-	-
c)	Interest Cost	431,380	321,879	280,077	183,437	157,537	-	-	-
d)	Expected return on plan assets	-	-	-	-	-	-	-	-
e)	Curtailment Cost/(Credit)	-	-	-	-	-	-	-	-
f)	Settlement Cost/(Credit)	-	-	-	-	-	-	-	-
g)	Net actuarial (gain)/Loss recognised in the period.	1,755,270	(186,855)	1,352,890	133,095	137,271	-	-	-
h)	Expenses recognised in the statement of Profit & losses	3,790,360	1,648,066	2,720,211	1,207,991	876,216	-	-	-

9) Reconciliation statement of expense in the Statement of Profit & Loss

	Particulars	Leave Encashment Liabilities		Gratuity Liabilities		Half Pay Leave Liabilities		Leave Travel Concession	
		31/03/2014	31/03/2013	31/03/2014	31/03/2013	31/03/2014	31/03/2013	31/03/2014	31/03/2013
a)	Present value of obligation as at the end of the period	7,362,539	5,392,244	5,368,639	3,500,959	2,600,102	-	401,738	-
b)	Present value of obligation as at the beginning of the period	5,392,244	4,023,484	3,500,959	2,292,968	1,969,208	-	-	-
c)	Benefits paid	1,820,065	279,306	852,531	-	245,322	-	-	-
d)	Actual return on plan assets	-	-	-	-	-	-	-	-
e)	Acquisition adjustment	-	-	-	-	-	-	-	-
f)	Expenses recognized in the statement of profit & losses	3,790,360	1,648,066	2,720,211	1,207,991	876,216	-	401,738	-

NOTES ON FINANCIAL STATEMENTS

10) Amount for the current period

	Particulars	Leave Encashment Liabilities		Gratuity Liabilities		Half Pay Leave Liabilities		Leave Travel Concession	
		31/03/2014	31/03/2013	31/03/2014	31/03/2013	31/03/2014	31/03/2013	31/03/2014	31/03/2013
a)	Present value of obligation as at the end of the year	7,362,539	5,392,244	5,368,639	3,500,959	2,600,102	1,969,208	-	-
b)	Fair value of plan assets at the end of the period	-	-	-	-	-	-	-	-
c)	Surplus/(Deficit)	(7,362,539)	(5,392,244)	(5,368,639)	(3,500,959)	(2,600,102)	(1,969,208)	-	-
d)	Experience adjustment on plan Liabilities (loss)/gain	(1,751,906)	203,641	(1,350,279)	(124,186)	(136,074)	-	-	-
e)	Experience adjustment on plan Liabilities Assets/(Loss)	-	-	-	-	-	-	-	-

11) Movement in the liability recognized in the Balance Sheet

	Particulars	Leave Encashment Liabilities		Gratuity Liabilities		Half Pay Leave Liabilities		Leave Travel Concession	
		31/03/2014	31/03/2013	31/03/2014	31/03/2013	31/03/2014	31/03/2013	31/03/2014	31/03/2013
a)	Opening net Liability	5,392,244	4,023,484	3,500,959	2,292,968	1,969,208	1,969,208	-	-
b)	Expenses as above	3,790,360	1,648,066	2,720,211	1,207,991	876,216	-	401,738	-
c)	Benefits paid	(1,820,065)	(279,306)	(852,531)	-	(245,322)	-	-	-
d)	Actual return on plan assets	-	-	-	-	-	-	-	-
e)	Acquisition adjustment	-	-	-	-	-	-	-	-
f)	Closing net Liability	7,362,539	5,392,244	5,368,639	3,500,959	2,600,102	1,969,208	401,738	-

12) Bifurcation of PBO at the end of year as per Revised Schedule VI of the Companies Act.

	Particulars	Leave Encashment Liabilities		Gratuity Liabilities		Half Pay Leave Liabilities		Leave Travel Concession	
		31/03/2014	31/03/2013	31/03/2014	31/03/2013	31/03/2014	31/03/2013	31/03/2014	31/03/2013
a)	Current Liability	3,044,125	1,345,657	1,734,451	892,874	1,019,779	465,212	50,430	-
b)	Non-Current Liability	4,318,414	4,046,587	3,634,188	2,608,085	1,580,323	1,503,996	351,308	-
c)	Total PBO at the end of the year	7,362,539	5,392,244	5,368,639	3,500,959	2,600,102	1,969,208	401,738	-

NOTE:

- 1 The balance of Gratuity excludes provision of ₹ 25,174/- on account of payable to ex-employee.
- 2 The balance of Leave Encashment excludes provision of ₹2,35,450/- on account of payable to ex-employee.

NOTES ON FINANCIAL STATEMENTS

39 SEGMENT REPORTING

The Company has identified business segments as its primary segment.

Business segments are primarily to provide Consultancy & Turnkey Solution, Supply Integration Testing & Commissioning of the Project such as Sales of Products, Income from Consultancy, Income from Maintenance of Tower, Income from Contract, Income from BECIL Training Centre, Deposit Work and Others.

Revenue and expenses directly attributable to segments are reported under each reportable segment. Expenses which are not directly identifiable to each reporting segment have been allotted on the basis of associated revenues of the segment. All other expenses which are not attributable or allocable to segments have been disclosed as unallocable expenses.

Particulars	Sale	Income from Consultancy	Income from Maintenance of Tower	Income from Contract	Income from BECIL Training Centre	Deposit Work	Others	TOTAL
Revenue								
Income from Operations	522,402,830	46,970,694	3,703,572	83,156,095	-	44,365,754	26,474,208	727,073,153
	290,742,365	40,200,103	3,710,214	22,978,385	168,000	54,037,800	21,500,264	433,337,131
Value of Deposit Work	-	-	-	-	-	487,496,226	-	487,496,226
	-	-	-	-	-	583,993,593	-	583,993,593
TOTAL Business	522,402,830	46,970,694	3,703,572	83,156,095	-	531,861,980	26,474,208	1,214,569,379
	290,742,365	40,200,103	3,710,214	22,978,385	168,000	638,031,393	21,500,264	1,017,330,724
Less : Expenses								
Cost of Material Consumed	482,614,210	-	-	-	-	-	-	482,614,210
	275,466,929	-	-	-	-	-	-	275,466,929
Value of Deposit Work	-	-	-	-	-	487,496,226	-	487,496,226
	-	-	-	-	-	583,993,593	-	583,993,593
Job Work Related Cost	-	26,890,529	-	49,929,673	-	-	-	76,820,202
	-	23,519,388	-	42,709,155	51,793	-	-	66,280,336
Unallocable Expenses	-	-	-	-	-	-	161,650,155	161,650,155
	-	-	-	-	-	-	200,717,618	200,717,618
Total Expenses	482,614,210	26,890,529	-	49,929,673	-	487,496,226	161,650,155	1,208,580,793
	275,466,929	23,519,388	-	42,709,155	51,793	583,993,593	200,717,618	1,126,458,476
Profit/(Loss) before Exceptional Items	-	-	-	-	-	-	-	5,988,586
	-	-	-	-	-	-	-	(109,127,752)
Prior Period Adjustments	-	-	-	-	-	-	-	838,975
	-	-	-	-	-	-	-	3,338,761
Profit/(Loss) Before Tax	-	-	-	-	-	-	-	5,149,611
	-	-	-	-	-	-	-	(112,466,513)
Tax Expense	-	-	-	-	-	-	-	3,966,203
	-	-	-	-	-	-	-	(33,675,938)
Profit/(Loss) After Tax	-	-	-	-	-	-	-	1,183,408
	-	-	-	-	-	-	-	(78,790,575)

NOTES ON FINANCIAL STATEMENTS

- 40 Micro and Small Enterprises**
As per the Management, None of the Sundry Creditors is registered under Micro, Small and Other Enterprises as required in the MSME Act, 2006.
- 41 Impaired Assets**
As per the Management, there are no impaired assets.
- 42** The NOIDA Authority has demanded Lease Rent of ₹ 22,50,000/- upto the current financial year for its Leasehold land. The Company has deposited the same and accounted for in the books of accounts on Cash Basis.
- 43** Practising Company Secretary has been hired by the Company, during the year, for mandatory Compliance under sub section I of the Section 383A of the Companies Act, 1956.
- 44** In the opinion of Board of Directors, the Current Assets, Loans & Advances have a value on realisation of which, in ordinary course of business, at least equal to the amount at which they are stated in the Balance Sheet unless specified otherwise. The provision for all the known liabilities is adequate and not in excess of the amount considered reasonable necessary.
- 45** Balances standing to the debit/credit of parties, Debtors, Creditors, Advances, and Security Deposit are subject to the confirmations from the respective parties.
- 46** Previous year's figures have been appropriately regrouped/reclassified to confirm to the current year's presentation.

As per our Report of even date attached

For ATJ Associates
Chartered Accountants
Firm Regn. No. 08648N

**Sd/-
(Ajay Mohan Arora)**
Partner
M.No. 086645

Place : New Delhi
Dated : 06.05.2014

**Sd/-
(Awadhesh Pandit)**
Manager (Finance)

For and on behalf of Board of the Directors

**Sd/-
(K.Subramanian)**
Chairman & Managing Director

**Sd/-
(George Kuruvilla)**
Director (O&M)



कार्यालय प्रधान निदेशक वाणिज्यिक लेखा परीक्षा
एवं पदेन सदस्य, लेखा परीक्षा बोर्ड-IV, नई दिल्ली
Office of the Principal Director of Commercial
Audit & Ex-officio Member, Audit Board-IV, New Delhi
No.217-PDCA/MAB-IV//A/cs/BECIL/14-15/134
Date : 28-05-2014

Confidential

To,

The Chairman & Managing Director,
Broadcast Engineering Consultants India Limited,
C-56-A/17, Sector-62,
Noida-201307

Sub: Comments of the Comptroller & Auditor General of India under Section 619(4) of the Companies Act, 1956 on the accounts of Broadcast Engineering Consultants India Limited for the year ended 31st March 2014.

Sir,

I am to enclosed herewith the a Non-Review Certificate under Section 619(4) of the Companies Act, 1956 on the accounts of **Broadcast Engineering Consultants India Limited** for the year ended 31st March 2014.

The receipt of the letter may kindly be acknowledged.

Yours faithfully,

sd/-

(Atreyee Das)

Pr. Director of Commercial Audit &
Ex-Officio Member, Audit Board-IV

Encl : As above

आठवाँ व नवाँ तल, संकाय भवन, 10 बहादुर शाह ज़फर मार्ग, नई दिल्ली-110002
8TH & 9TH FLOOR, ANNEXE BUILDING, 10 BAHADUR SHAH ZAFAR MARG, NEW DELHI-110002
दूरभाष / TEL. : 011-23239413, 23239415, 23239419, 23239420, फ़ैक्स / FAX : 011-23239416
ईमेल / Email : mabnewdelhi4@cag.gov.in

COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA UNDER SECTION 619 (4) OF THE COMPANIES ACT, 1956 ON THE ACCOUNTS OF BROADCAST ENGINEERING CONSULTANTS INDIA LIMITED FOR THE YEAR ENDED 31 MARCH 2014.

The preparation of financial statements of **Broadcast Engineering Consultants India Limited** for the year ended 31 March, 2014 in accordance with the financial reporting framework prescribed under the Companies Act, 1956 is the responsibility of the management of the Company. The Statutory Auditor appointed by the Comptroller and Auditor General of India under Section 619(4) of the Companies Act, 1956 is responsible for expressing opinion on these financial statements under section 227 of the Companies Act, 1956 based on the independent audit in accordance with the Standards on Auditing prescribed by their professional body, the Institute of Chartered Accountants of India. This is stated to have been done by them vide their Audit Report dated **06.05.2014**.

I, on behalf of the Comptroller and Auditor General of India, have decided not to review the report of the Statutory Auditors on the accounts of **Broadcast Engineering Consultants India Limited** for the year ended 31 March 2014 and as such have no comments to make under section 619(4) of the Companies Act, 1956.

For and on behalf of the Comptroller

and Auditor General of India

sd/-

(Atreyee Das)

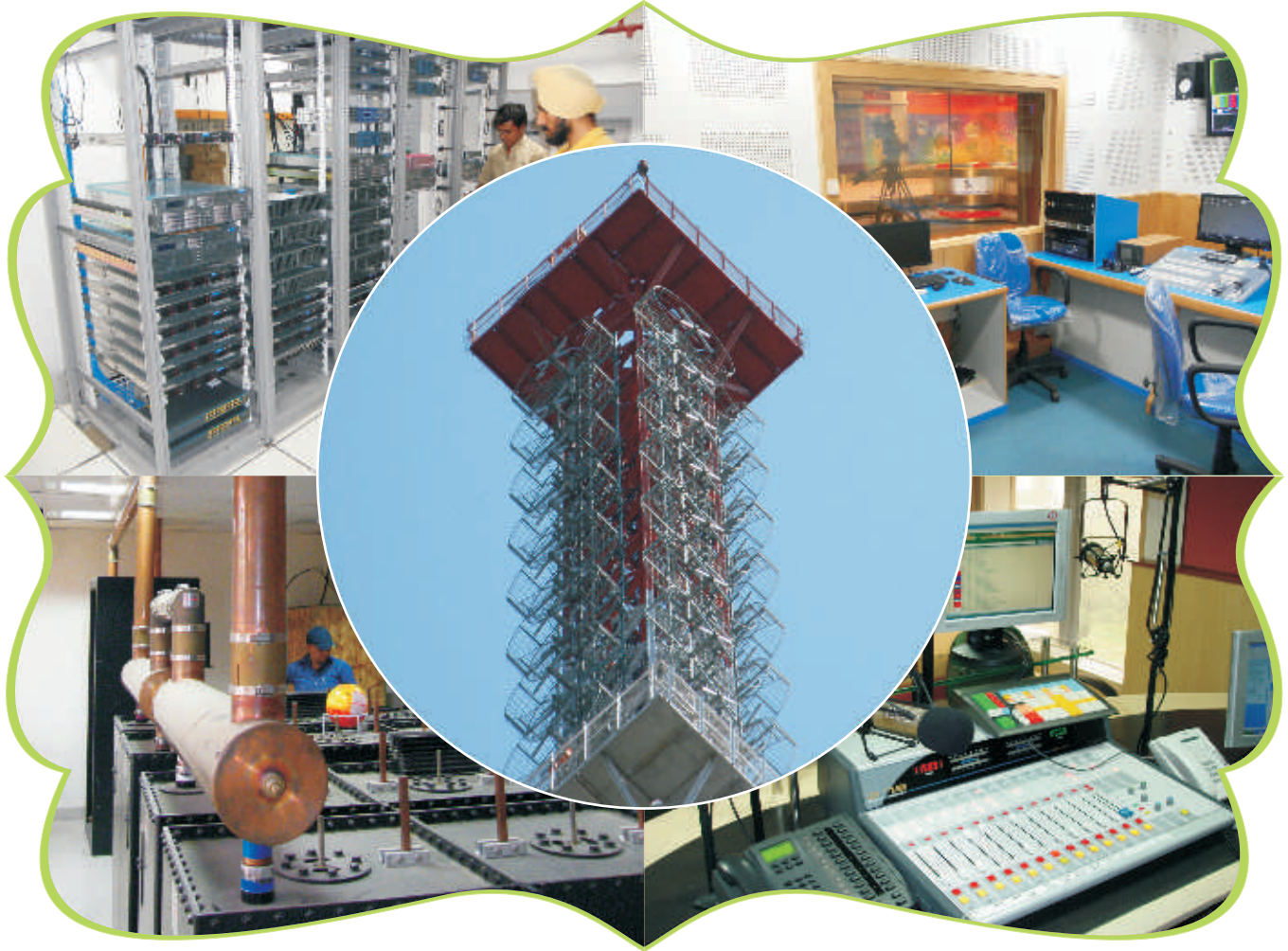
Pr. Director of Commercial Audit &
Ex-Officio Member, Audit Board-IV

Place : New Delhi
Dated : 28.05.2014



Key dates toward finalization of 19th Annual Report

Particulars	
Recommendation of Annual Accounts by Audit Committee to the Board of Directors	29 th April, 2014
Approval of Annual Report by the Board of Directors	6 th May, 2014
Signing of Annual Accounts by Statutory Auditors	6 th May, 2014
Comments of the Comptroller & Auditor General of India U/S 619(4) of the Companies Act, 1956	28 th May, 2014
Meeting of Board of Directors for Approval of Directors Report and Calling of Annual General Meeting (AGM)	30 th June, 2014
Adoption of Annual Accounts by members of the Company in AGM	4 th July, 2014



ISO 9001 : 2000



बेसिल

*A
"Mini Ratna"
Company*

ब्रॉडकास्ट इंजीनियरिंग कंसल्टेंट्स इंडिया लिमिटेड

(भारत सरकार का उद्यम- सूचना एवं प्रसारण मंत्रालय के अन्तर्गत)

BROADCAST ENGINEERING CONSULTANTS INDIA LIMITED

(A Government of India Enterprises- under Ministry of Information & Broadcasting)

REGISTERED & CORPORATE OFFICE :

C-56/A-17, Sector-62, Noida-201307, U.P.,

Tel : 0120-4177850, Fax : 0120-4177879

CIN - U32301UP1995GOI017744

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14-B, Ring Road, Indraprastha Estate, New Delhi - 110 002,

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E-mail : becil@vsnl.net, Website : www.becil.com

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Bangalore – 560076, Tel. : 080-26685853