



VISION & MISSION

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.

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.



CONTENTS

Corporate Information	3
BECIL - Profile	4-7
Notice to the Members	8-12
Chairman's Speech	13
Director's Report.....	14-25
Report on Corporate Governance	26-29
Management Discussion and Analysis Report ...	30-32
Certificate on Corporate Governance	33
Affirmation with Compliance of Code of Conduct	34
Extract of Annual Return.....	35-41
Auditor's Report	42-48
Annual Accounts	49-76
Comments of C & AG	77



CORPORATE INFORMATION

BOARD OF DIRECTORS

Shri George Kuruvilla
Chairman and Managing Director

Ms. Anju Nigam
Director (Govt. Nominee)

Shri V. K. Choubey
Director (Govt. Nominee)

STATUTORY AUDITORS

MUKESH RAJ & CO.
Chartered Accountants
H.O.: C-63, First Floor,
Preet Vihar, Delhi- 110092

BANKERS

Corporation Bank, CGO Complex Branch, Lodhi Road, New Delhi-110 003
Corporation Bank, Overseas Branch, M Block, Connaught Circle, Connaught Place, New Delhi
Corporation Bank, Commercial Personal Banking, Arekere Gate, Opp. HSBC,
Panduranga Nagar, Main Road, Bangalore-560076
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
CIN - U32301UP1995GOI017744

HEAD OFFICE

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

REGIONAL OFFICE

A#7, Ranka Villa, Opposite to Ranka Colony, Bilekahalli, Off Bannerghatta Main Road, Bangalore - 560076
Contact: +91-80-26685853



BECIL PROFILE

First To BECIL's Credit

It has many first to its credit like establishment of first teleport in India, first all digital private FM broadcasting station at Bangalore, first to set up multi channel FM transmission station in India combining up to seven FM channels, first to design and establish HDTV studio set-up for Presidential Secretariat and Lok Sabha TV, first Electronic Media Monitoring Setup at EMMC, to name a few.

Broadcast Engineering Consultants India Limited (BECIL) an **ISO 9001 : 2015, ISO 27001 : 2013, ISO/IEC 20000 : 2012 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 provides project consultancy services and turnkey solutions encompassing the entire gamut of Radio and Television Broadcast Engineering viz content production facilities, terrestrial broadcasting, transmission and satellite & cable broadcasting in India and abroad. BECIL also provides associated services as human resource related activities like training, providing man power etc. BECIL has diversified and is undertaking supply of specialized communication, monitoring, security and surveillance systems to Defence, Police department and various Para-military forces. BECIL has its headquarter in New Delhi, the Corporate office is located in Noida and has a Regional Office in Bangalore and exploring for the geographical expansion in many states due to diversification in business portfolio.

Over the years, BECIL has groomed and developed a team of in-house and dedicated engineers and also harnessed a vast reservoir of professionals drawn from various fields of broadcasting industry which includes public and private broadcasters, Defence and cable industry. Through this network of resourceful technical professionals, BECIL has established its PAN India presence to serve the needs of the industry.

BECIL has a vast reservoir of experts and integrates the expertise of All India Radio (AIR) and Doordarshan (DD), the national broadcaster of India, which has built one of the largest Radio Network catering to nearly one billion people and the world's largest Terrestrial Television Network supplemented by Analogue and Digital satellite Broadcasting services reaching out to millions of TV homes in India and Overseas.

BUSINESS ACTIVITY

We specialize in:

- FM Broadcasting
- Establishment of TV Channels
- Installation of Teleports
- Design of Digital Newsroom Systems
- DTH (Direct to Home) system





- Conformity of Wire-line Broadcasting networks to Indian standards
- Distance Education Systems through Satellite
- Community Radio Stations
- Acoustics, Stage lighting, sound reinforcement system
- Training/up-skilling in wire-line networking

AREA OF OPERATION

- Radio & TV Broadcasting
- T.V. Distribution Platforms- Terrestrial, Satellite, Direct to Home (DTH) system, Cable Head-End systems.
- Monitoring, Logging and Archiving of Satellite TV Channels.
- Community Radio Stations.
- Acoustics, Stage lighting, sound reinforcement.
- Training & Placement of Broadcast Professionals.
- Electronics Surveillance & Monitoring Systems.
- Technical inputs to Ministry of I&B .
- Technical Auditing & Certification of Addressable Cable Systems .
- Social Media Monitoring Setups.

OBJECTIVES:

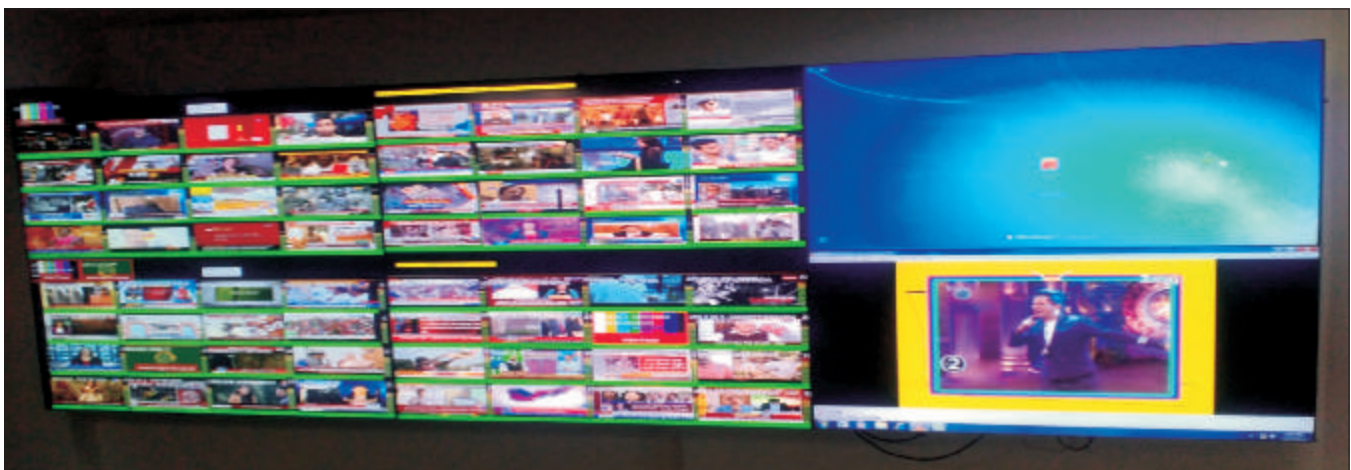
1. To enhance the present share in the market by providing specialized and customized solutions to a wider range of clients.
2. To provide technical input and consultancy to Ministry of Information & Broadcasting in policy, regulatory & formulation of various papers pertaining to Broadcasting.
3. To 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.

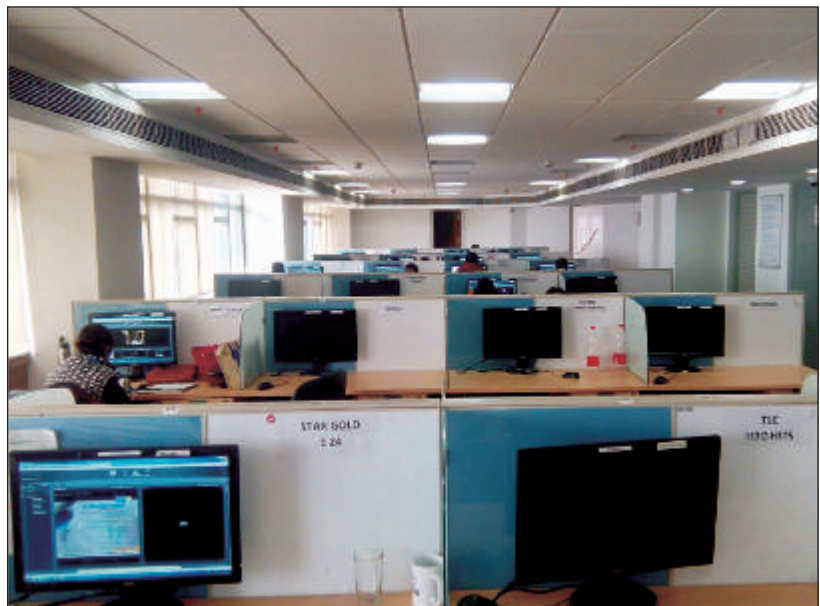
PRESTIGIOUS PROJECTS OF BECIL

- Acquisition, Installation, Integration & Commissioning of C-band Satellite Uplink System on turnkey basis for Maldives National Broadcasting Corporation (MNBC)
- SITC of 16 Panel FM Antenna at 18 sites of All India Radio (Prasar Bharti)
- STC of Superturnstile Antenna at 3 sites for Doordarshan (Prasar Bharti)
- Supply of DVB-S2 based IRDs to Prasar Bharti (Doordarshan) at 154 locations
- Supply, installation, testing and commissioning of VSAT System
- Design, procurement, installation, integration, testing, commissioning and associated services for a fully operational Surveillance and Access Control Management System (SACMS)
- Social Media Monitoring and Response Management for Ministry Information and Broadcasting (MIB), Ministry of Labour & Employment (MoLE) and Ministry of Road Transport and Highways (MoRTH)
- Design, Development and maintenance of Web-portal for Automation of Broadcast Wing of Ministry of Information and Broadcasting (MIB), Government of India
- Civil & Interior/Modular/IT Networking & MEP (Mechanical, Electrical and Plumbing) Works for Electronic Media Monitoring Centre (EMMC) set up at 11th Floor, Sochna Bhawan, New Delhi
- Supply, installation, Testing and commissioning of Video wall System at Electronic Media Monitoring Centre (EMMC) at 10th Floor, Sochna Bhawan, New Delhi
- Comprehensive annual maintenance contract (CAMC) of RF downlink system setup for 600 TV channels at Electronics Media Monitoring Centre, Sochna Bhawan, New Delhi
- Computerization of Inventory Management and Other Business Processes of the Directorate of Publication Division of Ministry of Information and Broadcasting (MIB), Government of India
- Designing, supply, installation, testing, commissioning and maintenance of integrated security system at Hawrah and other locations comprising of CCTV Surveillance





- Supply Installation, Testing, Commissioning and maintenance of CCTV surveillance system at warehouse/Depots of Food Corporation of India East & West Zone
- Audit of Digital Addressable System (CAS, SMS & STB) as per TRAI Regulation
- Mission Digitalisation Project
- Highway Advisory Radio Project (HAR)
- Providing interior works including auditorium chairs and supply, installation, testing and commissioning of Audio, video work in auditorium of "centre of Aerospace Management Excellence and Leadership" at HAL, Bangalore
- Renovation of the CCTV setup for the Legislative assembly and Legislative council, Vidhana Soudha, Bangalore
- Providing professional grade audio video system, acoustics treatment and allied works for the Kalyana Mandapam at AAI residential quarters, Chennai
- Replacement of wall paneling false ceiling, flooring including granite cladding & steps at the entrance, refurbishing of chairs of Auditorium at HAL Corporate Office, Bangalore
- Consultancy for setting up of social media hub for Information and Public relation Department, Government of Karnataka
- Production of Transmitter (CRS 50) and two bay VHF antenna for Community Radio Station





BECIL/AGM/2016

NOTICE

Notice is hereby given that the 21st Annual General Meeting of the members of Broadcast Engineering Consultants India Ltd. will be held at 11:00 AM on Friday, the 16th Day of December, 2016 at the Registered Office of the Company at C-56/A17, Sector-62, NOIDA- 201307 to transact the following businesses:

Ordinary Business

1. To receive, consider and adopt the Audited Balance Sheet as at 31st March, 2016 and Statement of Profit & Loss 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, 2016, Statement of Profit & Loss and the Cash Flow for the year ended 31st March, 2016 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 2016-17 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 2016-17."

By Order of the Board

Sd/-
(George Kuruvilla)
Chairman & Managing Director
DIN: 06829122

Place: NOIDA
Date: 15.12.2016

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



NOTES:

1. **Appointment of Proxy:** 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. Proxy Form is attached with this notice.
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.
2. **Inspection of Documents:** 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.
3. **Attendance Slip:** Members/Proxies/Representatives should bring the attendance slips duly filled, signed and stamped in for attending the meeting and further requested to bring their copy of annual report. The Attendance Slip is attached with this notice.
4. **Queries at the AGM:** Queries proposed to be raised at Annual General Meeting may be sent to the Company at its Registered Office at least three days prior to the date of AGM to enable the management to compile the relevant information to reply the same in the meeting.
5. Route Map indicating venue of the AGM is given at the end of the Notice.



Form No. MGT- 11

Proxy Form

[Pursuant to section 105 (6) of the Companies Act, 2013 and rule 19 (3) of the Companies (Management and Administration) Rules, 2014]

CIN: U32301UP1995GOI017744

Name of the Company: Broadcast Engineering Consultants India Limited

Registered Office: C-56, A/17, Sector-62, Noida- 201307, UP

Name of the Member (s)	:
Registered Address	:
E-mail Id	:
Folio No/Client Id	:
DP ID	:

I/We, being the member (s) of shares of the above named company, hereby appoint

- | | | |
|----|-------------------------------|--|
| 1. | Name:.....
E-mail Id:..... | Address:.....
Signature:....., of failing him |
| 2. | Name:.....
E-mail Id:..... | Address:.....
Signature:....., of failing him |
| 3. | Name:.....
E-mail Id:..... | Address:.....
Signature:....., of failing him |

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the Annual General Meeting of the Company, to be held on theday.....ofAt.....am./pm at(place) and at any adjournment thereof in respect of such resolutions as are indicated below:

Resolution No.

- To receive, consider and adopt the Audited Balance Sheet as at March 31, 2016 and Statement of Profit & Loss for the year ended on that date along with Reports of Directors and Auditors thereon.
 - To fix remuneration of auditors for the financial year 2016-17.
- Signed this.....day of.....20.....

Signature of shareholder
 Signature of Proxy holder (s)

Note: This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company, not less than 48 hours before the commencement of the Meeting.

Affix
 Revenue
 Stamp



ATTENDANCE SLIP

FOR PHYSICAL SHARES	
REGD. FOLIO NO.	
NO. OF SHARES HELD	
NAME OF THE MEMBER/PROXY	

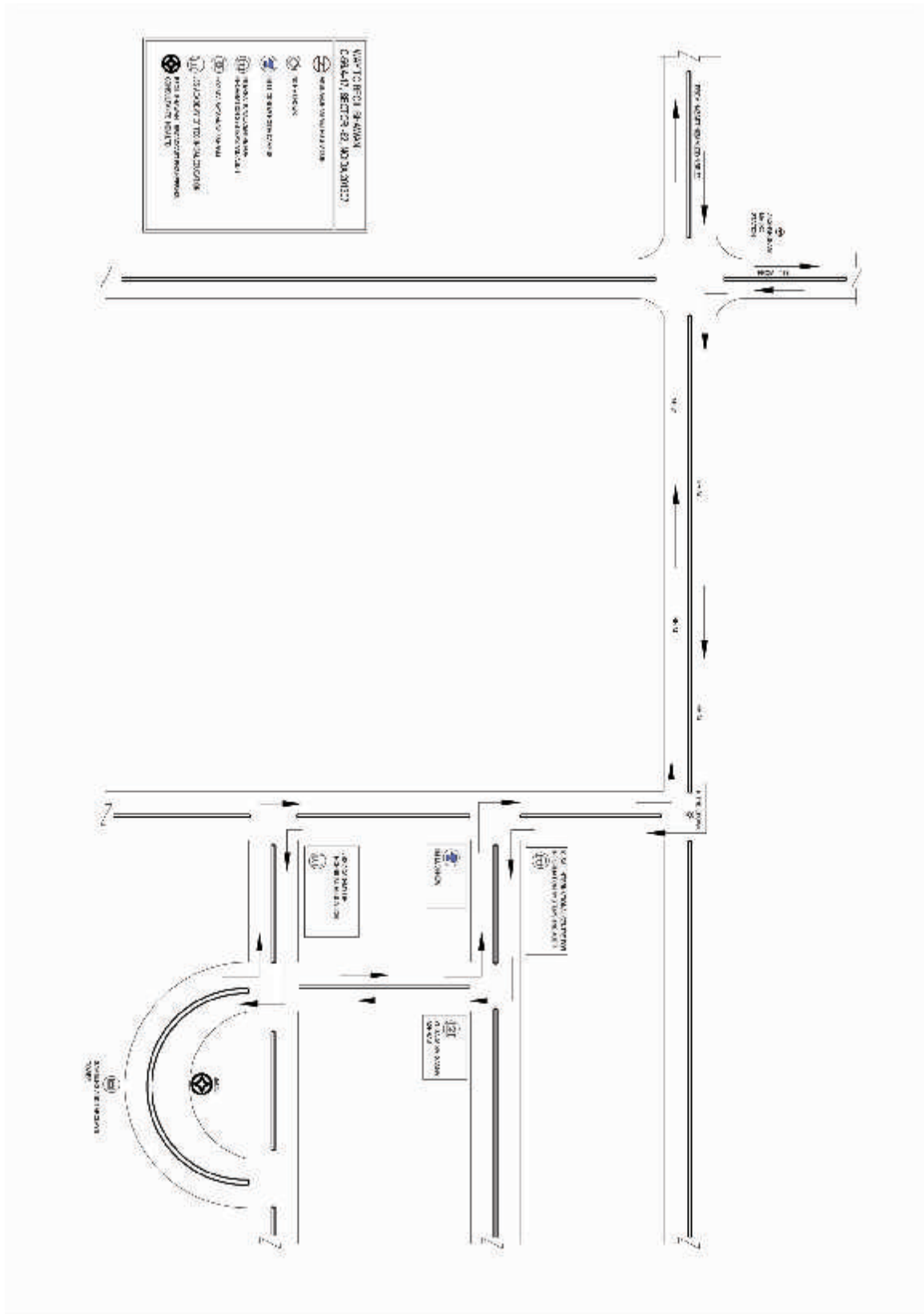
I hereby record my presence at the 21st Annual General Meeting of the Members of "**Broadcast Engineering Consultants India Limited**" at Registered Office of the Company on Friday, the 16th Day of December, 2016 at 11:00 A.M.

Signature of the Member/Proxy :

Note:

- 1. The Attendance Slip duly filled in is to be handed over at the entrance of the meeting hall.**
- 2. Persons attending the Annual General Meeting are requested to bring their copies of Annual Report.**

Route Map



CHAIRMAN & MANAGING DIRECTOR'S MESSAGE



Dear Esteemed Members,

On behalf of the Board of Directors, it gives me immense pleasure in extending a warm welcome to all of you at the Twenty-first Annual General Meeting of your Company.

During the Financial Years 2014-15 & 2015-16, your Company faced many challenges and struggled to keep pace with its growth momentum. However, after taking additional charge of Chairman & Managing Director in September, 2015, the management of your Company has taken remedial action for growth of the Company and accordingly changed its object clause to explore and identify various business opportunities in the several new areas such as Venturing into new Business Domains, Diversification in New Service/Products/Areas, Cyber Security for Govt. offices, PSUs etc., Opening of Regional Offices, Broadcast Tower Construction, Digitalization in the Broadcasting Sector, Demand for e-education classroom, Private FM Phase III, Growth in Social Media Setups, CCTV & Surveillance.

Thereafter, your Company entered into strategic partnerships and won major Projects/tenders through competitive bidding in the field of CCTV & surveillance and opened its account in the Railways, Food Corporation of India etc., besides orders in EMMC, IT, Common Infrastructure of FM Phase III etc. At present, your Company is already working on projects worth of Rs. 200 Crores approx. and recorded major orders in hand amounting to Rs. 213.08 Crores for execution in the upcoming year for which it is committed to execute effectively, that will enable it to reinstate its momentum of growth.

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. Your Company has optimum combination of professional and skilled employees who are regularly trained by your Company by way of their participation in various skill development programmes.

The Company has been continuously endeavouring to enhance the level of Corporate Governance in its day to day operations and considers its inherent responsibility to disclose timely and accurate information regarding our financials and performance as well as the leadership and governance of the Company.

On behalf of the Board of Directors and the Management, I would like to place on record sincere appreciation of the support and the continuing patronage extended by all stakeholders and thank you for your continuous faith in the Company's growth potential.

Sd/-
(George Kuruvilla)
Chairman & Managing Director



REPORT OF THE DIRECTORS

To
The Members,

On behalf of the Board of Directors, I, George Kuruvilla, Chairman & Managing Director, take pleasure in presenting the 21st Annual Report on the business and operations of your Company along with the Audited Financial Statements for the year ended 31 March, 2016.

1. THE STATE OF THE COMPANY'S AFFAIRS

1.1 Financial Results

The Financial Performance of the Company for the Financial Year 2015-16, along with the comparative figures for 2014-15, is indicated below:

(₹ in Lakh)

	Particulars	Year 2015-16	Year 2014-15
A	Result of Operations		
	Income from operations	3142.26	8757.41
	Value of Deposit work	2717.20	3995.22
	Total business during the year	5859.46	12752.63
	Expenditure (including Deposit work)	6199.64	11734.00
	Operating Profit/(Loss)	(340.18)	1018.63
	Finance Cost	440.89	1046.89
	Depreciation & Amortization	191.23	238.38
	Allowance for Doubtful Receivables & Advances	-	5.32
	Prior Period Adjustments & Extra Ordinary Items	(7.17)	(14.77)
	Profit/(Loss) before Tax Expense	(965.13)	(257.19)
	Deferred Tax	(342.99)	(118.40)
	Profit/(Loss) after Tax Expense	(622.14)	(138.79)
	Transfer to Corporate Social Responsibility	-	-
	Transfer to General Reserve	-	-
	Earnings/(Loss) Per Share (Rs.)	(456.00)	(102.00)
B	Sources of Fund		
	Issued, Subscribed and Paid up Capital Reserve & Surplus	136.50	136.50
	Reserve & Surplus	1401.37	2023.51
	Non – Current Liabilities	554.98	470.50
	Current Liabilities	14063.72	11989.63
	Total	16156.57	14620.14
	Uses of Funds		
	Fixed Assets	1288.19	1237.53
	Current Asset	14066.68	12926.57
	Deferred Tax Assets (Net)	799.03	456.04
	Other Non-Current Assets	2.68	-
	Total	16156.58	14620.14
C	Other Information		
	Authorized Capital	250.00	250.00
	Capital Employed	1537.87	2160.01
	Net worth	738.84	1703.98



During the Financial Years 2013-14 and 2014-15, there were major changes in the top management. Out of the six officers [4 General Managers (GM), Director (O&M) and CMD], the then Director (O&M) superannuated in January 2014 and one of the GM joined as Director, two GM superannuated in the month Oct/Nov 2014. Further the then CMD resigned pre-maturely in December 2013 with a request to be relieved in March 2014, however he was relieved only in August 2015. As a result, no major business decisions/strategic partnerships were undertaken for procurement of orders having high value during the Financial Year 2014-15 which reduced the order book of your Company during the Financial Year 2014-15. Consequently, the total business of your company was reduced by approximately 50% at Rs. 5859.46 Lacs for the reported year as compared to Rs. 12752.63 Lacs for the year ended March 31, 2015 and Net Loss of Rs. 622.14 Lacs for the reported year as compared to Net Loss of Rs. 138.79 Lacs in the previous year March 31, 2015.

After Director (O&M), took additional charge of Chairman & Managing Director in September, 2015 the management of your Company has taken remedial action for growth of the Company and accordingly changed its object clause to explore its business opportunities in the several new areas. Thereafter your Company entered into strategic partnerships and won major Projects/tenders through competitive bidding in the field of CCTV & surveillance and opened its account in the Railways, Food Corporation of India etc., besides orders in EMMC, IT, Common Infrastructure of FM Phase III etc and recorded major orders in hand amounting to Rs. 213.08 Crores for execution in the upcoming year for which it is committed to execute effectively, that will enable it to reinstate its momentum of growth.

1.3 Business Activities During The Year

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

1.3.1 FM Phase -III Broadcasting

The Government of India through the Ministry of Information and Broadcasting ("MIB") has decided to open up Phase - III of FM Radio Broadcasting to private participation with the objectives of attracting private agencies to supplement and complement the efforts to provide FM Radio Coverage by operationalizing radio stations that provide programmes with local content and relevance, improve the quality of fidelity in reception, encouraging local talent and generating employment, by means of ascending e-auction for first batch of FM Phase - III Radio Channels.

The first batch of FM Phase – III comprises of 135 channels in 69 existing cities of Phase – II. The second batch of FM Phase-III consists of 266 channels in 92 cities which includes 227 channels in 69 fresh cities and 39 channels in 23 existing cities.

In cities where it is a vacant channel of Phase – II or an additional channel is proposed and CTI has been created by your Company, the upgradation of CTI is to be commissioned by your Company. Also, Co-location of FM channels at the site is made mandatory.

Your Company is the system integrator for providing the Common Transmission Infrastructure in existing 69 cities of Phase – II and signed Project Management Agreement (PMA) with each successful LOI holder under FM Phase – III (Batch – I) (total 90 Channels) to provide the Project Management Services to build, install, commission and complete the CTI. The estimated cost and share of each LOI holders will be worked out at a later stage as mentioned in the PMA since the cost of various equipments depends on various factors like site parameters, frequency, power handling capacity etc.

Your Company has successfully completed three CTI sites (Mumbai, Bangalore, Guwahati) till 31 Mar 2016 and ten CTI sites (Hissar, Karnal, Chandigarh, Rajkot, Jaipur, Surat, Patiala, Varanasi, Jodhpur and Nanded) till 30th October, 2016. Execution of work is under progress at remaining locations.

List of Broadcasters under FM Phase-III (Batch-1) are as follows:

1. Hindustan Times Media Ltd.
2. Digital Radio (Mumbai) Broadcasting Ltd.
3. Entertainment Network India Ltd.
4. Music Broadcast Ltd.
5. Reliance Broadcast Network Ltd.
6. Rajasthan Patrika Pvt. Ltd.
7. DB Corp. Ltd
8. Abhijit Realtors and Infraventures Pvt. Ltd.



9. Render Live Films and Entertainment Pvt. Ltd.
10. Sarthak Films Pvt. Ltd.
11. Abir Buildcon Pvt. Ltd.
12. Digital Radio (Delhi) Broadcasting Ltd.
13. The Mathrubhimi Printing and Publishing Co. Ltd.
14. Odisha Television Ltd.

1.3.2 Acquisition, Installation, Integration & Commissioning of C-band Satellite Uplink System on turnkey basis for Maldives National Broadcasting Corporation (MNBC)

Your Company have won Global Tender for Acquisition, Installation, Integration & Commissioning of C-band Satellite Uplink System on turnkey basis for Maldives National Broadcasting Corporation (MNBC) now renamed by the Government of Maldives as Maldives Broadcasting Corporation (MBC). Value of this Project is USD 633,678.

Your Company has established complete set-up (Teleport) for 3 TV & 3 Radio Channels concurrently with a provision of 2 backup channels (TV & Radio each) along with Conditional Access System (CAS). TV Channels can be configured in SD or HD format. The complete set-up includes Antenna System, RF, Compression Chain with NMS, Rx Set-up, CAS etc. with complete redundancy.

Presently 5 TV Channels (SD-MPEG-4) and 3 Radio Channels are operational with the help of this system without any problem.

1.3.3 SITC of 16 Panel FM Antenna at 18 sites of All India Radio (Prasar Bharti)

Prasar Bharti (All India Radio) has issued order for supply, installation, testing & commissioning for the 16 Panel FM Antennae with associated equipment at 18 sites. This order was obtained by successfully competing in global tender.

The supply portion of the project has been completed in the year 2015-16 and the installation work is also being carried out. The supplied wide band antenna operates in FM band and has an aperture of 4 bays of 4 panels each resulting in 16 panel antenna. The system is circularly polarized with mounting arrangement on square portion of the tower. The order also includes RF cable of 3" and 4" size and associated equipment viz. antenna switch, rigid lines and dehydrator.

1.3.4 STC of Superturnstile Antenna at 3 sites for Doordarshan (Prasar Bharti)

Your Company has secured order for Supply, Testing & Commissioning for the VHF and UHF Superturnstile antennae at 3 sites. This order was won by competing in global tender.

The supply portion was completed in FY 2014-15 and testing & commissioning portion is being carried out by your Company.

1.3.5 Supply of DVB-S2 based IRDs to Prasar Bharti (Doordarshan) at 154 locations

The tender floated by Prasar Bharti (Doordarshan) for supply of DVB-S2 based IRDs was won competitively by your company. The supply is being carried out in FY 2016-17. These professional IRD receives L band inputs and provides analog baseband (Video & Audio), digital SDI with embedded audio and ASI signal outputs.

1.3.6 VSAT System

These projects are the first of its kinds in implementation in India. Your Company supplied, installed, tested and commissioned such an integrated sensor system. These systems could address sixteen different networks. There are two such installations across the country. Your Company also provides life time support to these projects and help the end user for continuous operation and maintenance.

1.3.7 Surveillance and Access Control Management System (SACMS):

This project is about design, procurement, installation, integration, testing commissioning and associated services for a fully operational Surveillance and Access Control Management System (SACMS) as per customer requirement and codes that provide central security management, integrated control and remote monitoring of the two most important buildings and its adjoining area including the interfacing of all existing facilities of Government of India. The SACMS shall comply to the strict regulation and adapting state-of-the-art security technologies, the highest level of reliability and integrate to networking infrastructures such as Intranet, Internet, LAN/WAN. All interfaces within the SACMS shall be based on TCP/IP network protocol connectivity over the corporate intranet/internet/LAN/WAN. Your company provides life time support to these projects and helps the end user for continuous operation and maintenance.

1.3.8 Secure Data Transfer Network Project (SDTN)

A computer data network project was awarded to your company by a premier Government Organization of the country. It was a complex project complete with secure data network system with twenty outstations. The project has since been completed and now productionised.

1.3.9 Social Media Monitoring and Response Management for Ministry of Information and Broadcasting (MIB), Ministry of Labour & Employment (MoLE) and Ministry of Road Transport and Highways (MoRTH):

- i. Social Media Monitoring and Response Management Services related to 24x7 function, operation and maintenance for the Ministry of Information and Broadcasting, Government of India and Supply, Installation, Testing of software.
- ii. Covering events, Packaging and uploading of contents, content creation and editing on social media platforms for the new media wing of Ministry of Information and Broadcasting, Government of India.
- iii. Professional services towards setting up of state of the art Social Media Communication Hub for the Ministry of Labour & Employment.
- iv. Setup of monitoring and analytics platform or Print (Newspapers/Magazines), Television and Digital Media (including social media) for Ministry of Road Transport and Highways (MoRTH), Government of India.

1.3.10 Design, Development and Maintenance of Web-portal for Automation of Broadcast Wing of Ministry of Information and Broadcasting (MIB), Government of India

Design, Development and Maintenance of Web-portal for Automation of Broadcast Wing of Ministry of Information and Broadcasting (MIB), Government of India has been taken up.

1.3.11 EMMC-Phase-II Projects

- i. Civil & Interior/Modular/IT Networking & MEP (Mechanical, Electrical and Plumbing) Works for Electronic, Media Monitoring Centre (EMMC) set up at 11th Floor, Sookna Bhawan, New Delhi.
- ii. Supply, Installation, Testing and Commissioning of Video wall System at Electronic Media Monitoring Centre (EMMC) at 10th Floor, Sookna Bhawan, New Delhi.
- iii. Comprehensive Annual Maintenance Contract(CAMC) of RF downlink system setup for 600 TV channels at Electronics Media Monitoring Centre, Sookna Bhawan, New Delhi.

1.3.12 Computerization of Inventory Management and Other Business Processes of the Directorate of Publication Division of Ministry of Information and Broadcasting (MIB), Government of India

Computerization of Inventory Management and Other Business Processes of the Directorate of Publication Division of Ministry of Information and Broadcasting (MIB), Government of India has been taken up.

1.3.13 Designing, Supply, Installation, Testing, Commissioning and Maintenance of integrated security system :

- i. Designing, supply, installation, testing, commissioning and maintenance of integrated security system at Hawrah and other locations comprising of CCTV Surveillance System and Personal & Baggage Screening System with Warranty period of Three years and AMC of five years after warranty period for Eastern Railway, Kolkata.
- ii. Supply Installation, Testing, Commissioning and maintenance of CCTV surveillance system at warehouse/Depots of Food Corporation of India East Zone.
- iii. Supply Installation, Testing, Commissioning and maintenance of CCTV surveillance system at warehouse/Depots of Food Corporation of India West Zone.

1.3.14 Audit of Digital Addressable System (CAS, SMS & STB) as per TRAI Regulation

Conducting the audit of Digital Addressable System (CAS, SMS & STB) as per schedule I of TRAI Regulations. The audit also involves the counselling as well as advising the client in order to meet its DAS system as per TRAI schedule I compliance. All the audits as per requirement have been carried out.

1.3.15 Audit as per directions of Hon'ble TDSAT

Conducting the audit as per specific directions of Hon'ble TDSAT. The scope of audit work depends on case to case as directed by Hon'ble TDSAT. It can be both commercial audit as well as technical audit. All the Hon'ble TDSAT references have been attended as and when required.

**1.3.16 Mission Digitalisation Project**

Implementation of Phase III and Phase IV of Cable TV Digitisation. The scope of work included setting up of 12 regional units across the country, recruitment of contractual staff (PD, APD, OA and DEO) at these regional units, establishment of multilingual call centre, development of MIS application for monitoring of STB seeding, development of dedicated website for provide the update and necessary information to all the stakeholder of cable TV digitisation. The work of Phase III has been completed and all the activities have been carried out and Phase IV is in progress.

1.3.17 Highway Advisory Radio Project (HAR)

Providing Technical Consultancy Services to Ministry of Road Transport and Highway (MORTH) for setting up of the Highway information dissemination system on Delhi-Jaipur Highway as a pilot Project. Work includes preparation of Inception report for design and implementation of Highway Advisory Radio system for MORTH.

1.3.18 Training and other activities

Conducting training programmes on wireline broadcasting. Your company has recently signed an MOU with Infocomm International for conducting training programmes on pro AV installation across the country. A number of training programmes have been carried out.

1.3.19 Providing interior works including auditorium chairs and supply, installation, testing and commissioning of Audio, video work in auditorium of "Centre of Aerospace Management Excellence and Leadership at HAL, Bangalore

Your Company had won this project on competitive basis after submitting the bid for the tender floated by HAL Bangalore for providing acoustic treatment along with other interior works including provision of auditorium chairs and supply, installation, testing and commissioning of professional audio video system in the auditorium of the upcoming "Centre of Aerospace Management Excellence & Leadership" at HAL Bangalore. This is a 794 seater auditorium with state of the art acoustic treatment and professional audio video solution in place. This project completed within the time frame.

1.3.20 Renovation of the CCTV setup for the Legislative assembly and Legislative council, Vidhana Soudha, Bangalore

Government of Karnataka engaged your company for renovation of CCTV setup for Legislative assembly and Legislative council at Vidhana Soudha, Bengaluru. The project completed within the time frame as mentioned in the work order.

1.3.21 Providing professional grade audio video system, acoustics treatment and allied works for the Kalyana Mandapam at AAI residential quarters, Chennai

Your Company was chosen by Airport Authority of India, Chennai for providing professional grade audio & video system and acoustic treatment of the dome shaped Kalyana Mandapam at AAI residential quarters, Chennai on turnkey basis. The project completed within the time frame as mentioned in the MoU.

1.3.22 Replacement of wall paneling false ceiling, flooring including granite cladding & steps at the entrance, refurbishing of chairs of Auditorium at HAL Corporate Office, Bangalore

Your company had won this project after submitting the competitive quotation for the tender floated by Hindustan Aeronautics Limited (HAL), Corporate Office, Bangalore. Your company had executed this project successfully.

1.3.23 Consultancy for setting up of social media hub for Information and Public Relation Department, Government of Karnataka

Your company was chosen by Information and Public Relation Department, Government of Karnataka for providing consultancy for setting up of social media hub at their premises on turnkey basis. Your company had executed this project successfully.

1.3.24 Production of Transmitter (CRS 50) and two bay VHF antenna for Community Radio Station

Your company has full fledge production setup in Bangalore for manufacturing FM transmitter (CRS 50) and two bay antenna which has been designed by BECIL and will be used in Community Radio stations. Your company has produced around 20 Transmitters and 10 Antennas for the reporting Financial Year.

2. FUTURE OUTLOOK

- i. Following are the expected future business prospects/projects of your Company:
- ❖ Steep growth expected in overall television market.
 - ❖ Increase in pay-TV penetration will drive growth in the television industry in the coming years.
 - ❖ Pay-TV ARPU's set to increase with implementation of cable digitisation.
 - ❖ Expansion of Private FM broadcasting through Phase-III will boost activity in radio sector.
 - ❖ TV coverage and distribution of the proceedings of the Karnataka Legislatures.
 - ❖ Establishment of Media centre at Vartha Bhavan, Bengaluru.
 - ❖ Setting up of Board room at AAI, Chennai by providing acoustics, AV and Video conference systems.
 - ❖ Setting up of Multimedia setup and telemedicine facility for JIPMER, Pondichery.
 - ❖ Providing acoustic treatment, professional sound reinforcement and allied facilities for the auditorium, Ahalia eye foundation, Palakkad.
 - ❖ Up-gradation of Audio, Video, stage drapery and light system at National Gallery of Modern Art, Bangalore.
 - ❖ Up gradation of Audio and Video facilities for a Museum at NIMHANS, Bangalore.
 - ❖ Renovation of Convention centre at Kongu Engineering College, Erode of IIM,
 - ❖ Electronic Media centre for R.L.Jalappa Engineering college, Bangalore
 - ❖ TV studio & Multimedia setup for Dr. Babasaheb Ambedkar Marathwada University, Aurangabad
- ii. The Management of your Company has changed its object clause for growth and expansion in various business opportunities and has planned to enter into the following:-
- a) New Areas:**
- ❖ Venturing into new Business Domains
 - ❖ Diversification in New Service/Products/Areas
 - ❖ Cyber Security for Govt. offices, PSUs etc.
 - ❖ Opening of Regional Offices
 - ❖ Broadcast Tower Construction
 - ❖ Digitalization in the Broadcasting Sector.
 - ❖ Demand for e-education classroom.
 - ❖ Private FM Phase III.
 - ❖ Community Radio Station Setups.
 - ❖ Growth in Social Media Setups.
 - ❖ CCTV & Surveillance
- b) New Initiatives in line with Government's new Policies:**
- ❖ Digital India Initiative: E-governance Project of Central & State Government, online web portal including payment gateway.
 - ❖ Make in India Initiative: Alliance with technology companies for manufacturing of Network Video Recorder (NVR) and other critical units for CCTV and Surveillance projects.
 - ❖ Skill India Initiative: Training of IIT / Diploma student of Electronic & Communication for Cable TV Digitalization, CCTV Surveillance, Smart City, FM Radio projects etc. BECIL is the governing member of IASC, Skill Sector Counsel.
- iii. **CREATIVE MEDIA AND FILM PRODUCTION:**
- Your company has successfully implemented various projects in the areas of Radio, Television, Communication, Satellite and Cable Broadcasting and proven itself a best service provider. Now, your company is exploring more market avenues to continuously expand its business and to take maximum advantage of new opportunities. Your Company takes up "Creative Media and Film Production" as a significant step towards its objectives to activate for Creative Demands of organizations shaping up their Brand and Corporate Identities.
- Following activities shall be taken up towards this business area:
- Produce high end commercials on air look for broadcasters and on Air promotions for various TV channels in news and GEC category.
 - Company logo development and branding
 - Corporate AVs, VFX and various advertising solutions
 - Tendering for DD (for Creative Agency)



- Tie-up with NIOS for making educational films
- Approaching Different PSUs for Corporate film and events
- Approaching State Tourism Departments to provide promotional material along with concept

3. DIRECTOR

During the year under review, the tenure of Shri R. R. Prasad as Independent Director of the Company has expired on 24th April, 2015.

Further, the Ministry of Information & Broadcasting (MIB) has accepted the resignation tendered by Shri K. Subramanian from the post of Chairman & Managing Director (CMD) w.e.f. 27.08.2015 for which Shri George Kuruvilla, Director (O&M), BECIL was assigned additional charge till the regular incumbent. However, the Ministry of Information & Broadcasting (MIB) has officially appointed Shri George Kuruvilla as Chairman & Managing Director (CMD), BECIL w.e.f. 20.04.2016.

The Ministry of Information & Broadcasting (MIB) has withdrawn the nomination of Shri Puneet Kansal, Director (Government Nominee) w.e.f. 22nd February, 2016 and nominated Shri Mihir Kumar Singh, Joint Secretary (Policy & Admin.), Ministry of Information & Broadcasting as ex-officio Director (Government Nominee) of the Company w.e.f. 08th March, 2016.

4. MOU WITH MINISTRY OF INFORMATION & BROADCASTING

Your company has signed Memorandum of Understanding (MoU) with Ministry of Information & Broadcasting (MIB) for the Financial Year 2016-17.

5. 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. Officers across all ranks with judicious mix of senior, middle level and young professionals are nominated for various training programs through a roster depending on the training needs.

5.1 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.

5.2 BECIL's Training Division

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

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

As per MoU 2015-16 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 2015-16 are as under:

Training of BECIL Staff

Your Company has achieved excellent target under Human Resource Development Parameters as per self evaluation of MoU 2015-16. During the year under review, following specialized training have been provided to the staffs of the Company:

- Orientation Courses in Records Management for Record Officers during 2015-16 (No. of executives-6)
- Workshop on Legal Contract Excellence – Contract Drafting, Negotiation and Dispute Management on 11th & 12th June, 2015 (No. of executive – 1).

- c) Long terms mutually beneficial relations with the Association & its members for relevant business growth & development as core objectives. (No. of executives-3)
- d) A comprehensive programme on "Empowerment of Women Employee (No. of executive- 1)
- e) Training of the Liaison Officers for Scheduled Castes / Scheduled Tribes/ Persons with Disability and Other Backward Classes (No. of executive- 1)
- f) World Hindi Conference, Bhopal (No. of Executive – 1)
- g) Two day Workshop on "Capacity Building in Public Procurement and Contracts Management" (No. of Executive – 1)
- h) Standing Conference of Public Enterprises (SCOPE) is organizing the next HR Summit 2016 on the Theme "Reinventing HR: Breaking the Mould Globally" (No. of Executive – 1)
- i) Two days workshop on "RTI Implementation Vigilance" (No. of executive – 1)
- j) Three days workshop on "Information Security and Education Awareness Programm" (No. of executives – 12).

6. CORPORATE GOVERNANCE

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

However, after the expiry of the tenure of appointment of Shri R. R. Prasad as Independent Director of the Company on 24th April, 2015, the post of Independent Directors is vacant which has not been filled up. The Company has requested MIB to appoint Independent Director as per applicable statutory provisions.

In absence of Independent Director, the composition of Audit Committee and Remuneration Committee was not in accordance with the guidelines issued by Department of Public Enterprises.

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. Your company has secured "Good" rating under Corporate Governance Guidelines for the FY 2015-16. To ensure better transparency, your Company has incorporated a separate section on Corporate Governance with Annual Report 2015-16 which is annexed with this report.

A Management Discussion and Analysis Report has been enclosed with the Annual Report 2015-16 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.

7. 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 Chairman & Managing Director is given in Corporate Governance Report.

8. SEXUAL HARRASMENT

The Company has zero tolerance towards sexual harassment at the workplace and with a view to provide safe environment free from sexual harassment to women working in your Company, it has constituted Internal Complaint Committee.

During the year under review no case was filed before the Committee towards sexual harassment.

9. 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 (CPIOs) have been appointed and utmost care is being taken for timely compliance and dissemination of information.

During the Financial year 2015-16, the company had received 44 applications under RTI Act, 2005 and all had been responded within the statutory time limit. As on 31st March, 2016, no applications were pending for reply under RTI Act, 2005.

**10. 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, 2016 to 28th September, 2016 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.

11. EXTRACT OF ANNUAL RETURN

As per provisions of the Companies Act, 2013, an Extract of Annual Return has been prepared and appended with this report.

12. NUMBER OF MEETINGS OF THE BOARD

During the year under review, the Board met five times, the details of which are given in the Report on Corporate Governance that forms part of this Annual Report.

13. DIRECTORS' RESPONSIBILITY STATEMENT

As per Section 134 (5) of the Companies Act, 2013, your Directors state:

- a) in the preparation of the Annual Accounts, the applicable Accounting Standards had been followed along with proper explanation relating to material departures;
- b) the Directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the Financial Year and of the profit and loss of the Company for that period;
- c) 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;
- d) the Directors had prepared the Annual Accounts on a going concern basis; and
- e) the Directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

14. STATEMENT ON DECLARATION GIVEN BY INDEPENDENT DIRECTORS

During the year under review, the Independent Director of your Company has furnished declaration u/s 149 (7) of the Companies Act, 2013.

15. COMPANY'S POLICY ON DIRECTORS' APPOINTMENT AND REMUNERATION INCLUDING CRITERIA FOR DETERMINING QUALIFICATIONS, POSITIVE ATTRIBUTES, INDEPENDENCE OF A DIRECTOR AND OTHER MATTERS PROVIDED UNDER SUB-SECTION (3) OF SECTION 178

Ministry of Corporate Affairs vide its notification no. G.S.R. 463(E) dated 5th June, 2015 exempted Government Company from provision of Section 134 (3) (e) of Companies Act, 2013.

16. EXPLANATIONS OR COMMENTS BY THE BOARD ON EVERY QUALIFICATION, RESERVATION OR ADVERSE REMARK OR DISCLAIMER MADE—**(I) BY THE AUDITOR IN HIS REPORT; AND****(II) BY THE COMPANY SECRETARY IN PRACTICE IN HIS SECRETARIAL AUDIT REPORT;**

The Comptroller and Auditor General of India appointed M/s Mukesh Raj & Co., Chartered Accountants, New Delhi as the Statutory Auditors of the Company under section 139 of the Companies Act, 2013 for the financial year 2015-16.

Explanations or comments by the Board on every qualification, reservation or adverse remark or disclaimer made—

(i) by the Auditor in his report

The observations of the Auditors and related notes on accounts are self-explanatory and do not require any further clarification. There is no qualification, reservation, adverse remark or disclaimer by the statutory auditor of the Company.



- (ii) by the Company Secretary in practice in his secretarial audit report:
Since your Company doesn't meet the requisite criteria mentioned u/s 204 read with Rule 9 Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, requirement of secretarial audit is not applicable on your Company.

17. COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA

The Comptroller and Auditor General of India (CAG) conducted the supplementary audit of the financial statements of your Company and the comments of CAG are annexed.

18. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS UNDER SECTION 186

During the year under review, your Company has not provided any loan, guarantees or investment u/s 186 the Companies Act, 2013.

19. PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES REFERRED TO IN SUB-SECTION (1) OF SECTION 188 IN THE PRESCRIBED FORM

During the year under review, your company has not entered into any contract or arrangements with related parties referred to in section 188 (1) of the Companies Act, 2013.

20. THE AMOUNTS PROPOSED TO CARRY TO ANY RESERVES

Since your Company has incurred losses in the reported Financial Year, hence no amount is proposed to be transferred to reserve during the year.

21. THE AMOUNT RECOMMENDED TO BE PAID BY WAY OF DIVIDEND

Since your Company has incurred losses in the reported Financial Year, hence no dividend was recommended by the Board of Directors of your Company.

22. MATERIAL CHANGES AND COMMITMENTS, IF ANY, AFFECTING THE FINANCIAL POSITION OF THE COMPANY WHICH HAVE OCCURRED BETWEEN THE END OF THE FINANCIAL YEAR OF THE COMPANY TO WHICH THE FINANCIAL STATEMENTS RELATE AND THE DATE OF THE REPORT

No Material Changes/events have been occurred between the end of the Financial Year of the Company to which the Financial Statements relate and the date of the Report.

23. THE CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION

Efforts are being made to minimize the energy conservation and to adopt new technologies to reduce consumption of energy.

FOREIGN EXCHANGE EARNINGS AND OUTGO OF YOUR COMPANY DURING THE YEAR UNDER REVIEW ARE AS FOLLOWS:

Foreign Exchange outflow

Payment for Equipment, Material, Job Work and Labour (Inclusive of Turnkey Projects)	:	5,36,16,091
Travelling	:	11,64,864
Other Expenses	:	1,15,471
Total	:	5,48,96,426

Foreign Exchange Inflow

Sale	:	5,72,635
Income from Contract	:	1,08,64,522
Total	:	1,14,37,157



24. A STATEMENT INDICATING DEVELOPMENT AND IMPLEMENTATION OF A RISK MANAGEMENT POLICY FOR THE COMPANY INCLUDING IDENTIFICATION THEREIN OF ELEMENTS OF RISK, IF ANY, WHICH IN THE OPINION OF THE BOARD MAY THREATEN THE EXISTENCE OF THE COMPANY

Your Company has taken steps to develop and implement risk management policy for the Company which is under process.

25. THE DETAILS ABOUT THE POLICY DEVELOPED AND IMPLEMENTED BY THE COMPANY ON CORPORATE SOCIAL RESPONSIBILITY INITIATIVES TAKEN DURING THE YEAR

During the year under review, your Company has incurred losses. Therefore, it has not taken any initiative under Corporate Social Responsibility in the reported period.

26. PARTICULARS OF EMPLOYEES PURSUANT TO RULE 5(2) OF COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) RULES, 2014

None of the employees of the company has received remuneration in excess of the limits prescribed in Rule 5(2) of Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

27. COMPOSITION OF CORPORATE SOCIAL RESPONSIBILITY COMMITTEE

The Board of Directors of your Company in its 92nd Board Meeting held on 28th January, 2014 has constituted 'CORPORATE SOCIAL RESPONSIBILITY AND SUSTAINABILITY COMMITTEE' consisting of the following:

- | | | | |
|----|------------------------------|---|----------|
| 1. | Independent Director | : | Chairman |
| 2. | Chairman & Managing Director | : | Member |
| 3. | Director (O&M) | : | Member |

28. DISCLOSURE OF CONTENT OF CORPORATE SOCIAL RESPONSIBILITY POLICY

The Board of Directors of your Company in its 70th Board Meeting held on 14th December, 2010 has approved the Corporate Social Responsibility Policy of your Company. However considering the Changes took place after enactment of Companies Act, 2013 and issuance of Guidelines on Corporate Social Responsibility and Sustainability for CPSEs w.e.f. 01.04.2014, the policy is under review and being updated.

Following is the possible areas of activities under CSR (The list is indicative and not exhaustive):

- Establishment Community Radio Station
- Imparting Vocational and Specialized Training
- Evolving of safety standard for RF, exposure/impact on human beings.
- Use of non conventional energy sources.
- Green Buildings for broadcasting setups.
- Solar Lighting System.
- Relief to victims of Natural Calamities like earth-quake, cyclone, drought & flood situation in any part of the country.
- Promotions of Art & Culture.
- Promotions of Sports and Games.
- Disaster Management Activities including those related to amelioration/ mitigations.
- Activities relating to the preservation of the Environment / Ecology and to Sustainable Development.
- Scholarship to meritorious students belongs to SC, ST, OBC and disabled categories.
- Nature education workshop's in the vicinity of natural world heritage sites of India.
- Any other activity deemed necessary.



29. COMPOSITION OF AUDIT COMMITTEE

The Board of Directors of your Company in its 77th Board Meeting held on 4th June, 2012 has constituted 'AUDIT COMMITTEE' consisting of the following:

- | | | |
|----|------------------------------|------------|
| 1. | Independent Director | - Chairman |
| 2. | Chairman & Managing Director | - Member |
| 3. | Director (O&M) | - Member |

30. VIGIL MECHANISM

With a view to establish mechanism for employees to report to the management concerns about unethical behavior, actual or suspected fraud, or violation of the Company's General guidelines on conduct or ethics policy, the Board of Directors of your Company in its 92nd Board Meeting held on 28th January, 2014 approved Whistle Blower Policy of the Company.

This mechanism also provides for adequate safeguards against victimization of employees who avail of the mechanism and also provide for direct access to the Chairman of the Audit Committee in exceptional cases.

31. VIGILANCE ACTIVITIES

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.

32. POLICY ON REMUNERATION OF SENIOR MANAGEMENT AND OTHER EMPLOYEES

Your Company has Personnel Manual duly approved by the Board of Directors of the Company which is applicable on the regular employees of your Company.

33. ACKNOWLEDGEMENTS

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/-
(George Kuruvilla)
Chairman & Managing Director
DIN : 06829122

Place: Noida

Date : 15.12.2016



ANNEXURE-I TO THE DIRECTORS REPORT

REPORT ON CORPORATE GOVERNANCE

1. A BRIEF STATEMENT ON COMPANY’S PHILOSOPHY ON GUIDELINES ON CORPORATE GOVERNANCE

The Company’s philosophy on Corporate Governance encompasses a set of practices to ensure that the Company’s affairs are being managed in a manner which ensures accountability, transparency and fairness in all operation of the Company. The Company recognizes the significance of Corporate Governance and therefore it is committed to follow the Corporate Governance norms as well as the best practices of transparency by providing disclosures to all its stakeholders. The Company has been continuously endeavoring to enhance the level of Corporate Governance in its day to day operations and considers its inherent responsibility to disclose timely and accurate information regarding our financials and performance as well as the leadership and governance of the Company.

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.

As on 31st March, 2016 following was the composition and category of Directors in the Company:

- One Chairman & Managing Director,
- Two Government Nominee Directors

As per DPE Guidelines for CPSEs, at least one-third of the Board Members should be Independent Directors. The Directors are appointed by the Government of India. The Company has pursued and requested to Ministry 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 details 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 (upto 27.08.2015)	Chairman & Managing Director	2	NA
Shri George Kuruvilla	Chairman & Managing Director	5	Yes
R. R. Prasad (upto 24.04.2015)	Independent Director	1	NA
Shri Puneet Kansal (upto 22.02.2016)	Director (Govt. Nominee)	4	Yes
Shri V. K. Choubey	Director (Govt. Nominee)	5	Yes
Shri Mihir Kumar Singh	Director (Govt. Nominee)	1	NA

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

There were 5 Board Meetings during the Financial Year 2015-16. The details of the Board Meetings are as hereunder:

S. No.	Date of Meeting	Place	Board Strength	No. of Directors present
1.	23rd April, 2015	New Delhi	5	5
2.	18th August, 2015	New Delhi	4	4
3.	23rd September, 2015	New Delhi	3	3
4.	30th December, 2015	New Delhi	3	3
5.	29th March, 2016	New Delhi	3	3

iv. Appointment of new Director :

During the Financial Year 2015-16, Shri George Kuruvilla has been appointed as Chairman and Managing Director in place of Shri K. Subramanian and Shri Mihir Kumar Singh has been appointed as Govt. Nominee Director in place of Shri Puneet Kansal.

Shri George Kuruvilla and Shri Mihir Kumar Singh do not hold Directorship in any Company except BECIL.



3. AUDIT COMMITTEE:

i. Brief description of terms of reference

During the year under review, after the expiry of the tenure of appointment of Shri R. R. Prasad as Independent Director of the Company on 24th April, 2015, the post of Independent Directors is vacant which has not been filled up yet. Therefore, the composition of Audit Committee was not in accordance with the guidelines issued by Department of Public Enterprises.

ii. Composition, name of Members and Chairperson

The Board of Directors of in its 77th Board Meeting held on 4th June, 2012 has constituted 'AUDIT COMMITTEE' consisting of the following:

1. Independent Director - Chairman
2. Chairman & Managing Director- Member
3. Director (O&M) – Member

iii. Meetings and attendance during the year

Detail of meeting of Audit Committee during the financial year 2015-16 and attendance therein are as under:

S. No.	Date of Meeting	Name of the members	Category	Attendance
1.	10th April, 2015	Shri R. R. Prasad	Chairman	Present
		Shri K. Subramanian	Member	Present
		Shri George Kuruvilla	Member	Present

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. However, during the year under review, there was no Independent Director in the company; therefore the composition of Remuneration Committee was not in accordance with the Guidelines of Department of Public Enterprises.

ii. Composition, name of members and Chairperson

The Board of Directors in its 86th Board Meeting held on 25th February, 2013 has constituted Remuneration Committee consisting of following :-

1. Independent Director - Chairman
2. Nominee Director - Member
3. Nominee Director - Member

iii. Meetings and attendance during the year

During the year under review, the meeting of Remuneration Committee was not held.

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 Independent 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 2015-16 was Rs.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. None of the Directors are 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.



The details of remuneration paid to the Whole-Time Functional Directors during the financial year 2015-16 are as under:

(Amount in Rs.)

S. No.	Name of Director	Gross Salary	Other Benefits	Performance Related Pay	Stock Option	Total
1.	Shri K. Subramanian	998,884	-	-	-	998,884
2.	Shri George Kuruvilla	2,696,493	-	-	-	2,696,493

During the Financial Year 2015-16 a sum of Rs. 16,000/- 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
18th	2012-13	24.09.2013	1030 Hrs.	56-A/17, Block C, Sector 62, NOIDA-201 307, (UP)
19th	2013-14	04.07.2014	1000 Hrs.	56-A/17, Block C, Sector 62, NOIDA-201 307, (UP)
20th	2014-15	29.09.2015	1530 Hrs.	56-A/17, Block C, Sector 62, NOIDA-201 307, (UP)

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

Special Resolution for amendment of Object Clause of Memorandum of Association was passed in the 20th Annual general Meeting held on 29.09.2015.

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 2015-16 are given in Point no. 28 of the Notes on Financial Statement of the Company for the year ended 31st March, 2016. 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 2015-16 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.**

S. No.	Particulars	2015-16 (Rs. In Lacs)	2014-15 (Rs. In Lacs)	2015-16 (%) (As percentage of total expenditure)	2014-15 (%) (As percentage of total expenditure)
1.	Total Expenses	4114.56	9029.37	-	-
2.	Administrative and Office Exp.	1108.83	873.90	26.95	9.67
3.	Finance Cost	440.89	1046.89	10.72	11.59



Reason for increase of Administrative and Office Expenses:

During the year under review, the Administrative and Office Expenses has increased due to legal and travelling expenses. Legal expenses were incurred during the settlement of the CTI cases in the High Court. Travelling expenses were incurred during the execution of the projects and various business activities as the work orders of more than Rs. 40 Crores were in hand during the last three quarters.

Reason for increase of Finance Cost:

During the year under review, the finance cost has declined by 0.87%.

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/EOIs, 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.

Sd/-

(George Kuruvilla)

Chairman & Managing Director

DIN: 06829122

Place: Noida

Date: 15.12.2016



ANNEXURE - II TO THE DIRECTORS REPORT

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

Rapid advances in technology in the field of electronics and allied sciences are acting as a driving force for change in Media and Entertainment industry all over the world. These advances are not only creating opportunities for the industry but are also posing challenges for it, as has been evident from the focus at the various events that have been taking place in the area of media and entertainment industry. One of the major challenges before the industry has been the continuing blending of IT and internet technologies with media technologies. Besides the challenge of such a blending, another challenge has been the emphasis on enhancing the quality of content throughout the entire content workflow. It has, however, been a matter of great satisfaction that industry has been able to meet the challenges and grow at a steady rate in various areas whose relative importance in terms of commercial interests of business may have been changing over the years. The consultancy and knowledge based organizations have, therefore, to keep abreast with the technological developments and the changing needs of industry and gear themselves suitably to take maximum advantage of the growth of the industry.

1. GLOBAL SCENARIO

Adoption of HD/UHD, OTT video services, advanced transcoding, digitization of workflow and adoption of IP for production are the major trends that are shaping the broadcast industry worldwide. Annual BBS Broadcast Industry Global Trend Index 2014 is fairly indicative of the relative commercially important industry trends. According to its findings, Multi-Platform Content Delivery (MPCD) is considered by the respondents to be the industry trend that they consider most important commercially to their business over the next ten years. The other areas which have been ranking quite high since 2009 have been file-based/tapeless workflows; IP networking and content delivery; and transition to 'HD TV operations' even though their relative positions have shifted dramatically from year to year. For example, 'HD TV operations' was ranked as # 1 in 2009, but it has come down to #5 in 2014. Similarly MPCD was ranked #4 in 2009 but it has risen to # 1 in 2014. According to recent index, the 13 areas in order of their ranking are as follows:

- Multi-platform content delivery
- IP networking & content delivery
- File based/ tapeless workflows/
- 4K/UHD
- Cloud computing
- Transition to HD TV operations
- Improvements in compression efficiency
- Video-on-demand
- Move to automated workflows
- Targeted advertising
- Remote production
- Centralized operations
- Analog switch off

2. INDIAN SCENARIO

The Media and Entertainment Industry is a key growth driver for the Indian economy. According to the FICCI-KPMG Report 2016, the sector witnessed 12.8% growth in 2015 growing from INR 1,026 billion in 2014 to INR 1,157 billion in 2015. The industry is expected to grow to INR 2,260 billion by 2020 at a CAGR of 14.3% during 2015-2020, which is more than double the rate of growth of global M&E Industry..

As far as broadcasting is concerned, digitization of Cable TV networks has remained an important area with the government. On the radio side, Projections with reference to the radio industry are driven by the implementation of Phase 3 of licensing. As per the report, the industry grew at 15.3 per cent in 2015, and is projected to grow at over 16 per cent for the next few years. As Phase 3 stations become operational, radio may very well become a 'reach' medium from a 'coverage' medium. However, Phase 3 auctions raise concerns over small cities not being included in the auction amid fears of high reserve prices, and weak market potential. This has affected the interest levels on the second Phase 3 auction.



Television forms the core of the Indian M&E Industry contributing to around 47% of the overall revenue of the industry. Television sector grew from INR 475 billion in 2014 to INR 542 billion in 2015, registering a growth of 14%. The growth was driven by a strong 17% rise in advertising spend. The sector is projected to more than double its revenues to INR 1098 billion by 2020 growing at a CAGR of 15% for 2015-2020. The thrust on the television side has been on satellite broadcasting with increase in the number of satellite channels with their accompanying High Definition studio systems. There has also been a spurt of activity in the area of monitoring of various TV channels and establishments of teleports. Digitization of Cable TV networks and implementation of DAS has been an area of great activity during the year and is going to continue during 2016 with full vigour. FY 2015-16 saw the commencement of digitization of DAS III and IV cities and areas. Digitization is expected to give the consumer better control in terms of the subscription choices. It will also lead to increase in the ARPU and subsequently increase in broadcasters' share of subscription revenues.

Another major milestone for the television industry was the launch of new TV audience measurement system from BARC (Broadcast Audience Research Council) India in April 2015. BARC has started with a sample size of 22,000 homes and will gradually increase it to 50,000 over the next few years further improving the quality of data. With the continuing thrust on digitization, new opportunities are knocking at the door of the industry in terms of development and production of set-top-boxes, and setting up of High Definition Production systems.

3. OPPORTUNITIES FOR BECIL

The growth of the Indian Media and Entertainment industry, as projected by FCCI-KMPG report to grow at a rate that is almost double of its global counterpart, throws open lot of opportunities for BECIL, some of which are as follows:

- Multi channel FM transmitting systems
- Digital radio studios for new FM channels
- Monitoring systems for radio and TV channels
- Satellite TV systems
- High Definition TV production systems
- State level TV channels on the lines of Rajya Sabha and Lok Sabha channels
- CCTV and Surveillance Access systems.
- Cellular Communication Analysis
- Digital Signal Processing
- Digital Archives

In addition to the domestic market, quite sizable opportunities exist for BECIL in overseas markets of African countries and that of the Middle East in various areas of radio and television. These opportunities consist of not only executing their projects but also in consultancy services for planning for their networks in the country.

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:

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 endeavours 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 engaged Chartered Accountants Firm to conduct Internal Audit of the Company.

8. DISCUSSION ON FINANCIAL PERFORMANCE WITH RESPECT TO OPERATIONAL PERFORMANCE

During the Financial Years 2013-14 and 2014-15, there were major changes in the top management. Out of the six officers [4 General Managers (GM), Director (O&M) and CMD], the then Director (O&M) superannuated in January 2014 and one of the GM joined as Director, two GM superannuated in the month Oct/Nov 2014. Further the then CMD resigned pre-maturely in December 2013 with a request to be relieved in March 2014, however he was relieved only in August 2015. As a result, no major business decisions/strategic partnerships were undertaken for procurement of orders having high value during the Financial Year 2014-15 which reduced the order book of your Company during the Financial Year 2014-15. Consequently, the total business of your company was reduced by approximately 50% at Rs. 5859.46 Lacs for the reported year as compared to Rs. 12752.63 Lacs for the year ended March 31, 2015 and Net Loss of Rs. 622.14 Lacs for the reported year as compared to Net Loss of Rs. 138.79 Lacs in the previous year March 31, 2015.

After Director (O&M), took additional charge of Chairman & Managing Director in September, 2015, the management of your Company has taken remedial action for growth of the Company and accordingly changed its object clause to explore its business opportunities in the several new areas. Thereafter your Company entered into strategic partnerships and won major Projects/tenders through competitive bidding in the field of CCTV & surveillance and opened its account in the Railways, Food corporation of India etc., besides orders in EMMC, IT, Common Infrastructure of FM phase III etc and recorded major orders in hand amounting to Rs. 213.08 Crores for execution in the upcoming year for which it is committed to execute effectively, that will enable it to reinstate its momentum of growth

9. CORPORATE SOCIAL RESPONSIBILITY AND SUSTAINABILITY DEVELOPMENT

During the year under review, the Company has incurred losses, hence it has not spent any amount under Corporate Social Responsibility.

Sd/-

(George Kuruvilla)

Chairman & Managing Director

DIN: 06829122

Place: Noida

Date: 15.12.2016

ANNEXURE -III TO THE DIRECTORS REPORT

CERTIFICATE ON CORPORATE GOVERNANCE

TO

The Members

Broadcast Engineering Consultants India Limited

CIN: U32301UP1995GOI017744

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

NOIDA, UTTAR PRADESH - 201 307

We have examined the compliance of provisions of Corporate Governance by Broadcast Engineering Consultants India Limited for the financial year ended on 31st March, 2016 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 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 no independent director in the Board.
2. The Board of Directors does not have an Audit Committee.
3. We have not found any formal statement of Board Charter which clearly defines the roles and responsibilities of the Board and individual Directors under Guideline No. 3.5
4. We have not found any formal documents which clearly defines the Roles and Responsibilities of the Senior Management.
5. We have not found any Risk Management Policy formally adopted by the Board and a system for the integration and alignment of the risk management system with the corporate and operational objectives as a normal business practice under Guideline No. 3.6.
6. Company does not have any practice to provide training to the newly inducted Directors under Guideline No. 3.7
7. We have not found any Policy and Procedure regarding the following:
 - (i) Staff Responsibilities in relation to fraud Identification and prevention:
 - (ii) Responsibility of Fraud Investigation once a fraud has been identified
 - (iii) Process of reporting on fraud related matters to management.
 - iv) Reporting and recording process to be followed to record the allegation of fraud.
 - v) Requirements of training to be conducted on fraud prevention and identification.

We further state that such compliance is neither an assurance as to the future viability of the Company nor the efficiency and effectiveness with which the management has conducted the affairs of the Company.

Place: Noida

Date: 17.11.2016

For SR & Associates | Company Secretaries

Sd/-
(Ravi Bhushan Kumar)
Partner

Certificate of Practice Number of ICSI : 8627
Membership Number of ICSI : FCS 7731



ANNEXURE –IV TO THE DIRECTORS REPORT

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 2015-16.

I, George Kuruvilla, 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 2015-16.

Place: Noida

Date: 15.12.2016

Sd/-
(George Kuruvilla)
Chairman & Managing Director
DIN: 06829122



ANNEXURE - V TO THE DIRECTORS REPORT

FORM NO. MGT 9
EXTRACT OF ANNUAL RETURN
As on financial year ended on 31.03.2016

Pursuant to Section 92 (3) of the Companies Act, 2013 and rule 12 (1) of the Company (Management & Administration) Rules, 2014.

I. REGISTRATION & OTHER DETAILS:

1.	CIN	U32301UP1995GOI017744
2.	Registration Date	24th March, 1995
3.	Name of the Company	BROADCAST ENGINEERING CONSULTANTS INDIA LTD.
4.	Category/Sub-category of the Company	GOVERNMENT COMPANY
5.	Address of the Registered office & contact details	C-56, A/17, SECTOR-62, NOIDA-201 307, UP
6.	Whether listed company	NO
7.	Name, Address & contact details of the Registrar & Transfer Agent, if any.	NA

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

(All the business activities contributing 10 % or more of the total turnover of the company shall be stated)

S.No.	Name and Description of main products/services	NIC Code of the roduct/service	% to total turnover of the company
1.	TELECOMMUNICATION, BROADCASTING AND INFORMATION SUPPLY SERVICES	9984	100%

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES -

S.No.	Name and Description of main products/services	NIC Code of the product/service	% to total turnover of the company
1.	TELECOMMUNICATION, BROADCASTING AND INFORMATION SUPPLY SERVICES	9984	100%



VI. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)
A. Category-wise Share Holding

Category of Shareholders	No. of Shares held at the beginning of the year [As on 31-March-2015]				No. of Shares held at the end of the year [As on 31-March-2016]				% Change during the year
	De mat	Physical	Total	% of Total Shares	De mat	Physical	Total	% of Total Shares	
A. Promoter s									
(1) Indian									
a) Individual/HUF	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
b) Central Govt	Nil	1,36,500	1,36,500	100%	Nil	1,36,500	1,36,500	100%	0%
c) State Govt(s)	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
d) Bodies Corp.	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
e) Banks / FI	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
f) Any other	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
Total shareholding of Promoter (A)	Nil	1,36,500	1,36,500	100%	Nil	1,36,500	1,36,500	100%	Nil
B. Public Shareholding									
1. Institutions									
a) Mutual Funds	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
b) Banks / FI	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
c) Central Govt	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
d) State Govt(s)	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
e) Venture Capital Funds	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
f) Insurance Companies	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
g) FIs	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
h) Foreign Venture Capital Funds	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
i) Others (specify)	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
Sub-total (B)(1):-	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
2. Non-Institutions	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
a) Bodies Corp.	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
i) Indian	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
ii) Overseas	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
b) Individuals	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil



i) Individual shareholders holding nominal share capital upto Rs. 1 lakh	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
c) Others (specify)	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
Non Resident Indians	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
Overseas Corporate Bodies	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
Foreign Nationals	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
Clearing Members	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
Trusts	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
Foreign Bodies - D R	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
Sub-total (B)(2):-	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
Total Public Shareholding (B)=(B)(1)+(B)(2)	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
C. Shares held by Custodian for GDRs & ADRs	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
Grand Total (A+B+C)	Nil	1,36,500	1,36,500	100%	Nil	1,36,500	1,36,500	100%	Nil

B) Shareholding of Promoter-

Sl. No.	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% Change in Shareholding During the year
		No. of % Shares	% of total Shares of the company	% of Shares Pledged/ encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged/ encumbered to total shares	
1	The President of India	1,36,500	100%	0%	1,36,500	100%	0%	0%



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

Sl. No.	Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1.	At the beginning of the year	1,36,500	100%	1,36,500	100%
2.	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase/ decrease (e.g. allotment /transfer / bonus/ sweat equity etc.):	Nil	Nil	Nil	Nil
3.	At the end of the year	1,36,500	100%	1,36,500	100%

**D) Shareholding Pattern of top ten Shareholders:
(Other than Directors, Promoters and Holders of GDRs and ADRs):**

Sl. No.	For Each of the Top 10 Shareholders	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1	At the beginning of the year	Nil	Nil	Nil	Nil
2	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase/ decrease (e.g. allotment /transfer / bonus/ sweat equity etc.):	Nil	Nil	Nil	Nil
3	At the end of the year	Nil	Nil	Nil	Nil

E) Shareholding of Directors and Key Managerial Personnel:

Sl. No.	Shareholding of each Directors and each Key Managerial Personnel	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1	At the beginning of the year	Nil	Nil	Nil	Nil
2	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase/ decrease (e.g. allotment /transfer / bonus/ sweat equity etc.):	Nil	Nil	Nil	Nil
3	At the end of the year	Nil	Nil	Nil	Nil

V) INDEBTEDNESS - Indebtedness of the Company including interest outstanding/accrued but not due for payment.

	Secured Loans excluding deposit (Working capital limit)	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount	26,19,83,969	Nil	Nil	26,19,83,369
ii) Interest due but not paid	Nil	Nil	Nil	Nil
iii) Interest accrued but not due	Nil	Nil	Nil	Nil
Total (i+ii+iii)	26,19,83,969	Nil	Nil	26,19,83,969
Change in Indebtedness during the financial year				
* Addition	Nil	Nil	Nil	Nil
* Reduction- Principle amount	26,19,83,969	Nil	Nil	26,19,83,969
* Reduction - Interest Accrued but not paid	Nil	Nil	Nil	Nil
Net Change	(26,19,83,969)	Nil	Nil	(26,19,83,969)
Indebtedness at the end of the financial year				
i) Principal Amount	Nil	Nil	Nil	Nil
ii) Interest due but not paid	Nil	Nil	Nil	Nil
iii) Interest accrued but not due	Nil	Nil	Nil	Nil
Total (i+ii+iii)	Nil	Nil	Nil	Nil

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL-

A. REMUNERATION TO MANAGING DIRECTOR, WHOLE-TIME DIRECTORS AND/OR MANAGER:

Sl. No.	Particulars of Remuneration	Name of MD/WTD/Manager		Total Amount
		Shri K. Subramanian	Shri George Kuruvilla	
1.	Gross salary			
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	8,72,367	21,37,434	30,09,801
	(b) Value of perquisites u/s 17 (2) Income-tax Act, 1961	Nil	Nil	Nil
	(c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961	Nil	Nil	Nil



2.	Stock Option	Nil	Nil	Nil
3.	Sweat Equity	Nil	Nil	Nil
4.	Commission	Nil	Nil	Nil
	- as % of profit	Nil	Nil	Nil
	- others, specify...	Nil	Nil	Nil
	Medical reimbursement	Nil	Nil	Nil
	Superannuation	Nil	Nil	Nil
5.	Others, please specify			
	Medical Reimbursement	29,595	72,322	1,01,917
	Contribution of EPF	83,301	1,84,707	2,68,008
	EL/Gratuity etc	13,621	3,02,030	3,15,651
	Total (A)	9,98,884	26,96,493	36,95,377
	Ceiling as per the Act	Section 197 does not apply on Government Companies		

B. REMUNERATION TO OTHER DIRECTORS:

Sl. No.	Particulars of Remuneration	Name of Director	Total Amount (Rs.)
		Shri R. R. Prasad	
1.	Independent Directors		
	Fee for attending Board / Committee meetings	16,000	16,000
	Commission	Nil	Nil
	Others, please specify	Nil	Nil
	Total (1)	16,000	16,000
2.	Other Non-Executive Directors	NA	NA
	Fee for attending board committee meetings	NA	NA
	Commission	NA	NA
	Others, please specify	NA	NA
	Total (2)	Nil	Nil
	Total (B)=(1+2)	16,000	16,000
	Total Managerial Remuneration	16,000	16,000
	Overall Ceiling as per the Act	Section 197 does not apply on Government Companies	

C. REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD/MANAGER/WTD

SN	Particulars of Remuneration	Key Managerial Personnel			
		CEO	CS	CFO	Total
1.	Gross salary				
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	NA	NA	NA	NA
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	NA	NA	NA	NA

(c)	Profits in lieu of salary under section 17(3) Income-tax Act, 1961	NA	NA	NA	NA
2	Stock Option	NA	NA	NA	NA
3	Sweat Equity	NA	NA	NA	NA
4	Commission	NA	NA	NA	NA
5	- as % of profit	NA	NA	NA	NA
	others, specify...	NA	NA	NA	NA
	Others, please specify	NA	NA	NA	NA
	Total	NA	NA	NA	NA

VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:

Type	Section of the companies Act	Brief Description	Details of Penalty/ Punishment/ Compounding Fees imposed	Authority [RD/NCLT/ COURT]	Appeal made, if any (give Details)
A. COMPANY					
Penalty	Nil	Nil	Nil	Nil	Nil
Punishment	Nil	Nil	Nil	Nil	Nil
Compounding	Nil	Nil	Nil	Nil	Nil
B. DIRECTORS					
Penalty	Nil	Nil	Nil	Nil	Nil
Punishment	Nil	Nil	Nil	Nil	Nil
Compounding	Nil	Nil	Nil	Nil	Nil
C. OTHER OFFICERS IN DEFAULT					
Penalty	Nil	Nil	Nil	Nil	Nil
Punishment	Nil	Nil	Nil	Nil	Nil
Compounding	Nil	Nil	Nil	Nil	Nil

Sd/-
(George Kuruvilla)
Chairman & Managing Director
DIN: 06829122

Place: NOIDA

Date: 15.12.2016



Mukesh Raj & Co.
Chartered Accountants

C-63, 1st Floor, Preet Vihar, Delhi-92
Tel. : +91-11-22050790, 011-4253170
Website : <http://www.mukeshraj.com>
E-mail : mukesh@mukeshraj.com

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 **31st March 2016**, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the Accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; the selection and application of appropriate accounting policies, making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder. We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditors' judgments, including the assessment of risk of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

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

Opinion

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

Emphasis of Matter

We draw attention of the management of the following observations without qualifying our opinion:



The adjustments required in the accounts not likely to be material in the opinion of management on confirmation and reconciliation of outstanding in respect of trade payables, trade receivables and loans & advances (Refer Note No. 45 to the financial statements).

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditors' Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the "Annexure A", a statement on the matters specified in paragraph 3 and 4 of the Order, to the extent applicable.

As required under sub section (5) of Section 143 of the Act, in case of a Government company, we give in the Annexure C a statement on the matters specified in the directions issued by Office of the Comptroller and Auditor General of India.

2. As required by Section 143(3) of the Act, we report that:
- (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit.
 - (b) In our opinion, proper books of accounts 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 relevant books of account.
 - (d) In our opinion, the aforesaid financial statements comply with Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - (e) With respect to adequacy of the internal financial control over financial reporting and the operating effectiveness of such controls, refer to our report in "Annexure B".
 - (f) The company being a Government Company is exempt from provisions of Section 164(2) of the Act as per notification no. G.S.R. 463(E) dtd, 5th June, 2015, hence no written representation is required to be received from the directors as on 31st March, 2016.
 - (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion to the best of our information and according to explanations given to us:
 - i. The financial statement discloses the impact of pending litigation as referred to in note no. 30.
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses: and
 - iii. There are no amounts required to be transferred to the Investor Education and Protection Fund by the Company.

For **Mukesh Raj & Co.**
Chartered Accountants
(Firm's Reg. No. 016693N)

sd/-
Mukesh Goel
Partner
M. No. 094837

Place : New Delhi
Date : 07 September 2016



ANNEXURE "A" TO THE INDEPENDENT AUDITOR'S REPORT ON FINANCIAL STATEMENTS

(Referred to in paragraph 1 under the heading, "Report on Other Legal and Regulatory Requirements" of our report of even date:

- (i) In respect of the fixed assets:
- (a) The Company has maintaining 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 regular intervals based on the programme of verification which in our opinion is reasonable having regard to the size of company and the nature of its fixed assets. The Fixed assets of the Company are being physically verified by the management once in three years. The physical verification of fixed asset of the Company last done in 30 September, 2014. The physical verification of final Assets of the Company was not carried out doing the year.
- (c) According to the information and explanations given to us, and on the basis of our examination of records of the company, the title deed of immovable properties is held in the name of company.
- (ii) In our opinion, the inventories were physically verified during the year by the Management at reasonable intervals and no material discrepancies were noticed on physical verification.
- (iii) According to the information and explanations given to us, the Company has not granted any loans, secured or unsecured to companies, firms, Limited liability partnerships or other parties covered in the register maintained under section 189 of the Companies Act, 2013, Accordingly, the provisions of clause 3(iii)(a), (b) and (c) of the Order are not applicable to the Company and hence not commented upon.
- (iv) According to the information and explanations given to us, the Company has not granted any loans or provided any guarantees or security or made any investments to the parties covered under Section 185 and Section 186 of the Act.
- (v) In our opinion and according by the information and explanations given to us, the Company did not receive any deposits covered under sections 73 to 76 of the Companies Act and the rules framed there under with regard to deposits accepted from the public during the year.
- (vi) We have been informed by the company that the maintenance of cost record under section 148 (1) of the Act has not been prescribed by the Central Government.
- (vii) In respect of statutory dues:
- (a) According to the information and explanations given to us, the Company is generally regular in depositing with the appropriate authorities undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues applicable to it and there are no undisputed amounts payable in respect of these dues which have remained outstanding as at March 31, 2016 for a period of more than six months from the date they became payable.
- (b) According to the records of the Company, there are no statutory dues related to income-tax, sales tax, service tax, duty of customs, duly of excise, value added tax outstanding which has not bee deposited on account of nay dispute. However according to information and explanations given to us, the following dues of income tax have not been deposited by the Company on account of disputes:

Description	Period which the amount relates (FY)	Forum where the Dispute is Pending	Amount
Income Tax	2003-04	Income tax (Commissioner) of Income Tax)	1,70,060
Income Tax (TDS)	2012-13	Income Tax (A.O.)	21,56,110
Sales Tax	2010-11	DVAT (VATO)	5,53,03,694
Service Tax	2004-05 to 2011-12	Customs, Excise and Service Tax Appellate Tribunal Board	2,34,75,565



- (viii) In our opinion and according to the information and explanations given to us by the management, the Company has not defaulted in repayment of dues to financial institutions or banks, The Company does not have any debenture holders.
- (ix) According to the information and explanations given to us, not term loans have not been raised by the Company. The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) during the year.
- (x) To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company or any fraud on the Company by its officers or employees has been noticed or reported during the year.
- (xi) The Company is a Government Company, therefore provisions of section 197 are not applicable to the Company, and accordingly Clause (xi) of the Order is not applicable to the Company.
- (xii) The Company is not a Nidhi Company and accordingly, Clause (xii) of the Order is not applicable to the Company.
- (xiii) According to the Information and explanation given to us, there are not transactions with the related parties covered under section 188 of Companies Act, 2013. Accordingly, the provisions of clause 3(xiii) of the Order are not applicable to the Company and hence not commented upon.
- (xiv) According to the information and explanations given to us, during the year the Company has not made any preferential allotment or private placement of shares of fully or partly convertible debentures and hence reporting under clause (xiv) of Paragraph 3 of the Order is not applicable to the Company.
- (xv) According to the information and explanations given to us and based on our examination of the records, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, Clause (xv) of the order is not applicable.
- (xvi) In our opinion and according to information and explanations provided to us, the Company is not required to be registered under Section 45-1A of the Reserve Bank of India Act, 1934. Accordingly, the provisions of clause 3 (xvi) of the Order are not applicable to the Company.

Place : New Delhi
Date : 07 September 2016

For **Mukesh Raj & Co.**
Chartered Accountants
Firm's Reg. No. 016693N

sd/-
Mukesh Goel
Partner
M. No. 094837



ANNEXURE "B" TO THE INDEPENDENT AUDITOR'S REPORT ON FINANCIAL STATEMENTS

Report on the Internal Financial Controls

Under Clause (i) of sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls over financial reporting of Broadcast Engineering Consultants India Limited ("the Company") as of 31st March, 2016 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the guidance Note on Audit of Internal Financial Controls over financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to the Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

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

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

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

Meaning of Internal Financial Controls over Financial Reporting

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



Inherent Limitations of Internal Financial Controls over Financial Reporting

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

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March, 2016, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

Place : New Delhi
Date : 07 September 2016

For **Mukesh Raj & Co.**
Chartered Accountants
Firm's Reg. No. 016693N

sd/-
Mukesh Goel
Partner
M. No. 094837



ANNEXURE "C" TO THE INDEPENDENT AUDITOR'S REPORT

Directions under Section 143(5) of the Companies Act, 2013

On the Accounts of The Broadcast Engineering Consultants India Limited for the year 2015-16

Sl. No.	Directions	Auditors's comments including Action taken wherever required to be taken	Impact on the Accounts and financial statements
1.	Whether the Company has clear title/ lease deeds for freehold and leasehold land respectively? If not please state, the area of freehold and leasehold land for which title/lease deeds are not available.	As per information given to us, the Company has clear title deeds for leasehold land. As explained, the only leasehold land is the land on which Broadcast Engineering Consultants India Limited of Noida has been constructed.	No Impact
2.	Whether there are any cases of waiver/ write off debts/loans/interest, etc? If yes, the reasons therefore and amount involved.	As per information given to us, there are no cases of waiver/write off debts/loans/interest, etc during the year.	No impact
3.	Whether proper records are maintained for inventories lying with third parties and assets received as gift/grant(s) from the Government or other authorities?	As explained to us, there are no inventories lying with third parties, except at project sites for which proper records have been maintained. Further, there is no gift received from Govt. or other authorities.	No Impact

For **Mukesh Raj & Co.**
Chartered Accountants
Firm's Reg. No. 016693N

sd/-
Mukesh Goel
Partner
M. No. 094837

Place : New Delhi
Date : 07 September 2016



ANNUAL ACCOUNTS

1st April, 2015 - 31st March, 2016



BALANCE SHEET AS AT 31st MARCH, 2016

PARTICULARS	Note No.	Figure for the reporting period Amount (In Rs.)	Figure for the Previous year Amount(In Rs.)
EQUITY AND LIABILITIES			
Shareholder's Funds			
Share Capital	3	136,50,000	1,36,50,000
Reserves & Surplus	4	14,01,37,280	20,23,51,021
		15,37,87,280	21,60,01,021
Non-current Liabilities			
Other Long Term Liabilities	5	4,06,10,846	3,25,57,032
Long Term Provisions	6	1,48,87,079	1,44,92,895
		5,54,97,925	4,70,49,927
Current Liabilities			
Short Term Borrowings	7	-	26,19,83,969
Trade Payable			
Micro, Small and Medium Enterprises		-	-
Other		35,92,27,787	59,11,46,332
Other Current Liabilities	8	1,04,64,65,284	34,43,82,947
Short Term Provisions	9	6,79,310	14,50,084
		1,40,63,72,381	1,19,89,63,332
TOTAL		<u>1,61,56,57,586</u>	<u>1,46,20,14,280</u>
ASSETS			
Non-current assets			
Fixed Assets	10		
- Tangible Assets		12,87,62,234	12,36,76,918
- Intangible Assets		56,353	76,474
Deferred Tax Assets (Net)	11	7,99,02,869	4,56,03,619
Long term loans and Advance	12	2,68,250	-
		20,89,89,706	16,93,57,011
Current Assets			
Inventories	13	3,90,58,920	4,30,02,056
Trade Receivable	14	83,16,57,433	97,19,16,028
Cash and bank balances	15	40,61,79,830	16,70,67,530
Short Term loans and advances	16	12,01,93,757	10,67,43,145
Other Current Assets	17	95,77,940	39,28,510
		1,40,66,67,880	1,29,26,57,269
TOTAL		<u>1,61,56,57,586</u>	<u>1,46,20,14,280</u>
Significant Accounting Policies	2		
The accompanying notes from 1 to 47 are integral part of the financial statements.			
As per our Report of even date attached			
For Mukesh Raj & Company		Sd/-	
Chartered Accountants		(Awadhesh Pandit)	
FRN. No. 016693N		Asstt General Manager (Finance)/Secretary to the Board	
Sd/-		For and on behalf of Board of the Directors	
(Mukesh Goel)			
Partner			
M.No. 094837			
Place : New Delhi	Sd/-	Sd/-	
Dated : 07.09.2016	(George Kuruvilla)	(Vijay Kumar Choubey)	
	Chairman & Managing Director	Director (Government Nominee)	
	DIN : 06829122	DIN 07189623	



STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31st MARCH 2016

PARTICULARS	Note No.	Figure for the reporting period Amount (In Rs.)	Figure for the Previous year Amount(In Rs.)
REVENUE			
Revenue from Operations	18	29,26,78,625	78,71,01,771
Other Income	19	2,15,47,568	8,86,39,655
Total Revenue		<u>31,42,26,193</u>	<u>87,57,41,426</u>
EXPENDITURE			
Cost of Material Consumed	20	14,92,15,046	57,35,61,115
Job Work & Related Cost	21	7,86,38,371	10,59,42,230
Employee Benefits Expenses	22	5,84,91,512	5,16,14,342
Finance Cost	23	4,40,89,027	10,46,89,052
Operation Expenses	24	5,23,91,228	3,57,75,566
Depreciation & Amortisation Expenses	25	1,91,22,835	2,38,38,493
Other Expenses	26	95,08,353	75,16,584
Total Expenditure		<u>41,14,56,372</u>	<u>90,29,37,382</u>
PROFIT/(LOSS) BEFORE EXCEPTIONAL ITEMS		(9,72,30,179)	(2,71,95,956)
Exceptional Items (Prior Period adjustments)	27	(7,17,188)	(14,77,483)
PROFIT/(LOSS) BEFORE TAX		<u>(9,65,12,991)</u>	<u>(2,57,18,473)</u>
Tax Expense			
Minimum Alternate Tax			-
Minimum Alternate Tax - Credit Entitlement			-
Deferred Tax (credit)/charge		(3,42,99,250)	(1,18,40,450)
		<u>(3,42,99,250)</u>	<u>(1,18,40,450)</u>
(LOSS) FOR THE YEAR		<u>(6,22,13,741)</u>	<u>(1,38,78,023)</u>
Earning / (Loss) per share - Basic & Diluted (Rs.)		(456)	(102)
Significant Accounting Policies	2		
The accompanying notes from 1 to 47 are integral part of the financial statements			
As per our Report of even date attached			
For Mukesh Raj & Company Chartered Accountants FRN. No. 016693N		Sd/- (Awadhesh Pandit) Asstt General Manager (Finance)/Secretary to the Board	
Sd/- (Mukesh Goel) Partner M.No. 094837		For and on behalf of Board of the Directors	
Place : New Delhi Dated : 07.09.2016	Sd/- (George Kuruvilla) Chairman & Managing Director DIN : 06829122	Sd/- (Vijay Kumar Choubey) Director (Government Nominee) DIN 07189623	

CASH FLOW STATEMENT FOR THE YEAR ENDING 31st MARCH, 2016

PARTICULARS	Figure for the reporting period Amount (In Rs.)	Figure for the Previous year Amount(In Rs.)
1 CASH FROM OPERATING ACTIVITIES		
Net Profit(Loss) before Tax	(9,65,12,991)	(2,57,18,472)
Adjustments for		
Depreciation and amortization	1,91,22,835	2,38,38,493
Interest on Overdraft	3,87,83,678	3,91,14,452
Interest on tower rental	-	5,25,97,192
CSR expense	-	(1,49,958)
(Profit)/Loss on Sale of Fixed Assets	(32,416)	-
Allowance for Doubtful Receivables & Advances	-	5,31,536
Interest Income	(1,72,29,787)	(7,60,52,035)
Operating profit before working capital changes	(5,58,68,681)	1,41,61,208
Adjustment for Changes in working capital		
(Increase)/Decrease in Inventories	39,43,136	(2,84,28,843)
(Increase)/Decrease in Trade Receivable and other assets	13,46,09,165	(19,80,09,089)
(Increase)/Decrease in Loans & Advances	(26,56,416)	77,72,024
Increase/(Decrease) in Trade payables and other Liabilities	47,86,70,485	8,85,33,368
Increase/(Decrease) in provisions	(3,76,590)	(12,40,426)
Cash Generated/(used) from/in Operating activities	55,83,21,099	(11,72,11,758)
Less : Taxes Paid	(71,17,033)	(66,89,611)
Net Cash Flow from Operating Activities	55,12,04,066	(12,39,01,369)
2 CASH FLOW INVESTING ACTIVITIES		
Interest received	1,35,52,624	8,11,58,701
Purchase of Fixed Assets	(2,49,21,187)	(18,59,306)
Investment in fixed deposits	(21,03,64,908)	22,36,219
Sale of Fixed Assets	44,444	-
Net Cash Used in Investing Activities	(22,16,89,027)	8,15,35,614
3 CASH FROM FINANCIAL ACTIVITIES		
Short-term borrowings received/(repaid) (net)	(26,19,83,969)	11,40,53,683
Interest paid	(3,87,83,678)	(4,39,10,533)
Net Cash for Financial Activities	(30,07,67,647)	7,01,43,150
Net Changes in Cash and Cash Equivalent	2,87,47,392	2,77,77,395
Add : Opening Cash and Cash Equivalent	3,52,63,175	74,85,780
Closing Cash and Cash Equivalent	6,40,10,567	3,52,63,175
Components of cash and equivalent as at the end of the Year (refer note 15)		
Cash on Hand	2,59,383	2,302
Cash on Hand (Foreign Currency)	4,12,746	2,09,127
In Current Account	6,33,38,438	3,50,51,746
	6,40,10,567	3,52,63,175

Note :

The above Cash Flow Statements has been prepared under the Indirect Method as per Accounting Standard-3 on Cash Flow Statement issued by the Institute of Chartered Accounts of India.

As per our Report of even date attached

For Mukesh Raj & Company
Chartered Accountants
FRN. No. 016693N

Sd/-
(Mukesh Goel)
Partner
M.No. 094837

Place : New Delhi
Dated : 07.09.2016

Sd/-
(Awadhesh Pandit)

Asstt General Manager (Finance)/Secretary to the Board

For and on behalf of Board of the Directors

Sd/-
(George Kuruvilla)
Chairman & Managing Director
DIN : 06829122

Sd/-
(Vijay Kumar Choubey)
Director (Government Nominee)
DIN 07189623



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, 2013. 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, 2014 and the relevant provisions of the Companies Act, 2013. 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.

2.2. Revenue/Expenditure Recognition

a) Sale of goods

Revenue from sale of goods is recognised when all the significant risks and rewards of ownership of the goods have been passed to the buyer, usually on delivery of the goods. The company collects sale taxes and value added taxes (VAT) on behalf of the government and, therefore, these are not economic benefits flowing to the company. Hence, they are excluded from revenue.

b) Consultancy Income

- 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 such estimates of progress of completion are available with reasonable accuracy.
- iii) The income from deposit work projects are recognised net of expenditure incurred on the project, as these costs are incurred on behalf of client which is reimbursed by the client. The income on these contracts are recognised on the basis of percentage of completion method. However, no revenue is recognised where the work performed is less than the 25% of total value of contract.

c) Income from maintenance of Towers for MI&B

Revenues from maintenance contracts are recognised pro-rata over the period of the contract as and when services are rendered. The company collects service tax on behalf of the government and, therefore, it is not an economic benefit flowing to the company, Hence, it is excluded from revenue.

d) Income from contracts

- 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.

2.3 Valuation of Inventories

- i) Jobwork stock comprising of raw material and spares is valued at cost or net realizable value whichever is lower. cost of raw materials and spares is determined on FIFO basis.
- ii) 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 .
 - iii) Stock-in-transit is recognized for goods shipped up to year end.

NOTES ON FINANCIAL STATEMENTS

2.4 Fixed Assets

a) Tangible Assets

- i) Fixed Assets owned by the Company are stated at cost of acquisition less Accumulated Depreciation and impairment losses. All costs relating to the acquisition and installation incurred to bring the Fixed Assets into a condition of use are capitalized.
- ii) Depreciation on tangible fixed assets has been provided pro rata for the period of use by the written down value method, over the useful lives prescribed in Schedule II to the Companies Act, 2013.
- 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 Rs. 5,000/- are fully depreciated during the year they are put to use.
- v) Cost of leasehold land is amortized over the period of lease of 90 Years.

b) Intangible Assets

- i) Intangible assets required separately are measured on initial recognition at cost, Following initial recognition at cost. Following initial recognition, intangible assets are carried at cost less accumulated amortization and accumulated impairment losses, if any.

Intangible assets are amortized on a straight line basis over the estimated useful economic life. The company uses a returnable presumption that the useful life of an intangible asset will not exceed ten years from the date when the asset is available for use. All intangible assets are assessed for impairment whenever there is an indication that the intangible asset may be impaired.

2.5 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.

2.6 Allowance for Debts

- i) The value of Trade Receivables on realization in the ordinary course of business will not be less than the value at which these are stated in the Balance Sheet.
- ii) Outstanding debtors are periodically reviewed and allowance is made when a debt becomes doubtful of recovery and full allowance is made on case to case basis outstanding for over 5 years.

2.7 Allowance for doubtful loans & advances

- i) The value of Loans and advances on realization in the ordinary course of business will not be less than the value at which these are stated in the Balance Sheet.
- ii) Loans & advances are periodically reviewed and allowance is made when it becomes doubtful of recovery and full allowance is made on case to case basis outstanding for over 5 years.

2.8 Cash and cash Equivalents

Cash comprises cash on hand and demand deposits with banks. Cash equivalents are short term balances with an original maturity of twelve months or less from the date of acquisitions which are readily convertible into known amounts of cash and be subject to an insignificant risk of change in value.

2.9 Cash Flow Statement

Cash flow statement is made using the indirect method, whereby profit before tax is adjusted for the effects of transactions of a non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, financing and investing activities of the Company are segregated.

2.10 Employee Benefits

- i) Provident fund and Employee's 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



NOTES ON FINANCIAL STATEMENTS

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) Medical Rembursement Rules

For Regular Employee :

- a) All regular employees including officers on deputation shall be covered under medical insurance scheme. As in-patient in an approved hospital all the expenses under medical insurance cover shall be paid by the insurance company and expense if any beyond the insurance cover shall be paid directly by BECIL to the hospital.
- b) Out door treatment for self and family members shall be reimbursed limited to one month basic pay in a financial year. Employees will be entitled to rembursement of vaccination charges in full and expenses incurred on vaccination shall not be included in the limit of one month pay prescribed for reimbursment of medical treatment charges.
- c) employees who have completed 40 year of age and above are permitted to undergo medical health check up.

For Retired Employees:

- a) For OPD treatment of the persons retired on superannuation from BECIL, the Company shall meet the expenditure from the internal resources but the maximum annual entitlement for executives and non-executives shall be limited upto Rs 36000/- and Rs 18000/- respectively subject to production of medical bills.
- b) For taking care of emergency medical needs of such retired officials and their entitled Family members, BECIL shall cover them under Medclaim Health Care Scheme through Insurance company by paying insurance premium annually and the maximum coverage shall be Rs 5 Lakhs for Executive and Rs 2.5 Lakhs for Non-executives respectively.

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. No PRP provision made as the company is under loss.

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

2.12 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.

2.13 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 and to the extent there is convincing evidence that the Company will pay normal income tax during the specified period. In the year in which the MAT credit becomes eligible to be recognised as an asset in accordance with the 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 carryig 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	Figure for the reporting period Amount (In Rs.)	Figure for the previous period Amount (In Rs.)
Authorised 2,50,000 Equity Shares of Rs. 100/- each (March 31, 2016 : 2,50,000 Equity Shares of Rs. 100/- each)	2,50,00,000	2,50,00,000
Issued, Subscribed & Paid up 1,36,500 Equity Shares of Rs. 100/- each fully paid up (March 31, 2016 : 1,36,500 Equity Shares of ₹ 100/- each)	1,36,50,000	1,36,50,000
TOTAL	1,36,50,000	1,36,50,000

3.1 Reconciliation Number of Shares

Particulars	Figure for the reporting period Amount (In Rs.)	Figure for the Previous period Amount (In Rs.)
Equity Shares		
Opening Balance	1,36,500	1,36,500
	Amount (In Rs.)	1,36,50,000
Changes during the Year	-	-
	Amount (In Rs.)	-
Closing Balance	1,36,500	1,36,500
	Amount (In Rs.)	1,36,50,000

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

Name of the Shareholder	Figure for the reporting period Amount (In Rs.)	Figure for the previous period Amount (In Rs.)
President of India	1,36,50,000	1,36,50,000
- % of holding	100%	100%

3.3 Terms/rights attached to equity shares

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

In the event of liquidation of the company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by shareholders.

NOTES ON FINANCIAL STATEMENTS

4. Reserves & Surplus

Particulars	Figure for the reporting period Amount (In Rs.)	Figure for the previous period Amount (In Rs.)
a) General Reserve		
As per Last Balance Sheet	4,18,93,678	4,18,93,678
Add : Transfer from P&L A/c	-	-
	<u>4,18,93,678</u>	<u>4,18,93,678</u>
b) Corporate Social Responsibility		
As per Last Balance Sheet	-	1,49,958
Add : Transfer from P&L A/c	-	(1,49,958)
	<u>-</u>	<u>-</u>
c) Surplus in statement of Profit & Loss		
Opening Balance	16,04,57,343	17,43,35,366
Add: Profit/(Loss)for the year	(6,22,13,741)	(1,38,78,023)
	<u>9,82,43,602</u>	<u>16,04,57,343</u>
TOTAL (a) + (b) + (c)	<u>14,01,37,280</u>	<u>20,23,51,021</u>

5. Other Long Term Liabilities

Particulars	Figure for the reporting period Amount (In Rs.)	Figure for the previous period Amount (In Rs.)
Security Deposit and Retention Money	4,06,10,846	3,25,57,032
	<u>4,06,10,846</u>	<u>3,25,57,032</u>

6. Long Term Provisions

Particulars	Figure for the reporting period Amount (In Rs.)	Figure for the previous period Amount (In Rs.)
Provision for Employees Benefits		
Gratuity	54,27,823	48,04,817
Half Pay Leave	24,07,260	22,63,909
Earned Leave	65,37,458	69,36,981
Leave Travel Concession	5,14,538	4,87,188
	<u>1,48,87,079</u>	<u>1,44,92,895</u>

7. Short Term Borrowings

Particulars	Figure for the reporting period Amount (In Rs.)	Figure for the previous period Amount (In Rs.)
Overdraft from Corporation Bank	-	26,19,83,969
	<u>-</u>	<u>26,19,83,969</u>

Note : Overdraft secured by exclusive charge on the entire current assets of the Company and further secured by Charge on Fixed Assets.

NOTES ON FINANCIAL STATEMENTS

8. Other Current Liabilities

Particulars	Figure for the reporting period Amount (In Rs.)	Figure for the previous period Amount (In Rs.)
Advance from Customers	78,73,86,345	10,78,94,319
Tower Rent payable to MI&B	14,74,69,782	11,94,44,590
Interest on Tower Rent payable to MI&B	4,78,01,111	4,78,01,111
Security Deposit and Retention Money	44,63,871	44,51,189
Earnest Money Deposit from Suppliers	82,38,434	1,36,90,634
TDS Payable	24,21,798	47,30,068
Employee Provident Fund Payable	21,16,324	20,19,453
ESI Payable	1,81,948	99,620
Sales Tax Payable	21,34,143	1,74,52,104
Service Tax Payable	67,07,892	90,77,259
Labour Welfare Cess payable	-	1,47,680
Swachh Bharat Cess payable	3,84,821	-
Amount payable to Outsource Employees for clients	1,49,41,021	68,67,846
Expenses payable	2,15,10,268	95,46,669
Capital Creditors for acquiring assets	7,07,526	11,60,405
	<u>1,04,64,65,284</u>	<u>34,43,82,947</u>

9. Short Term Provisions

Particulars	Figure for the reporting period Amount (In Rs.)	Figure for the previous period Amount (In Rs.)
Provision for employee benefits		
i) Gratuity	1,62,514	3,95,784
ii) Half Pay Leave	1,27,485	2,74,416
iii) Earned Leave	2,77,746	7,29,156
iv) Leave Travel Concession	1,11,565	50,728
	<u>6,79,310</u>	<u>14,50,084</u>

NOTES ON FINANCIAL STATEMENTS

10. FIXED ASSETS
i) For the current year

FIXED ASSETS	GROSS BLOCK			ACCUMULATED DEPRECIATION				NET BLOCK	
	As at 01.04.2015	Additions during the Year	Disposals during the Year	As at 31.03.2016	As at 01.04.2015	Depreciation charge for the Year	On Disposals	As at 31.03.2016	As At 31.03.2015
	₹	₹	₹	₹	₹	₹	₹	₹	₹
TANGIBLE ASSETS									
Leasehold Land	72,56,506	-	-	72,56,506	10,99,904	78,931	-	60,77,671	61,56,602
Buildings	9,98,90,124	-	-	9,98,90,124	1,30,50,064	42,26,097	-	8,26,13,963	8,68,40,060
Plant and Equipment	1,45,20,497	4,25,010	-	1,49,45,507	99,22,666	12,58,484	-	37,64,357	45,97,831
Temporary Structure	5,83,371	-	-	5,83,371	5,83,371	-	-	-	-
Furniture and Fixtures	1,29,29,062	4,33,632	-	1,33,62,694	74,07,823	16,09,775	-	43,45,096	55,21,239
Vehicles	37,54,935	7,92,563	5,33,088	40,14,410	33,25,798	2,51,496	5,21,060	9,58,176	4,29,137
Office equipment	2,31,07,596	1,49,24,864	-	3,80,32,460	1,71,81,101	57,31,032	-	1,51,20,327	59,26,495
Air Conditioners & Refrigerators	1,33,87,732	2,50,345	-	1,36,38,077	67,96,061	19,34,388	-	49,07,628	65,91,671
Computer	1,14,74,775	69,17,007	-	1,83,91,782	1,03,58,870	21,05,918	-	59,26,994	11,15,905
Electronic Data Processing	42,51,979	4,15,393	-	46,67,372	40,02,537	32,997	-	6,31,838	2,49,442
Books & Periodicals	-	23,272	-	23,272	-	23,272	-	-	-
Electrical Appliances	1,22,03,796	-	-	1,22,03,796	59,55,260	18,32,352	-	44,16,184	62,48,536
a Total	20,33,60,373	2,41,82,086	5,33,088	22,70,09,371	7,96,83,455	1,90,84,742	5,21,060	12,87,62,234	12,36,76,918
INTANGIBLE ASSETS									
Computer Software	5,11,452	17,972	-	5,29,424	4,34,978	38,093	-	56,353	76,474
b Total	5,11,452	17,972	-	5,29,424	4,34,978	38,093	-	56,353	76,474
Total (a+b)	20,38,71,825	2,42,00,058	5,33,088	22,75,38,795	8,01,18,433	1,91,22,835	5,21,060	12,88,18,587	12,37,53,392



NOTES ON FINANCIAL STATEMENTS

10. FIXED ASSETS
ii) For the previous year

FIXED ASSETS	GROSS BLOCK			ACCUMULATED DEPRECIATION				NET BLOCK	
	As at 01.04.2014	Additions Carrying the Year	Disposals During the Year	As at 31.03.2015	As at 01.04.2014	Depreciation charge for the Year	On Disposals	As at 31.03.2015	As At 31.03.2014
	₹	₹	₹	₹	₹	₹	₹	₹	₹
TANGIBLE ASSETS									
Lease Land	72,56,506	-	-	72,56,506	8,80,887	2,19,017	-	10,99,904	63,75,619
Buildings	9,97,05,738	1,84,386	-	9,98,90,124	86,09,669	44,40,394	-	1,30,50,063	9,10,96,069
Plant and Equipment	1,45,20,497	-	-	1,45,20,497	83,90,358	15,32,308	-	99,22,666	61,30,139
Temporary Structure	5,83,371	-	-	5,83,371	5,83,371	-	-	5,83,371	-
Furniture and Fixtures	1,26,20,783	3,08,279	-	1,29,29,062	52,85,069	21,22,754	-	74,07,823	73,35,714
Vehicles	37,54,935	-	-	37,54,935	30,59,937	2,65,861	-	33,25,798	6,94,998
Office equipment	2,25,44,943	5,62,653	-	2,31,07,596	82,48,233	89,32,868	-	1,71,81,101	1,42,96,710
Air Conditioners & Refrigerators	1,33,87,732	-	-	1,33,87,732	41,06,917	26,89,143	-	67,96,060	92,80,815
Computer	1,07,85,152	6,89,623	-	1,14,74,775	97,94,684	5,64,187	-	1,03,58,871	9,90,468
Electronic Data Processing	42,02,404	49,575	-	42,51,979	36,27,754	3,74,783	-	40,02,537	5,74,650
Electrical Appliances	1,22,03,796	-	-	1,22,03,796	34,20,947	25,34,313	-	59,55,260	87,82,849
a Total	20,15,65,857	17,94,516	-	20,33,60,373	5,60,07,826	2,36,75,628	-	7,96,83,454	14,55,58,031
INTANGIBLE ASSETS									
Computer software	4,46,662	64,790	-	5,11,452	2,72,113	1,62,865	-	4,34,978	1,74,549
b Total	4,46,662	64,790	-	5,11,452	2,72,113	1,62,865	-	4,34,978	1,74,549
Total (a+b)	20,20,12,519	18,59,306	-	20,38,71,825	5,62,79,939	2,38,38,493	-	8,01,18,432	14,57,32,580

NOTES ON FINANCIAL STATEMENTS

11. Deferred Tax Assets (Net)

Particulars	Figure for the reporting period Amount (In Rs.)	Figure for the previous period Amount (In Rs.)
Deferred tax assets recognised for timing difference due to:		
Depreciation and Amortisation	43,24,914	37,59,050
Employees Benefit	51,46,715	41,50,637
Allowance for Doubtful Trade Receivables and Loans and Advances	2,19,96,074	2,07,99,563
Unabsorbed Depreciation	1,32,50,715	78,55,302
Business Loss	3,51,84,451	90,39,067
	7,99,02,869	4,56,03,619

12. Long-term Loans and Advances

Particulars	Figure for the reporting period Amount (In Rs.)	Figure for the previous period Amount (In Rs.)
Capital advances	2,68,250	-
	2,68,250	-

13. Inventories

Particulars	Figure for the reporting period Amount (In Rs.)	Figure for the previous period Amount (In Rs.)
Job Work (Material & Stores)	1,13,22,499	1,38,88,728
Work in Progress (Including Direct Cost)	2,77,36,421	2,91,13,328
	3,90,58,920	4,30,02,056

14. Trade Receivables

Particulars	Figure for the reporting period Amount (In Rs.)	Figure for the previous period Amount (In Rs.)
Outstanding for a period less than six months from the date they are due for payment		
- Considered good	61,33,54,527	37,82,82,026
- Considered Doubtful	6,26,00,754	6,26,00,754
	67,59,55,281	44,08,82,780
Less : Allowance for Doubtful Receivables	(6,26,00,754)	(6,26,00,754)
	61,33,54,527	37,82,82,026
Other receivables		
- Considered good	21,83,02,906	59,36,34,002
	83,16,57,433	97,19,16,028

NOTES ON FINANCIAL STATEMENTS

15. Cash and Cash Equivalents

Particulars	Figure for the reporting period Amount (In Rs.)	Figure for the previous period Amount (In Rs.)
Cash and cash equivalents		
Cash on Hand	2,59,383	2,302
Cash on Hand (Foreign Currency)	4,12,746	2,09,127
In Current Account	6,33,38,438	3,50,51,746
Other Bank Balances		
In Fixed Deposits* (Maturity within 12 months of reporting date)	34,21,69,263	13,18,04,355
	40,61,79,830	16,70,67,530

*Rs. 10,40,73,749 (Previous Year - Rs. 11,49,78,601) pledged as Margin Money/Security towards Bank Overdraft Letter of Credit and Bank Guarantee and also includes amount of Rs. 1,68,25,754 (Previous year - Rs. 1,68,25,754) deposited by two Broadcasters under the order of Hon'ble Delhi High Court.

16. Short Term Loans and Advances

Particulars	Figure for the reporting period Amount (In Rs.)	Figure for the previous period Amount (In Rs.)
Unsecured, Considered Good		
Tax Deducted at Source [Net of Provision of Income Tax - Rs, Nil (Previous year Rs. Nil)]	1,75,99,403	2,34,94,313
Minimum Alternate Tax- Credit Entitlement	9,90,000	9,90,000
Income Tax Refund Due	6,60,49,185	5,30,37,242
Prepaid Expenses	6,68,362	11,48,887
Sales Tax Refundable	26,85,333	1,03,91,911
Staff Advance	7,13,411	14,93,886
Other Advances	1,01,11,369	48,35,166
EMD Given to Clients	2,13,76,694	1,13,51,740
b) Unsecured, Considered Doubtful		
Sales Tax Refundable	1,28,600	1,28,600
Other Advances	37,98,408	37,98,408
Less : Allowance for Doubtful Advances	(39,27,008)	(39,27,008)
	12,01,93,757	10,67,43,145

17. Other Current Assets

Particulars	Figure for the reporting period Amount (In Rs.)	Figure for the previous period Amount (In Rs.)
Unbilled Revenue	10,25,744	-
Interest receivable on Fixed Deposits	76,05,673	39,28,510
Insurance claims receivable	9,46,523	-
	95,77,940	39,28,510



NOTES ON FINANCIAL STATEMENTS

18 Revenue from Operations

Particulars	Figure for the reporting period Amount (In Rs.)	Figure for the previous period Amount (In Rs.)
Sale of goods	15,53,22,447	64,78,82,713
Consultancy Income	6,78,89,479	8,07,50,850
MI&B Tower Rental	1,94,92,178	2,04,00,800
Income from Contracts	4,99,74,521	3,80,67,408
	29,26,78,625	78,71,01,771

19 Other Income

Particulars	Figure for the reporting period Amount (In Rs.)	Figure for the previous period Amount (In Rs.)
Interest Income - on FDR	1,53,59,834	1,21,59,099
Interest Income - Tower Rental	-	6,18,79,048
Interest Income - Others	18,69,953	20,13,888
Exchange Fluctuation Gain	9,12,711	91,89,856
Miscellaneous Income	33,72,654	33,97,764
Profit on Sale of Fixed Assets	32,416	-
	2,15,47,568	8,86,39,655

20 Cost of Material Consumed

Particulars	Figure for the reporting period Amount (In Rs.)	Figure for the previous period Amount (In Rs.)
Opening Stock	2,91,13,328	58,16,794
Add : Purchases during the year	14,78,38,139	59,68,57,649
	17,69,51,467	60,26,74,443
Less : Closing Stock	(2,77,36,421)	(2,91,13,328)
	14,92,15,046	57,35,61,115

21 Job Work & Related Expenses

Particulars	Figure for the reporting period Amount (In Rs.)	Figure for the previous period Amount (In Rs.)
Job Work*	3,32,72,881	6,49,12,750
Labour Charges	62,02,172	58,00,557
Remuneration of Contract Personnel	2,25,13,591	2,04,43,895
MI&B Tower Rental expense	1,66,49,727	1,47,85,028
	7,86,38,371	10,59,42,230

*[Net of Closing stock of Rs. 1,13,22,499/- (Previous year Rs. 1,38,88,728/-)]

NOTES ON FINANCIAL STATEMENTS

22 Employee Benefit Expenses

Particulars	Figure for the reporting period Amount (In Rs.)	Figure for the previous period Amount (In Rs.)
Salary & Wages	4,70,64,825	4,16,45,728
Contribution to Employees Provident fund	57,60,529	55,21,351
Provision for Half Pay Leave	80,926	1,37,429
Provision for EL Leave	-	6,02,361
Provision for Gratuity	11,63,005	5,76,482
Provision for Leave Travel Concession	4,75,678	1,36,178
Staff Welfare	38,84,986	29,44,970
Post Retirement Medical Benefits	61,563	49,843
	5,84,91,512	5,16,14,342

23 Finance Cost

Particulars	Figure for the reporting period Amount (In Rs.)	Figure for the previous period Amount (In Rs.)
Interest on Overdraft	3,87,83,678	3,91,14,452
Interest Payable on Tower Rental to MI&B	-	5,25,97,192
Bank Charges	53,05,349	1,29,77,408
	4,40,89,027	10,46,89,052

24. Operation Expenses

Particulars	Figure for the reporting period Amount (In Rs.)	Figure for the previous period Amount (In Rs.)
Legal & Professional Charges	1,10,53,559	17,77,567
Conveyance Expenses	35,44,875	33,86,236
Travelling Expenses-Inland	89,05,213	60,20,147
Travelling Expenses-Foreign	11,64,864	12,23,569
Printing & Stationery	19,62,106	15,48,288
Rent	13,02,890	12,98,890
Least Rent	2,22,750	2,22,750
Taxi Hire Charges	26,74,776	17,65,749
Director's Sitting Fee	16,000	1,12,000
Communication Expenses	26,50,002	23,54,038
Postage & Courier Expenses	3,87,563	5,77,234
Repair & Maintenance - Office	98,97,095	60,82,600
Repair & Maintenance - Other	37,143	77,928
Repair & Maintenance - Electrical	89,580	75,613
Repair & Maintenance - Computer	4,60,765	5,70,134
Repair & Maintenance - Equipments	15,14,323	17,07,549
Electrical & Water Charges	39,73,778	42,14,343
Festival Expenses	8,58,290	2,59,680
Books & Periodicals	33,339	39,092
Auditor's Remuneration and out of Pocket Expenses (refer note 24.1)	1,45,200	3,46,645
Tender Purchase Expenses	1,76,508	1,08,910
Insurance Expenses	3,12,184	99,779
Foreign Exchange Fluctuation	-	-
Miscellaneous Expenses	10,08,425	19,06,825
	5,23,91,228	3,57,75,566

NOTES ON FINANCIAL STATEMENTS

24.1 Auditors Remuneration & out of Pocket Expenses

Particulars	Figure for the reporting period Amount (In Rs.)	Figure for the previous period Amount (In Rs.)
Statutory Audit Fee	96,800	88,000
Tax Audit Fee	48,400	44,000
Taxation Matters	-	35,000
Other Professional/Certification Work	-	1,63,145
Reimbursement of Expenses	-	30,000
	1,45,200	3,60,145

25 Depreciation & Amoritisation

Particulars	Figure for the reporting period Amount (In Rs.)	Figure for the previous period Amount (In Rs.)
Depreciation	1,90,84,742	2,36,75,628
Amoritisation	38,093	1,62,865
	1,91,22,835	2,38,38,493

26 Other Expenses

Particulars	Figure for the reporting period Amount (In Rs.)	Figure for the previous period Amount (In Rs.)
Business Promotion	8,51,726	6,09,950
Publicity & Advertisement	41,88,688	22,45,715
Exhibition Expenses	9,89,885	7,61,160
Annual Membership Fees	2,29,878	4,90,464
Training & Seminar	32,48,176	25,76,635
Corporate Social Responsibility, SD Expenses	-	3,01,124
Allowance for Doubtful Receivables & Advances	-	5,31,536
	95,08,353	75,16,584

27 Prior Period Adjustments

Particulars	Figure for the reporting period Amount (In Rs.)	Figure for the previous period Amount (In Rs.)
Prior Period Income		
Income form Contracts	14,05,630	-
Sale	6,16,284	-
Miscellaneous Income	1,000	-
Sub Total	20,22,914	-
Prior Period Expense		
Miscellaneous Expenses	2,590	4,86,636
Job Work Expenses	13,03,136	-
Electricity Charges	-	68,838
Purchase Account	-	(1,00,057)
Repair & Maintenance Expenses	-	-
Legal & Professional Expenses	-	(19,32,900)
Travelling Expenses	-	-
Sub Total	13,05,726	(14,77,483)
Total	(7,17,188)	(14,77,483)

NOTES ON FINANCIAL STATEMENTS

28. Earning/(Loss) per share

Particulars	Figure for the reporting period Amount (In Rs.)	Figure for the previous period Amount (In Rs.)
Calculation of Weighted Average number of Equity Shares of Rs. 100/- each		
- No. of Shares at the beginning of the year	1,36,500	1,36,500
- Total Equity Shares Outstanding at the end of the year	1,36,500	1,36,500
Net loss after tax available for Equity shareholders	(6,22,13,741)	(1,38,78,023)
Earning/(loss) Per Share	(456)	(102)

29. 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 below:

a) **Key Management Personnel**

Sh. K. Subramaniam - Chairman & Managing Director (upto 24th August 2015)

Sh. George Kuruvilla - Chairman & Managing Director (from 20th April 2016)

Sh. George Kuruvilla - Director (O&M) (upto 19th April 2016)

Sh. R.R. Prasad - Part Time Non-Official Director (Independent)(upto 24th April 2015)

b) Relatives of key managerial Personal with whom transactions have taken pace during the year NIL

c) Enterprises owned or significantly influenced by key management personnel NIL of their relatives with whom transactions have taken place during the year (either Individually or with others)

Particulars	Figure for the reporting period Amount (In Rs.)	Figure for the previous period Amount (In Rs.)
ii) Managerial Remuneration		
CMD (Sh. K. Subramaniam) upto 24th Aug. 2015		
Salary	8,72,367	21,74,881
Contribution to EPF	83,301	1,94,661
Leave Salary Contribution	13,621	(30,541)
Gratuity Contribution	-	80,786
Half Pay leave	-	(41,527)
Leave Travel Concession	-	633
Staff Welfare	29,595	69,470
Total	9,98,884	24,48,363
Director (Sh. George Kuruvilla)		
Salary	21,37,434	20,33,328
Contribution to EPF	1,84,707	1,70,333
Leave Salary Contribution	1,63,491	1,00,270
Gratuity Contribution	78,666	71,404
Half Pay leave	54,978	34,126
Leave Travel Concession	4,895	633
Staff Welfare	72,322	20,529
Total	26,96,493	24,30,623

Note : The Directors of the Company are allowed use of staff car including private journeys upto a ceiling of 1000 kms per month.



NOTES ON FINANCIAL STATEMENTS

30. Contingent Liabilities & Capital Commitments

Particulars	Figure for the reporting period Amount (In Rs.)	Figure for the previous period Amount (In Rs.)
Contingent liabilities		
i) Guarantees given by the Company		
a) Bank Guarantees	24,28,09,825	44,35,71,630
b) Foreign Letter of Credit	76,91,604	19,65,16,615
ii) Income Tax Demands	23,26,170	11,94,393
iii) Indirect Tax Demands	7,87,79,259	3,49,79,378
iv) Construction Contract	13,73,307	13,73,307
v) Common Transmission Infrastructure	1,68,25,754	1,68,25,754
vi) Pending Litigations	1,47,56,838	1,47,56,838

Note :

i) Guarantees given by the Company

Rs. 24,28,09,825/- Being the amount of Bank Guarantees given by the Company (Previous Year Rs. 44,35,71,630/-) and Rs. 76,91,604/- being the amount outstanding on account of Foreign letter of Credit (Previous year Rs. 19,65,16,615/-). Both of these are secured by Fixed Deposits of the Period of 12 months.

ii) Income Tax Demand

- a. BECIL has filed appeal against the Assessment Order passed by Assessing Office for AY 2004-05. While passing the Assessment Order, the Assessing Officer has disallowed depreciation expense and raised demand of Rs. 1,70,060. The matter is pending Commissioner fo Income Tax (Appeal), NOIDA
- b. BECIL has filed appeal against the Assessment Order passed by Assessing Officer for AY 2013-14. While passing the Assessment Order, the Assessing officer has disallowed the credit of Tax Deducted by Client (TDS) of Rs. 21,56,110/-. The matter is pending Commissioner of Income Tax (Appeal), NOIDA

iii) Indirect Tax Demands

- a. The Company in the previous years has provided the manpower services to Prasar Bharti. As per the order placed by them, they has to reimburse the fees paid by BECIL to the manpower provided to Prasar Bharti and additional 10% as BECIL Consultancy charges & Service tax thereon. While doing the audit of Prasar Bharti, Service Tax Department has issued Show Cause Notice to the Company. The Service tax department meanwhile has raised a demand of Rs 2,34,75,565/- towards Service Tax, Interest and penalty on the Company. The Company has filed an appeal against the said order with Customs, Excise and Service tax Appellate Tribunal Board. The case is under consideration and no provision has been made in the Books of Accounts. The Company has deposited Rs. 23,47,556 as deposit for filling appeal.
- b. While doing the assessment under DVAT for the Financial Year 2010-11, Department has raised demand of Rs. 5,53,03,694/- Which is inclusive of Interest & Penalty. The amount of VAT, Interest & Penalty is Rs. 1,72,72,404/-, Rs. 84,68,201/- and Rs. 2,93,63,080 respectively. Company has filed an appeal against the demand order passed by the VATO (Ward-203).

iv) Construction Contract

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 Rs. 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. .

v) Common Transmission Infrastructure

With respect to setting up 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

NOTES ON FINANCIAL STATEMENTS

Certificate (NOC)" from BECIL the Broadcasters filed a claim of demand of Rs. 4096,67,117/-, for refund of unspent amount and interest thereon. In reply to the above cases, BECIL has filed a counter claim amounting to Rs. 12,19,63,317/- towards Tower Rental and Monitoring Charges along with applicable Interest. The Hon'ble High Court has dismissed the petitions filed by the four Broadcaster and has directed all the Broadcaster to pay amount due to BECIL. In case of two petitions, Hon'ble Court directed that BECIL should keep the money received in an Interest bearing FDR(S) till the culmination of the arbitration proceedings by the Arbitrator. In compliance with the Court order, BECIL has kept an amount of Rs. 1,68,25,754/- in FDR. The contingent liability is thus to the extent of Rs. 1,68,25,754/- is created.

- 31.** BECIL executed work worth Rs. 25,65,02,561/- for Host Broadcasters i.e Doordarshan, Prasar Bharati pertaining to setting of broadcast facility for Host Broadcaster (HB) for Common Wealth Game Delhi 2010 on nomination basis. Out of the above stated figure Doordarshan, Prasar Bharti did not place confirmed work order of Rs. 4,08,50,000/- on BECIL. Out of total invoicing of Rs. 25,65,02,561/-, the host broadcaster had made payment of Rs. 16,00,03,634/- after deducting tax at Source of Rs. 36,00,268/-. Balance payment of Rs. 9,28,98,659/- is subject to acceptance and final settlement by Prasar Bharti as no inspection certificates were received from Host Broadcaster.
- 32.** 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 Rs. 4,52,969/- has not been paid/provided as his APAR has not been received so far.
- 33. Corporate Social Responsibility, Sustainable Development & Research & Development Expenses**
- a) During the year, the Company has incurred Rs. NIL (Previous Year NIL) for Providing Vocational & Specialized Training and providing scholarship to meritorious students and Rs. NIL (Previous Year Rs. 4,51,082/-) for establishing & maintenance of Community Radio Stations.
 - b) During the year, the Company has incurred Rs. NIL (Previous Year Rs. NIL) on Research & Development Expenses.
 - c) During the year, the Company has spent an amount of NIL (Previous Year Rs. 3,01,124) towards Corporate Social Responsibility (CSR).

34. CIF value of imports

Particulars	Figure for the reporting period Amount (In Rs.)	Figure for the previous period Amount (In Rs.)
Purchase of raw material	4,65,99,142	47,48,19,234
	4,65,99,142	47,48,19,234

35. Expenditure in Foreign currency (on accrual basis)

Particulars	Figure for the reporting period Amount (In Rs.)	Figure for the previous period Amount (In Rs.)
Traveling Expenses - Foreign	11,64,864	30,87,912
Bank Charges	19,553	-
Job Work	70,16,949	3,87,65,310
Annual Membership Fees	95,918	4,04,695
Total	82,97,284	4,22,57,917

NOTES ON FINANCIAL STATEMENTS

36. Income in Foreign Currency (on accrual basis)

Particulars	Figure for the reporting period Amount (In Rs.)	Figure for the previous period Amount (In Rs.)
Sale	5,72,635	71,42,004
Income from Contract	1,08,64,522	39,71,807
Total	1,14,37,157	1,11,13,811

37. Particulars of foreign currency exposure

Particulars	Currency	Figure for the reporting period Amount (In Rs.)	Figure for the previous period Amount (In Rs.)
a. Hedged foreign currency exposure			
Trade Payables	USD	17,73,889	47,11,258
	INR	11,82,65,148	29,61,96,788
Note : Amounts payable to suppliers is restricted to contract value in INR under agreement with supplier.			
b. Unhedged foreign currency exposure			
i Trade payables			
	USD	3,359	13,507
	INR	2,23,947	8,49,182
	EUR	7,927	1,82,491
	INR	6,00,493	1,24,25,793
ii Trade receivables			
	EUR	4,146	16,728
	INR	3,14,062	11,39,034
	USD	-	92,656
	INR	-	58,25,267
iii Other advances			
	EUR	6,055	-
	INR	4,58,634	-

38. Value of imported & indigenous material consumed

Particulars	Figure for the reporting period Amount (In Rs.)	Figure for the previous period Amount (In Rs.)
Imported	4,62,33,951	52,23,80,345
Indigenous	9,99,48,769	4,90,63,338
Total	14,61,82,720	57,14,43,683

39. Disclosure under Accounting standard - 15 (Revised) on Employee Benefits

The Company has classified various benefits provided to the employees as under-

a Defined contribution plans

Provident fund

During the year, the Company has recognized the following amounts in the Statement of Profit and Loss:

Particulars	Figure for the reporting period (In Rs.)	Figure for the previous period (In Rs.)
Employer's Contribution to Provident Fund	57,60,529	55,21,351

NOTES ON FINANCIAL STATEMENTS

b Other Defined benefit plan

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 2016 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		Half Pay Leave Liabilities		Leave Travel Concession	
		31/03/2016	31/03/2015	31/03/2016	31/03/2015	31/03/2016	31/03/2015	31/03/2016	31/03/2015
a)	PBO (C)	68,15,204	76,66,137	55,90,337	52,00,601	25,34,745	25,38,325	6,26,103	5,37,916
b)	Plan Assets	-	-	-	-	-	-	-	-
c)	Net Assets/(Liability)	(68,15,204)	(76,66,137)	(55,90,337)	(52,00,601)	(25,34,745)	(25,38,325)	(6,26,103)	(5,37,916)

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

a)	On Plan PBO	2,04,989	(17,51,906)	(1,74,631)	9,24,109	3,05,888	5,88,445	(3,11,808)	3,44,744
b)	On Plan Assets	-	-	-	-	-	-	-	-

iii) Enterprise best estimate of contribution during next year is ₹ 16,70,939/- (previous Year ₹ 16,42,798/-) for EL Leave Encashment, ₹ 16,92,883/- (Previous Year ₹ 13,51,052/-) for Gratuity liability, ₹ 4,68,214/- (previous year ₹ 4,25,566/-) for Half Pay Leave and ₹ 73,664/- (Previous Year ₹ 4,01,738/-) for Leave Travel Concession.

2) Summary of Membership data

	Particulars	Leave Encashment		Gratuity		Half Pay Leave		Leave Travel Concession	
		31/03/2016	31/03/2015	31/03/2016	31/03/2015	31/03/2016	31/03/2015	31/03/2016	31/03/2015
a)	Number of employees	58	65	58	65	58	65	58	65
b)	Total Monthly Salary (In Lacs)	22.1	23.9	22.1	23.9	22.1	23.9	-	-
c)	Total Monthly Salary (In Lacs)	30.33	33.13	22.1	23.9	30.33	33.13	-	-
d)	Average Past Services (Years)	6.28	5.16	6.28	5.16	6.28	5.16	6.28	5.16
e)	Average Age (Years)	39.32	38.47	39.32	38.47	39.32	38.47	39.32	38.47
f)	Average remaining working life (Years)	20.68	21.53	20.68	21.53	20.68	21.53	20.68	21.53

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	Leave Encashment		Gratuity		Half Pay Leave		Leave Travel Concession	
		31/03/2016	31/03/2015	31/03/2016	31/03/2015	31/03/2016	31/03/2015	31/03/2016	31/03/2015
i)	Discounting Rate	8.00	8.00	8.00	8.00	8.00	8.00	8.00	8.00
ii)	Future Salary Increase	5.50	5.50	5.50	5.50	5.50	5.50	5.50	5.50
iii)	Expected Rate of Return on Plan assets	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00



NOTES ON FINANCIAL STATEMENTS

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 (%)							
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

4) Change in present value of obligation

	Particulars	Leave Encashment		Gratuity		Half Pay Leave		Leave Travel Concession	
		31/03/2016	31/03/2015	31/03/2016	31/03/2015	31/03/2016	31/03/2015	31/03/2016	31/03/2015
a)	Present value of obligation as at the beginning of the year	76,66,137	87,17,380	52,00,601	56,62,539	25,38,325	28,30,896	5,37,916	5,55,649
b)	Acquisition adjustment	(1,62,159)	-	(1,90,981)	-	(84,506)	-	-	-
c)	Interest cost	6,13,291	6,25,816	4,16,048	4,56,334	2,03,066	2,21,009	43,033	48,080
d)	Past Service Cost	-	-	-	-	4,33,006	-	-	-
e)	Current Service Cost	11,63,937	13,10,427	8,89,738	9,61,874	-	4,85,159	1,12,865	2,68,973
f)	Curtailment Cost/(Credit)	-	-	-	-	-	-	-	-
g)	Settlement Cost/(Credit)	-	-	-	-	-	-	-	-
h)	Benefits Paid	(4,83,785)	(15,84,169)	(5,82,288)	(9,48,621)	-	(4,06,855)	(3,87,491)	-
i)	Actuarial (gain)/loss on obligation	(19,82,217)	(14,03,317)	(1,42,781)	(9,31,525)	(5,55,146)	(5,91,884)	3,19,780	(3,44,786)
j)	Present value of obligation as at the end of the year	68,15,204	76,66,137	55,90,337	52,00,601	25,34,745	25,38,325	6,26,103	5,37,916

5) Fair Value of plan assets

	Particulars	Leave Encashment		Gratuity		Half Pay Leave		Leave Travel	
		31/03/2016	31/03/2015	31/03/2016	31/03/2015	31/03/2016	31/03/2015	31/03/2016	31/03/2015
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	(68,15,204)	(76,66,137)	(55,90,337)	(52,00,601)	(25,34,745)	(25,38,325)	(6,26,103)	(5,37,916)
h)	Excess of actual over estimated return on plan assets	-	-	-	-	-	-	-	-

NOTES ON FINANCIAL STATEMENTS

6) Actuarial gain/loss recognized

	Particulars	Leave Encashment		Gratuity		Half Pay Leave		Leave Travel	
		31/03/2016	31/03/2015	31/03/2016	31/03/2015	31/03/2016	31/03/2015	31/03/2016	31/03/2015
a)	Actuarial gain/(loss) for the period obligation	19,82,217	14,03,317	1,42,781	9,31,525	5,55,146	5,91,884	(3,19,780)	3,44,786
b)	Actuarial (gain)/loss for the period - plan assets	-	-	-	-	-	-	-	-
c)	Total (gain)/loss for the period	(19,82,217)	(14,03,317)	(1,42,781)	(9,31,525)	(5,55,146)	(5,91,884)	3,19,780	(3,44,786)
d)	Actuarial (gain)/loss recognized in the period	(19,82,217)	(14,03,317)	(1,42,781)	(9,31,525)	(5,55,146)	(5,91,884)	3,19,780	(3,44,786)
e)	Unrecognized actuarial (gains)/losses at the end of the period.	-	-	-	-	-	-	-	-

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

	Particulars	Leave Encashment		Gratuity		Half Pay Leave		Leave Travel Concession	
		31/03/2016	31/03/2015	31/03/2016	31/03/2015	31/03/2016	31/03/2015	31/03/2016	31/03/2015
a)	Present value of obligation as at the end of the year	68,15,204	76,66,137	55,90,337	52,00,601	25,34,745	25,38,325	6,26,103	5,37,916
b)	Fair value of plan assets as at the end of the period.	-	-	-	-	-	-	-	-
c)	Funded Status/Difference	(68,15,204)	(76,66,137)	(55,90,337)	(52,00,601)	(25,34,745)	(25,38,325)	(6,26,103)	(5,37,916)
d)	Excess of actual over estimated	-	-	-	-	-	-	-	-
e)	Unrecognized actuarial (gains)/Losses	-	-	-	-	-	-	-	-
f)	Net asset/(liability) recognized in balance sheet.	(68,15,204)	(76,66,137)	(55,90,337)	(52,00,601)	(25,34,745)	(25,38,325)	(6,26,103)	(5,37,916)

8) Expense recognised in the Statement of Profit and Loss

	Particulars	Leave Encashment		Gratuity		Half Pay Leave		Leave Travel Concession	
		31/03/2016	31/03/2015	31/03/2016	31/03/2015	31/03/2016	31/03/2015	31/03/2016	31/03/2015
a)	Current Service Cost	11,63,937	13,10,427	8,89,738	9,61,874	4,33,006	4,85,159	1,12,865	2,68,973
b)	Past Service Cost	-	-	-	-	-	-	-	-
c)	Interest Cost	6,13,291	6,25,816	4,16,048	4,56,334	2,03,066	2,21,009	43,033	48,080
d)	Expected return on plan assets	-	-	-	-	-	-	-	-
e)	Curtailment Cost/(Credit)	-	-	-	-	-	-	-	-
f)	Settlement Cost/(Credit)	-	-	-	-	-	-	-	-
g)	Net actuarial (gain)/Loss recognised in the period.	(19,82,217)	(14,03,317)	(1,42,781)	(9,31,525)	(5,55,146)	(5,91,884)	3,19,780	(3,44,786)
h)	Expenses recognised in the statement of Profit & losses	(2,04,989)	5,32,926	11,63,005	4,86,683	80,926	1,14,284	4,75,678	(27,733)

NOTES ON FINANCIAL STATEMENTS

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

	Particulars	Leave Encashment		Gratuity		Half Pay Leave		Leave Travel Concession	
		31/03/2016	31/03/2015	31/03/2016	31/03/2015	31/03/2016	31/03/2015	31/03/2016	31/03/2015
a)	Present value of obligation as at the end of the period	68,15,204	76,66,137	55,90,337	52,00,601	25,34,745	25,38,325	6,26,103	5,37,916
b)	Present value of obligation as at the beginning of the period	76,66,137	87,17,380	52,00,601	56,62,539	25,38,325	28,30,896	5,37,916	5,65,649
c)	Benefits paid	4,83,785	15,84,169	5,82,288	9,48,621	-	4,06,855	3,87,491	-
d)	Actual return on plan assets	-	-	-	-	-	-	-	-
e)	Acquisition adjustment	(1,62,159)	-	(1,90,981)	-	(84,506)	-	-	-
f)	Expenses recognized in the statement of profit & losses	(2,04,989)	5,32,926	11,63,005	4,86,683	80,826	1,14,284	4,75,678	(27,733)

10) **Amount for the current period**

	Particulars	Leave Encashment		Gratuity		Half Pay Leave		Leave Travel Concession	
		31/03/2016	31/03/2015	31/03/2016	31/03/2015	31/03/2016	31/03/2015	31/03/2016	31/03/2015
a)	Present value of obligation as at the end of the year	68,15,204	76,66,137	55,90,337	52,00,601	25,34,745	25,38,325	6,26,103	5,37,916
b)	Fair value of plan assets at the end of the period	-	-	-	-	-	-	-	-
c)	Surplus/(Deficit)	(68,15,204)	(76,66,137)	(55,90,337)	(52,00,601)	(25,34,745)	(25,38,325)	(6,26,103)	(5,37,916)
d)	Experience adjustment on plan Liabilities (loss)/gain	19,82,217	13,93,922	1,42,781	13,93,922	5,55,146	5,88,445	(3,19,780)	3,44,744
e)	Experience adjustment on plan Liabilities Assets/(Loss)	-	-	-	-	-	-	-	-

11) **Movement in the liability recognized in the Balance Sheet**

	Particulars	Leave Encashment		Gratuity		Half Pay Leave		Leave Travel Concession	
		31/03/2016	31/03/2015	31/03/2016	31/03/2015	31/03/2016	31/03/2015	31/03/2016	31/03/2015
a)	Opening net Liability	76,66,137	87,17,380	52,00,601	56,62,539	25,38,325	28,30,896	5,37,916	5,65,649
b)	Expenses as above	(2,04,989)	5,32,926	11,63,005	4,86,683	80,926	1,14,284	4,75,678	(27,733)
c)	Benefits paid	(4,83,785)	(15,84,169)	(5,82,288)	(9,48,621)	-	(4,06,855)	(3,87,491)	-
d)	Actual return on plan assets	-	-	-	-	-	-	-	-
e)	Acquisition adjustment	(1,62,159)	-	(1,90,981)	-	(84,506)	-	-	-
f)	Closing net Liability	68,15,204	76,66,137	55,90,337	52,00,601	25,34,745	25,38,325	6,26,103	5,37,916

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	
		31/03/2016	31/03/2015	31/03/2016	31/03/2015	31/03/2016	31/03/2015	31/03/2016	31/03/2015
a)	Current Liability	2,77,746	7,29,156	1,62,514	3,95,784	1,27,485	2,74,416	1,11,565	50,728
b)	Non-Current Liability	65,37,458	69,36,981	54,27,823	48,04,817	24,07,260	22,63,909	5,14,538	4,87,188
c)	Total BPO at the end of the year	68,15,204	76,66,137	55,90,337	52,00,601	25,34,745	25,38,325	6,26,103	5,37,916



NOTES ON FINANCIAL STATEMENTS

40. SEGMENT REPORTING

As per Accounting Standard 17, 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	Financial Year	Sale	Income from Consultancy	MI&B Tower Rental	Income from Contract	Deposit Work	Others	TOTAL
Revenue								
Income from Operations	2015-16	15,53,22,447	4,33,89,695	1,94,92,178	4,99,74,521	2,44,99,784	2,15,47,568	31,42,26,193
	2014-15	64,78,82,713	4,11,53,849	2,04,00,800	3,80,67,408	3,95,97,001	8,86,39,655	87,57,41,426
Value of Deposit Work		-	-	-	-	27,17,19,824	-	27,17,19,824
		-	-	-	-	39,95,22,233	-	39,95,22,233
TOTAL Business	2015-16	15,53,22,447	4,33,89,695	1,94,92,178	4,99,74,521	29,62,19,608	2,15,47,568	58,59,46,017
	2014-15	64,78,82,713	4,11,53,849	2,04,00,800	3,80,67,408	43,91,19,234	8,86,39,635	1,27,52,63,659
Less : Expenses								
Cost of Material Consumed	2015-16	14,92,15,046	-	-	-	-	-	14,92,15,046
	2014-15	60,62,11,850	-	-	-	-	-	60,62,11,850
Value of Deposit Work	2015-16	-	-	-	-	27,17,19,824	-	27,17,19,824
	2014-15	-	-	-	-	39,95,22,233	-	39,95,22,233
Job Work Related Cost	2015-16	-	2,87,15,763	1,66,49,727	3,32,72,881	-	-	7,86,38,371
	2014-15	-	2,62,44,452	1,47,85,028	3,22,62,015	-	-	7,32,91,195
Unallocable Expenses	2015-16	-	-	-	-	-	18,36,02,955	18,36,02,955
	2014-15	-	-	-	-	-	22,34,34,037	22,34,34,037
Total Expenses	2015-16	14,92,15,046	2,87,15,763	1,66,49,727	3,32,72,881	27,17,19,824	18,36,02,955	68,31,76,196
	2014-15	60,62,11,850	2,62,44,452	1,47,85,028	3,22,62,015	39,95,22,233	22,34,34,037	1,30,24,59,615
Profit/(Loss) before Exceptional Items	2015-16	-	-	-	-	-	-	(9,72,30,179)
	2014-15	-	-	-	-	-	-	(2,71,95,956)
Prior Period Adjustments	2015-16	-	-	-	-	-	-	(7,17,188)
	2014-15	-	-	-	-	-	-	(14,77,483)
Profit/(Loss) Before Tax	2015-16	-	-	-	-	-	-	(9,65,12,991)
	2014-15	-	-	-	-	-	-	(2,57,18,473)
Tax Expense	2015-16	-	-	-	-	-	-	(3,42,99,250)
	2014-15	-	-	-	-	-	-	(1,18,40,450)
Profit/(Loss) After Tax	2015-16	-	-	-	-	-	-	(6,22,13,741)
	2014-15	-	-	-	-	-	-	(1,38,78,023)

*The Income from M I&B Tower Rental reported in Previous years was Rs. 56,15,772 which was net of the tower rental expense of Rs. 1,47,85,028 payable to Ministry of I&B. However during the current year Tower Rental Income and Expense have been disclosed separately under the head "Revenue from Operation" and "Job work and related cost" respectively, Hence the previous year figures are reclassified accordingly.



NOTES ON FINANCIAL STATEMENTS

41. **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.
42. **Impaired Assets**
As per the Management, there are no impaired assets.
43. The NOIDA Authority has demanded Lease Rent of ₹ 2,22,750/- (Previous year ₹ 2,22,750/-) 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.
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 confirms to the current year's presentation.
47. Previous year audit was performed by M/s ATJ Associates, Chartered Accountants.

As per our Report of even date attached

For Mukesh Raj & Company
Chartered Accountants
FRN. No. 016693N

Sd/-
Mukesh Goel
Partner
M.No. 094837
Place : Delhi
Dated : 07. September 2016

Sd/-
(Awadhesh Pandit)
Asst General Manager (Finance)/Secretary to the Board

For and on behalf of Board of the Directors

Sd/-
(George Kuruvilla)
Chairman & Managing Director
DIN : 06829122

Sd/-
(Vijay Kumar Choubey)
Director (Government Nominee)
DIN : 07189623



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.
Confidential
No.481-PDCA-IV/HS/MAB-IV/A/cs/BECIL/16-17
Date : 10-11-2016

To,

The Chairman & Managing Director,
Broadcast Engineering Consultants India Limited,
Becil Bhawan, C-56-A/17, Sector-62,
Noida-201307 (Uttara Pradesh)

Sub: Comments of the Comptroller & Auditor General of India under Section 143(6)(b) of the Companies Act, 2013 on the Financial Statements of Broadcast Engineering Consultants India Limited for the year ended 31st March 2016.

Sir,

I am to enclose herewith the Comments of the Comptroller & Auditor General of India under Section 143(6)(b) of the Companies Act, 2013 on the Financial Statement of **Broadcast Engineering Consultants India Limited** for the year ended 31st March 2016.

The receipt of the letter may kindly be acknowledged.

Yours faithfully,

Encl : As above

Sd/-

(Dr. Ashutosh Sharma)

Principal Director of Commercial Audit &
Ex-Officio Member, Audit Board-IV
No.481-PDCA-IV/HS/MAB-IV/A/cs/BECIL/16-17

Dated:- 10.11.2016

Copy along with copy of the Comments Certificate issued to Broadcast Engineering Consultants India Limited forwarded to the Comptroller and Auditor General of India, New Delhi (RC wing) with reference to their letter dated 1197/RC/MAB-IV/BECIL/A/c/54-2016 dated 10.11.2016 for information and necessary action.



(Dr. Ashutosh Sharma)

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

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 143(6)(b) OF THE COMPANIES ACT, 2013 ON THE FINANCIAL STATEMENT OF BROADCAST ENGINEERING CONSULTANTS INDIA LIMITED FOR THE YEAR ENDED 31 MARCH 2016.

The preparation of financial statements of **Broadcast Engineering Consultants India Limited** for the year ended 31 March 2016 in accordance with the financial reporting framework prescribed under the Companies Act, 2013 (Act) is the responsibility of the management of the company. The statutory auditor/ auditors appointed by the Comptroller and Auditor General of India under section 139(5) of the Act is responsible for expressing opinion on the financial statements under section 143 of the Act based on independent audit in accordance with the standards on auditing prescribed under section 143(10) of the Act. This is stated to have been done by them vide their Audit Report dated **7th September 2016**.

I, on the behalf of the Comptroller and Auditor General of India, have conducted a supplementary audit under section 143(6) (a) of the Act of the financial statements of **Broadcast Engineering Consultants India Limited** for the year ended 31 March 2016. This supplementary audit has been carried out independently without access to the papers of the statutory auditors and is limited primarily to inquiries of the statutory auditors and company personnel and a selective examination of some of the accounting records. Based on my supplementary audit, I would like to highlight the following significant matters under section 143(6)(b) of the Act which have come to my attention and which in my view are necessary for enabling a better understanding of the Financial statements and the related audit report:

Balance Sheet

1. Current Assets

Cash and Bank Balance ₹ 40,61,79,830/- (Note No. 15)

The above includes FDR valuing ₹ 34,33,815/- which is pledged with the State Bank of India. As per bank certificate the value of FDR is ₹ 41,93,762/- and the difference is ₹ 7,59,947/- Out of this amount ₹ 2,73,222/- has been shown under other current assets and the remaining balance ₹ 4,86,725/- has not been accounted in the books.

This has resulted in understatement of Cash and Cash equivalents by ₹ 4,86,725/- and understatement of reserve and surplus by the same amount.

2. Long Term and Short Term Provisions

Provision for employee benefit expenses (Note No. 6 and 9)

The company is not maintaining a separate long term employee benefit fund as per para 7.14 of Accounting Standard -15.

For and on the behalf of the Comptroller & Auditor General of India


(Dr. Ashutosh Sharma)

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

Place : New Delhi
Dated : 10.11.2016