

VISION & MISSION

VISION

To be a world class consultancy organization recognized as a "BRAND" in the specialized fields of Broadcast Engineering & Information Technology and related 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.

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CORPORATE INFORMATION

BOARD OF DIRECTORS

Shri George Kuruvilla
Chairman and Managing Director

Shri Deepak Ranjan Gogoi
Director (O&M)

Ms. Anju Nigam
Director (Govt. Nominee)

Shri B. N. Nanda
Director (Govt. Nominee)

Mrs. Ranjana Upadhyay
Non-Official Director
(Part time Director)

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

House No.162, II Main, I Cross, AGS Layout, RMV II Stage, Bangalore – 560094
Tel: 080-23415853, Fax: 080-23415853
50 A, Raja Naba, Kissen Street, Kolkata – 700005
Tel: 9831159000

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 technologies 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. It also provides associated services like building design and construction related to Broadcasting, Human Resource related activities like training, providing man power. BECIL also undertakes supply of specialized Communication, Monitoring, Security and Surveillance Systems to Defense, Police Departments and various Para-Military Forces. BECIL has its Head Office in New Delhi, Corporate Office in Noida and Regional Office in Bangalore & Kolkata. BECIL is exploring geographical expansion in many states due to diversification in business portfolios.

Over the years, BECIL has consciously groomed and developed a team of in-house, versatile and dedicated engineers and also cultivated and harnessing a vast reservoir of professionals drawn from various fields of Broadcasting Industry which includes public and private Broadcasters, Defense and Cable Industry. Through this network of resourceful technical professionals, BECIL has established its pan India presence to serve the needs of the industry.

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
- 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
- Electronics Surveillance & Monitoring Systems
- Technical Inputs to Ministry of I&B
- Technical Auditing & Certification of Addressable Cable Systems
- Social Media Monitoring Setups



OBJECTIVES:

- To enhance the present share in the market by providing specialized and customized solutions to a wider range of clients.
- To provide technical input and consultancy to Ministry of Information & Broadcasting in policy, regulatory & formulation of various papers pertaining to Broadcasting.
- To explore the opportunities in overseas market.
- To conduct market survey for product development.
- To establish Satellite Uplink & Downlink Systems for TV channels & Distance Education Centers.
- To establish and maintain the operation of Broadcasting Centers.
- To train & provide Broadcast Professionals
- To design, develop and manufacture specialized Broadcast Equipment.
- Constantly endeavor to enhance customer satisfaction through services.



PRESTIGIOUS PROJECTS OF BECIL

- FM Phase-III Broadcasting
- Supply, Installation, Testing and Commissioning of 16 Panel FM Antenna at 18 sites of All India Radio (Prasar Bharti)
- Supply, Testing and Commissioning 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 DTT Antenna to Prasar Bharti (Doordarshan) at 15 locations
- Surveillance Project of Maharashtra Forest Department-Tadoba Tiger Reserve
- VSAT Monitoring and Analysis System
- Design, Procurement, Installation, Integration, Testing, Commissioning and Associated Services for a fully operational Surveillance and Access Control Management System (SACMS)





- Operation and Maintenance support for the High Frequency Electromagnetic Spectrum Interception and Monitoring System
- Professional Services towards Setting Up of State of the Art Social Media Communication Hub for the Ministry of Labour & Employment, Employees Provident Fund Organization (EPFO) and Employees State Insurance Corporation (ESIC)
- Design, 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
- Supply, Installation, Testing and Commissioning of Biometric Access Control System for Airport Authority of India at 43 Airports
- Audit as per TRAI Regulations
- Audit as per directions of TDSAT
- Mission Digitization Project for Implementation of Phase III and Phase IV of Cable TV Digitisation
- Inter-Personal Communication Campaigns in the States of Uttar Pradesh and Punjab for Directorate of Field & Publicity (DFP)
- 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
- Providing Professional Grade Audio-Video System, Acoustics Treatment and Allied Works for the Kalyana Mandapam at AAI residential quarters, Chennai
- TV coverage and distribution of the proceedings of the Karnataka Legislatures at Vidhana Soudha, Bangalore
- Providing Audio and Video equipment for the Telemedicine Project at NIMHANS
- Providing a complete end to end solution of Ku-Band (GSAT-8) DSNG & Mobile Van (PCR, MCR etc.,) on rental basis for initial three months to SAPNET, Andhra Pradesh
- Supply, Installation, Testing, Commissioning and Maintenance of CCTV Surveillance System at Warehouse/Depots of Food Corporation of India (FCI South)





BECIL/AGM/2017

NOTICE

Notice is hereby given that the 22nd Annual General Meeting of the members of Broadcast Engineering Consultants India Ltd. will be held at 11:00 AM on Thursday, 28th September, 2017 at the Registered Office of the Company at C-56, A/17, Sector-62, NOIDA - 201307 to transact the following businesses:

Ordinary Business

1. Receive, consider and adopt audited Balance Sheet, Statement of Profit & Loss Account and the Cash Flow of the Company for the Financial Year ended on 31st March, 2017 along with Reports of Directors and Auditors thereon
2. Declaration of dividend on Equity Shares for the Financial Year ended on 31st March, 2017
3. Appointment and fixation of remuneration of Statutory Auditors for the Financial Year 2017-18

By Order of the Board of Directors

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

Place: Noida
Date: 22.09.2017

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

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 22nd Annual General Meeting of the Company, to be held on the 28th day of September, 2017 at 11:00 AM at the Registered Office of the Company at C-56/A17, Sector-62, NOIDA – 201307 and at any adjournment thereof in respect of such resolutions as are indicated below:

Resolution No.

1. Receive, consider and adopt the Audited Balance Sheet as at March 31, 2017 and Statement of Profit & Loss Account for the year ended on that date along with Reports of Directors and Auditors thereon.
2. Declaration of dividend on Equity Shares for the Financial Year ended on 31st March, 2017.
3. Appointment and fixation of remuneration of auditors for the Financial Year 2017-18.

Signed this.....day of.....20.....

Signature of Shareholder
 Signature of Proxy holder (s)

Affix
 Revenue
 Stamp

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.



ATTENDANCE SLIP

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

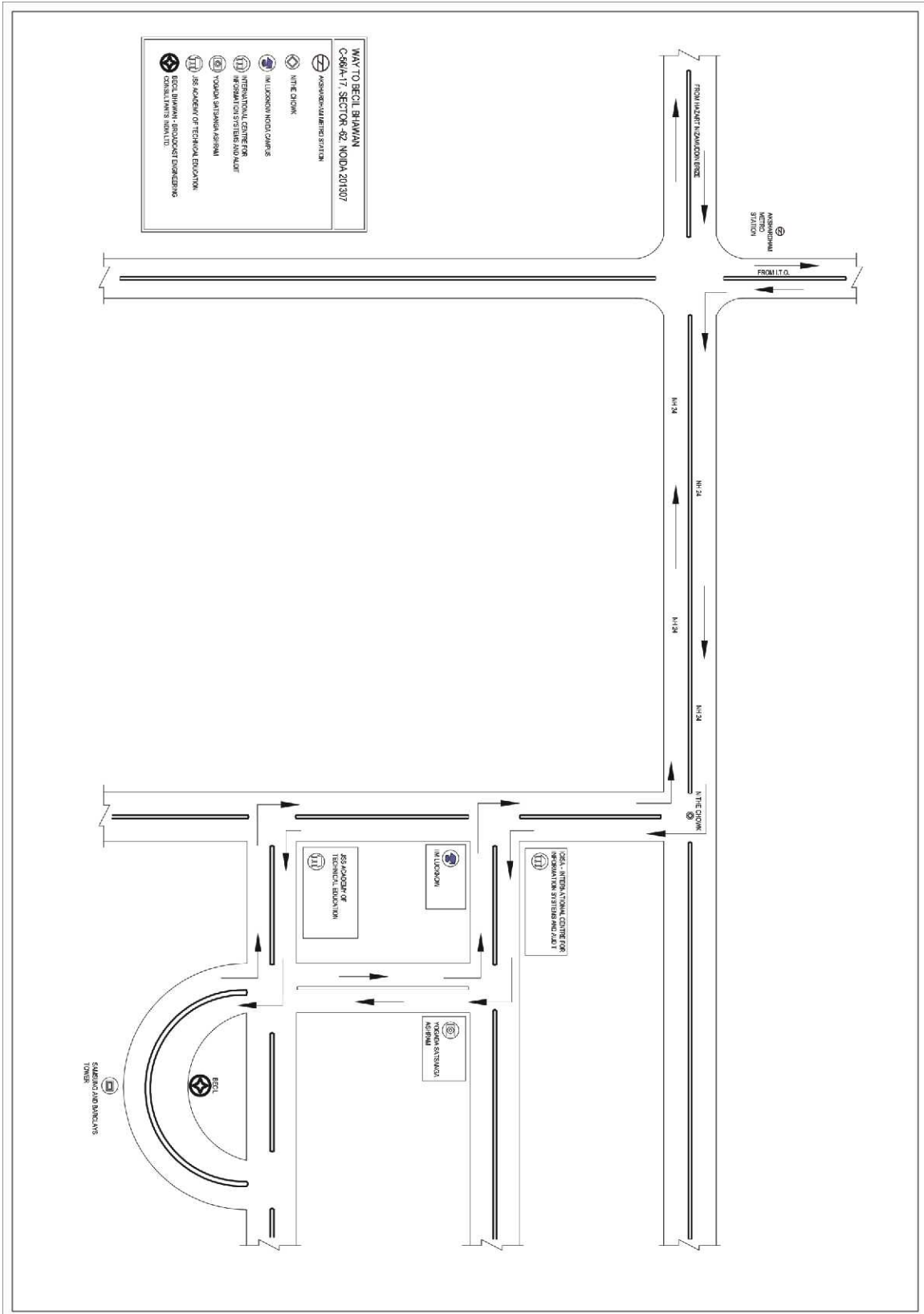
I hereby record my presence at the 22nd Annual General Meeting of the Members of "**Broadcast Engineering Consultants India Limited**" at Registered Office of the Company on Thursday, the 28th Day of September, 2017 at 11:00 A.M.

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 INDICATING VENUE OF THE AGM



CHAIRMAN & MANAGING DIRECTOR'S MESSAGE

Dear Esteemed Members,

On behalf of the Board of Directors, I have a great pleasure in welcoming all of you at the Twenty-Second Annual General Meeting of your Company.

During the Financial Year 2016-17, your company reviewed its present business strategies and areas; and restructured by incorporating new verticals other than broadcasting which included Social Security domain, Electronic Surveillance, CCTV, Infrastructure Management System, Human Resource Management and Communication Systems/ Analytics for various Government organizations.

As a result, Your Company recorded a total turnover (including Deposit Work) of Rs. 228 Crores (approx.) during the Financial Year 2016-17 as compared to Rs. 59 Crores (approx.) in the Financial Year 2015-16 which resulted in magnificent growth of 286% in its turnover. Your Company is in the upward swing to increase the turnover upto Rs. 350-400 Crores in the current Financial Year 2017-18 and has put in an expansion plan for the new markets and areas.



BECIL has been able to enhance its visibility as a reputed Public Sector Undertaking for providing turnkey solutions and system integration with State of the Art goods and services. BECIL is also involved in Research & Development of Set-Top Boxes for Doordarshan & Prasar Bharti basket of channels to provide quality Set-Top Boxes at optimal prices. BECIL is also looking at participating in Smart City projects and be a Government partner in realizing the Government objectives in these areas. BECIL has successfully completed the FM Phase-3 Batch-1 Common Transmission Infrastructure work and now it is involved in delivering the FM Phase-3 Batch-II Common Transmission Infrastructure in time as planned. BECIL has build up a core team to address the FM Radio expansion plan of the Government to establish 839 channels in approx. 300 cities.

We are confident to perform strongly and execute all the projects effectively; and also fully equipped to grab the opportunities and face any challenges the market throws up.

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 22nd Annual Report on the Business and Operations of your Company along with the Audited Financial Statements for the year ended 31st March, 2017.

1. THE STATE OF THE COMPANY'S AFFAIRS

FINANCIAL RESULTS

The Financial Performance of the Company for the Financial Year 2016-17, along with the comparative figures for Financial Year 2015-16, is indicated below:

(Amount in Lakhs)

	Particulars	Financial Year 2016 -17	Financial Year 2015-16
A	Result of Operations		
	Income from operations	18449.85	3142.26
	Value of Deposit work	4349.13	2717.20
	Total business during the year	22798.98	5859.46
	Expenditure (including Deposit work)	22153.68	6199.64
	Operating Profit/(Loss)	645.30	(340.18)
	Finance Cost	64.86	440.89
	Depreciation & Amortization	239.39	191.23
	Allowance for Doubtful Receivables & Advances	-	-
	Prior Period Adjustments & Extra Ordinary Items	4.95	(7.17)
	Profit/(Loss) before Tax Expense	336.09	(965.13)
	Deferred Tax	131.85	(342.99)
	Profit/(Loss) after Tax Expense	204.25	(622.14)
	Transfer to Corporate Social Responsibility	4.08	-
	Earnings/(Loss) Per Share (Rs.)	150.00	(456.00)
B	Sources of Fund		
	Issued, Subscribed and Paid up Capital	136.50	136.50
	Reserve & Surplus	1532.10	1401.37
	Non – Current Liabilities	643.81	554.98
	Current Liabilities	21412.89	14063.73
	Total	23725.29	16156.58
	Uses of Funds		
	Fixed Assets	1257.07	1288.19
	Current Asset	21785.95	14066.68
	Deferred Tax Assets (Net)	667.18	799.03
	Long –term Loans and Advances	-	2.68
	Other Non-Current Assets	15.09	-
	Total	23725.29	16156.58
C	Other Information		
	Authorized Capital	250.00	250.00
	Capital Employed	1668.59	1537.87
	Net worth	1001.42	738.84



HIGHLIGHTS OF THE COMPANY'S PERFORMANCE

- Revenue from operations (including deposit work) increased to Rs. 228 Crores from Rs. 59 Crores in the previous year at a growth rate of 286%
- Profit Before Tax amounted to Rs. 3.36 Crores as against the Loss of Rs. 9.65 Crores in the previous year
- Net Profit amounted to Rs. 2.04 Crores as against the Net Loss of Rs. 6.22 Crores in the previous year
- Highest Turnover since Incorporation
- Highest Turnover in Manpower activities
- Highest Profit in five Financial Years

AMOUNT RECOMMENDED TO BE PAID BY WAY OF DIVIDEND

In pursuance of the Clause 5.2 of the guidelines issued by the Department of Investment & Public Asset Management (DIPAM), Ministry of Finance; the Board of Directors of your Company has proposed an amount of Rs. 61,27,414/- (30% of the Profit After Tax) for the Dividend to be paid to the members.

AMOUNT PROPOSED TO CARRY TO ANY RESERVES

In pursuance of the guidelines issued by Department of Public Enterprises (DPE) vide O.M. dated 21st October, 2014; the Company has transferred 2% of the profit to the reserve for Corporate Social Responsibility.

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.

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.

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.

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)	:	8,61,19,983
Travelling	:	20,44,493
Other Expenses	:	14,37,83,967
Total	:	23,19,48,443

Foreign Exchange Inflow

Sale	:	2,00,410
Income from Contract	:	16,54,006
Total	:	18,54,416

BUSINESS ACTIVITIES DURING THE YEAR

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

FM Phase-III Broadcasting

The Government of India through the Ministry of Information and Broadcasting (MIB) has decided to commence Phase - III of FM Radio Broadcasting with the objectives of attracting more 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, through ascending e-auction for first batch of FM Phase - III Radio Channels.

The first batch of FM Phase – III comprises of **96 channels** (out of which 1 channel at Muzaffarpur was surrendered) in **55 existing cities** (out of which Cochin is a Non-CTI site) of Phase – II.

In cities where there 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 has been made mandatory.

Your Company is the system integrator for providing the Common Transmission Infrastructure in existing 54 cities of Phase – II and signed Project Management Agreement (PMA) with each successful LOI holder under FM Phase – III (Batch – I) to provide the Project Management Services to Build, Install, Commission and Complete the CTI.

Your Company has successfully completed 38 CTI sites in the current Financial Year (In the previous Financial Year, 3 sites were completed). Execution of work is under progress at remaining locations.

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

- Hindustan Times Media Ltd.
- Digital Radio (Mumbai) Broadcasting Ltd.
- Entertainment Network India Ltd.
- Music Broadcast Pvt. Ltd.
- Reliance Broadcast Network Ltd.
- Rajasthan Patrika Pvt. Ltd.
- DB Corp. Ltd
- Abhijit Realtors and Infraventures Pvt. Ltd.
- Render Live Films and Entertainment Pvt. Ltd.
- Sarthak Films Pvt. Ltd.
- Abir Buildcon Pvt. Ltd.
- Digital Radio (Delhi) Broadcasting Ltd.
- The Mathrubhimi Printing and Publishing Co. Ltd.
- Odisha Television Ltd.

Supply, Installation, Testing and Commissioning of 16 Panel FM Antenna at 18 sites of All Radio (Prasar Bharti)

Prasar Bharti (All India Radio) has issued order for Supply, Installation, Testing and Commissioning of 16 Panel FM Antenna with associated equipment at 18 sites. This order was obtained by competing successfully in global tendering process.

The supply portion of the project was completed in the year 2015-16 and the installation work has been completed in year 2016-17. 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" sizes and associated equipment viz. Antenna Switch, Rigid Lines and Dehydrators.

Supply, Testing and Commissioning of Superturnstile Antenna at 3 sites for Doordarshan (Prasar Bharti)

Your Company had secured an order for Supply, Testing and Commissioning for the VHF and UHF Superturnstile antennae at 3 sites. This order was won by competing in global tendering process.

The supply portion was completed in year 2014-15 and Testing & Commissioning portion shall be carried out by your Company after installation by Prasar Bharti.

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 had been carried out in year 2016-17. These Professional IRDs receive L Band Inputs and provide Analog Baseband (Video & Audio), Digital SDI with Embedded Audio and ASI Signal Outputs. The repeat order of Rs. 1.77 Crores for Supply at 77 locations was also completed by your company in year 2016-17.

Supply, Installation, Testing and Commissioning of DTT Antenna to Prasar Bharti (Doordarshan) at 15 locations

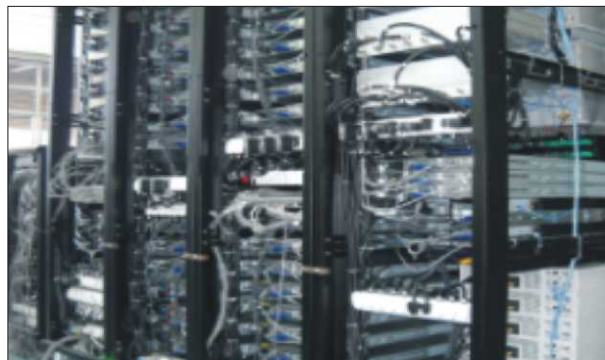
The Supply of DTT Antenna to Prasar Bharti (DD) had already been completed in year 2012. Installation work at 14 sites has been completed successfully in year 2016-17.

Surveillance Project of Maharashtra Forest Department- Tadoba Tiger Reserve

The Surveillance Project of Maharashtra Forest Department- Tadoba Tiger Reserve project for Supply, Installation, Testing and Commissioning of Camera and Communication System was completed successfully in year 2016-17.

VSAT Monitoring and Analysis System

These projects are the first of its kind in India implemented during the years 2010-2012. The Indian Space Research Organisation (ISRO) was made responsible for this project through its commercial arm M/s Antrix by the Govt of India. ISRO chose BECIL as its technology partner to identify and execute the complete gamut of technology subsystems deployed at ground level. BECIL is a premier and the only organisation to have Supplied, Installed, Tested and Commissioned such an Integrated Sensor System. The system could address sixteen different networks and sieve through millions of information inputs with inbuilt decision support system to extract actionable intelligence. Some of the images taken during installations are shown below.



Surveillance Access Control Management System (SACMS)

This project is the first of its kind in India. It is about Design, Procurement, Installation, Integration, Testing, Commissioning and Associated Services for a fully operational Surveillance and Access Control Management System as per customer requirement and codes that provide central security management, integrated control and remote monitoring of the complete Sena Bhawan, South Block and its adjoining area including the interfacing of all existing facilities. 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. BECIL provides life time support to these projects and helps the end user for continuous Operation and Maintenance.

High and Low Frequency Interception and Monitoring System

BECIL provides complete Operation and Maintenance Support for the High Frequency Electromagnetic Spectrum Interception and Monitoring System installed at one the premier Intelligence Agencies of the Government of India.

Professional Services towards setting up a State of the Art Social Media Communication Hub for the Ministry of Labour & Employment, Employees Provident Fund Organization (EPFO) and Employees State Insurance Corporation (ESIC)

This project was completed successfully in year 2016-17.

Design, Supply, Installation, Testing, Commissioning and Maintenance of Integrated Security System for the Eastern Railways 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

This project was completed successfully in year 2016-17.

Supply, Installation, Testing and Commissioning of Biometric Access Control system for Airport Authority of India at 43 Airports

This project is under progress. The first stage of supply has been completed.

Audit as per TRAI Regulation

The audit of Digital Addressable System (CAS, SMS & STB) as per schedule I of TRAI Regulations was conducted. The audit also involves 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.

Audit as per directions of TDSAT

BECIL has conducted the audit as per specific directions of 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 references of Hon'ble TDSAT had been attended to as and when required.

Mission Digitisation Project for Implementation of Phase III and Phase IV of Cable TV Digitisation

The scope of work includes 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 providing updates and necessary information to all the stakeholder of Cable TV Digitization. The work of Phase III and Phase IV is under progress. All the activities have been carried out, however, MIB has subsequently extended the completion date of the project till June 2018 and the project is continuing.

Training and Other Activities

BECIL has conducted training programmes on Wireline Broadcasting. BECIL has an MOU with Infocomm International for conducting training programmes on pro AV installation across the country. Number of training programmes are planned to be carried out in this year.

Inter-Personal Communication Campaigns in the States of Uttar Pradesh and Punjab for Directorate of Field & Publicity (DFP)

On request from DFP (Ministry of I&B), BECIL has empanelled the agencies for conducting the Inter-Personal Communication Campaigns and Rural Communication Activities on behalf of DFP to supplement its activities. In this regard, a pilot project in the States of Uttar Pradesh and Punjab was taken up. The objective was to carry out Direct Interaction Communication Campaigns in an effective manner for reaching the poorest and marginalized population. A time bound IPC campaign programme to appraise the various government schemes and also obtain feedback on implementation of these government programmes was carried out through shortlisted professional agencies.

Inter-Personal Communication (IPC) Campaign's activities include the following:

- Organising rural events in villages which comprise discussions combining competitions, rallies etc. to communicate salient features of Government schemes which benefit rural population.
- Social mobilisation by contacting opinion leaders, such as local public representatives, Panchayat leaders, teachers, Anganwadi workers, Aasha workers, etc. in the village where the event is proposed to be held.
- Rural communication materials developed in local languages such as booklets, posters, wall paintings, etc.
- Providing feedback on success stories as well as difficulties being faced by rural population in accessing benefits of the schemes.
- An impact study at the conclusion of IPC campaign was also taken up.



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. It is a 794 seater auditorium which is envisaged to have State of the Art acoustic treatment and Professional Audio Video Solution in place. This project was completed within the time frame.

Providing Professional Grade Audio Video System, Acoustics Treatment and Allied Works for the Kalyana Mandapam at AAI residential quarters, Chennai

Regional Office of BECIL at Bangalore was approached by AAI to suggest suitable solution for improving the acoustic quality of the hall. Considering the shape and dimensions of the hall, acoustic treatment is essential to control these parameters. BECIL decided to take up the work by providing conventional acoustic treatment by installing sound absorbent panels i.e soundscape acoustical cloud ceiling for octagonal shaped doom ceiling the for improving the sound quality and also a best Audio and Video System suitable for the Kalyanamandapam.

After carrying out the acoustic treatment of the walls and the ceilings, one can easily feel that there is marked improvement in the acoustic characteristics of the hall. At that same time, the dome side walls also made aesthetically decorated with suitable mural artwork painting works on all the eight rectangular spaces situated just below the roof depicting the themes representing the local customs and culture. Also, painting of the diagonal beams of the dome is done to enhance the visual experience for the audience immensely.

TV coverage and distribution of the proceedings of the Karnataka Legislatures at Vidhana Soudha, Bangalore

This Project was completed within the time frame as mentioned in the work order.

Providing Audio and Video equipment for the Telemedicine Project at NIMHANS

Project objective was to improve access to and availability of healthcare services at the point-of-care by enhancing the referral system in rural areas to reduce unnecessary transportation through the use of Information and Communication Technologies (ICTs).

BECIL has made proper planning and executed the telemedicine facility in 4 chambers by providing Acoustic Treatments, Audio, Video, NAS and other allied works in order to complete the communication chain.

Providing a Complete End to End Solution of Ku-Band (GSAT-8) DSNG & Mobile Van (PCR, MCR etc.,) on rental basis for initial three months to SAPNET, Andhra Pradesh

SAPNET MANA TV AMARAVATI is running two Educational Television channels, MANA TV1 (Play back channel) and MANA TV2 (Live Channel). This channel is established with the help of Indian Space Research Organization (ISRO), Department of Space, Government of India for telecasting educational and human development content through satellite communication in 17MHz Ku-band (AP & TS).

BECIL was awarded this work after winning a tender for providing of DSNG and OB Van with required manpower to cover the live programs of Social Sector in the areas of Education, Health, Agricultural Extension, Women Development, E-Governance and Rural Development, Creating Awareness in Self Help Groups and Community Internet Centers, Human Resources Development, Distance Training / Capacity Building, Digital India.

Supply, Installation Testing, Commissioning and Maintenance of CCTV Surveillance System at Warehouse/Depots of Food Corporation of India (FCI South Zone & West Zone)

BECIL won the said (limited tender) project on competition basis during the year 2015-16 floated by Food Corporation of India. List of (CPSUs) participants in the above said Project were BECIL, ECIL, BEL, ITI Ltd, TCIL, CEL. This project was started in year 2016-17 and is still under execution. The scope and the work includes placing of Analog IR Vari-focal Bullet cameras at entry / exit Gates, weighbridge, passage as well as platform at the selected godowns as per site survey. Uninterrupted image visibility is provided by connectors / boosters. All the cameras shall be connected to a network to DVR placed in the control room (office of the Depot Manager) connected to a 32 inch LED Monitor for monitoring and managing CCTV functions. CCTV footage recording for a period of 30 days has to be provisioned initially with scalability to enhance the recording period as required.



Scope of work also includes Co-axial as well as OFC installation as per depot requirements and training to the selected FCI officers of concerned depots of FCI South Zone for successful operations of CCTV system. The Supply, Installation, Testing and Commissioning of CCTV Surveillance System along with the required accessories Software, DVR, UPS and Cables are also a part of this project.

2. FUTURE OUTLOOK

The Management of your Company is eager to increase Operating Profit in Financial Year 2017-18 by:

- Increasing Consultancy Business
- Participation in Foreign Tenders
- Optimum Utilization of available resources
- Increase in Annual Maintenance Contracts
- Getting repetitive orders in New Areas

Diversification in New Areas

- Manufacturing of Set Top Boxes under Make in India
- White Space Connectivity
- Programme under Skill India
- Highway Advisory

3. 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.

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.

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

As per MoU for the year 2016-17 signed by your company with Ministry of Information & Broadcasting; developing the core competencies of the staff, meeting HRD requirements and training are important parts of the MoU.

The accomplishments in the field of HRD & training for the year 2016-17 are as under:

TRAINING OF BECIL STAFF

During the year under review, following specialized trainings have been provided to the staffs of the Company:

- Series of National Seminar on Service Tax & Cenvat Credit on 13.04.2016 & 05.05.2016 (No. of executives-02)
- Orientation Courses in Records Management for Record Officers on 18th –20th May, 2016 & 21st –23rd September, 2016 (No. of Executive –05)
- Two day workshop on Simplified Finance for Non-Finance Professionals for Enhanced Performance on 29th and 30th June, 2016 - (No. of Executive –02)
- Two day workshop on Project Management in PSUs on 28th and 29th July, 2016 - (No. of Executive –02)
- Awareness programme on Anti Sexual Harassment at work on 22nd July, 2016 - (No. of Executive –01)
- Asia Pacific HRM Congress 2016 – 15th Edition on 1st and 2nd September, 2016 - (No. of Executive –01)
- Risk Mitigation through Forensic Document Examination for Public Sector Banks/Undertaking on 21st to 25th November, 2016 – (No. of Executive –01)
- Office Record Management, Noting and Drafting on 29th and 30th September, 2016- (No. of Executive –03)
- Interactive Seminar on Challenges and Management on 25th –26th November, 2016 - (No. of Executive –02)
- Advanced Program on Foreign Exchange & Interest Rate Hedging and Risk Management on 5th – 8th December, 2016 - (No. of Executive –01)
- Third Executive Development Program for Young Executives of CPSEs on 28th November, 2016 to 3rd December, 2016 - (No. of Executive –01)
- AIMA, 14th National HRM Summit on 1st December, 2016 - (No. of Executive –05)
- Workshop on Transition under Converged Standards on 24th and 25th November, 2016 - (No. of Executive –02)
- NASSCOM –DSCI Annual Information Security Summit on 13th to 15th Decemebr, 2016- (No. of Executive –04)
- Workshop on GST : All You Wanted to Know on 22nd December, 2016- (No. of Executive –01)
- Workshop on Office Management and Secretariat Practice on 21st and 22nd December, 2016- (No. of Executive –02)
- Talent Management the Key to Organisational Excellence on 6th and 7th January, 2017- (No. of Executive –02)
- Silver Jubilee Edition 25th Convergence India Expo 2017, International Exhibition & Conference on 8th – 10th Feb, 2017 - (No. of Executive –07)
- Reimagining HR: Global Competition and New Age Workshop on 20th 21st February, 2017- (No. of Executive –01)
- Technical Training Programme on Solar Photo Voltaic Power Generation Design Installation & Challenge" on 20th – 24th March, 2017 - (No. of Executive –01)
- Workshops for the Nodal / Liasion Officers of CPSEs regarding Implementation of reservation policy of CPSEs on 8th to 10th March, 2017- (No. of Executive –01)

4. MEMORANDUM OF UNDERSTANDING (MoU) WITH MINISTRY OF INFORMATION & BROADCASTING

Your company has signed Memorandum of Understanding (MoU) with Ministry of Information & Broadcasting (MIB) for the Financial Year 2017-18.

5. CORPORATE GOVERNANCE

OUR CORPORATE GOVERNANCE PHILOSOPHY

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



In absence of the requisite no. of Independent Directors, the composition of Audit Committee was not in accordance with the guidelines issued by Department of Public Enterprises. The Company is pursuing for appointment of requisite number of Independent Directors on the Board.

During the year under review, the Company has also furnished quarterly progress report on the implementation of Corporate Governance to the Department of Public Enterprises within stipulated time. The company has secured "Very Good" rating under Corporate Governance Guidelines for the Financial Year 2016-17. To ensure better transparency, the Company has incorporated a separate section on Corporate Governance with Annual Report of the Financial Year 2016-17 which is appended as **ANNEXURE –I** with this report.

A Management Discussion and Analysis Report has been prepared which forms an integral part of Annual Report and appended as **ANNEXURE –II**.

The Company has also obtained a Certificate on compliance of conditions of Corporate Governance Guidelines issued by Department of Public Enterprises and appended with the Annual Report as **ANNEXURE –III**.

CODE OF CONDUCT

The 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 appended as **ANNEXURE –IV**.

VIGIL MECHANISM

With a view to establish mechanism for employees to report to the management 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 Meeting held on 28th January, 2014 approved Whistle Blower Policy.

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.

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.

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.

DEVELOPMENT AND IMPLEMENTATION OF A RISK MANAGEMENT POLICY

Your Company has taken steps to develop and implement Risk Management Policy which is under progress.

NUMBER OF MEETINGS OF THE BOARD

The Board met four times during the Financial Year. The meeting details are provided in the Report on Corporate Governance that forms part of this Annual Report. The maximum interval between any two meetings did not exceed 120 days, as prescribed in the Companies Act, 2013.

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.

POLICY ON REMUNERATION OF SENIOR MANAGEMENT AND OTHER EMPLOYEES

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

6. DIRECTOR

During the Financial Year 2016-17, the Ministry of Information & Broadcasting (MIB) has withdrawn the nomination of Shri Mihir Kumar Singh, Director (Government Nominee) and nominated Ms. Anju Nigam, Joint Secretary (B-II), Ministry of Information & Broadcasting as ex-officio Director (Government Nominee) of the Company w.e.f. 26.05.2016.

The MIB has also withdrawn the nomination of Shri Vijay Kumar Choubey, Director (Government Nominee) w.e.f. 08.12.2016 and nominated Shri Biranchi Narayan Nanda, Sr. Economic Advisor, Ministry of Information & Broadcasting (MIB) as ex-officio Director (Government Nominee) of the Company w.e.f 18.01.2017.

Shri Deepak Ranjan Gogoi has been appointed as Director (O&M) w.e.f. 14.12.2016 and Mrs. Ranjana Upadhyay has been appointed as Non-Official Director of the Company w.e.f. 16.02.2017.

COMMITTEES OF THE BOARD

As on March 31, 2017, the Board has two committees: the Audit Committee and the Remuneration Committee. A detailed note on the Composition of the Board and its Committees is provided in the Corporate Governance Report of this Annual Report.

EXTRACT OF ANNUAL RETURN

As per provisions of the Companies Act, 2013, an Extract of Annual Return has been prepared and appended as **ANNEXURE –V** which form part of this report.

DIRECTORS' RESPONSIBILITY STATEMENT

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

- in the preparation of the Annual Accounts, the applicable Accounting Standards had been followed along with proper explanation relating to material departures;
- 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;
- 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;
- the Directors had prepared the Annual Accounts on a going concern basis; and
- 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.

7. AUDIT REPORTS AND AUDITORS

STATUTORY AUDITORS

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 2016-17.

AUDIT REPORT

By the Statutory 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.

By the Company Secretary in practice in his Secretarial Audit report

Since your Company doesn't meet the requisite criteria mentioned under Section 204 of the Companies Act, 2013 read with Rule 9 of Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, Secretarial Audit is not applicable on your Company.

COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA

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

8. CORPORATE SOCIAL RESPONSIBILITY

CORPORATE SOCIAL RESPONSIBILITY INITIATIVES TAKEN DURING THE YEAR

During the previous year 2015-16, your Company incurred losses. Therefore, it did not take any initiative under Corporate Social Responsibility. However, the Company has earned profit in the Financial Year 2016-17, hence, in pursuance of the guidelines issued by Department of Public Enterprises (DPE) vide O.M. dated 21st October, 2014, the Company has transferred 2% of the profit to the reserve for Corporate Social Responsibility.

COMPOSITION OF CORPORATE SOCIAL RESPONSIBILITY COMMITTEE

The Company is not covered under the criteria specified under sub-section (1) of Section 135 of the Companies Act, 2013; hence, it is not required to constitute a Corporate Social Responsibility Committee.

DISCLOSURE OF CONTENT OF CORPORATE SOCIAL RESPONSIBILITY POLICY

The Board of Directors of your Company in its 70th Meeting held on 14th December, 2010 has approved the Corporate Social Responsibility Policy. 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 are the possible areas of activities under CSR (The list is indicative and not exhaustive):

- Establishment of 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 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

9. SEXUAL HARASSMENT

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.

10. 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 2016-17, the company had received 74 applications under RTI Act, 2005 and all had been responded within the statutory time limit except one application. As on 31st March, 2017, one application was pending for reply under RTI Act, 2005.

11. 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.

12. 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.

13. 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: 22.09.2017

ANNEXURE-I TO THE DIRECTORS REPORT

REPORT ON CORPORATE GOVERNANCE

1. COMPANY'S PHILOSOPHY ON GUIDELINES ON CORPORATE GOVERNANCE

Your 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 Operations. Your 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 Financials and Performance as well as the Leadership and Governance.

2. BOARD OF DIRECTORS

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, 2017 following was the composition and category of Directors in the Company:

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

As per DPE Guidelines for CPSEs, at least One-third of the Board Members should be Independent Directors. The Company is pursuing for appointment of requisite number of Independent Directors on the Board of Directors.

ATTENDANCE OF EACH DIRECTOR AT THE BOARD MEETINGS AND THE LAST ANNUAL GENERAL MEETING (AGM):

Following are the details of attendance of each Director at the Board Meetings and the last Annual General Meeting :

Name of the Directors	Designation	Attendance Particulars	
		Board Meeting	Last Annual General Meeting
Shri George Kuruville	Chairman & Managing Director	4	Yes
Shri V. K. Choubey	Director (Govt. Nominee)	3	Yes
Shri Mihir Kumar Singh	Director (Govt. Nominee)	NA	NA
Ms. Anju Nigam	Director (Govt. Nominee)	4	Yes
Shri Deepak Ranjan Gogoi	Director (O&M)	2	Yes
Shri B. N. Nanda	Director (Govt. Nominee)	1	NA
Mrs. Ranjana Upadhyay	Non-Official Director	1	NA

NUMBER OF BOARD MEETINGS HELD ALONG WITH DATES

There were 4 Board Meetings held during the Financial Year, the details of which are as hereunder:

S. No.	Date of Meeting	Place	Board Strength	No. of Directors present
1.	29th June, 2016	New Delhi	3	3
2.	07th September, 2016	New Delhi	3	3
3.	15th December, 2016	New Delhi	4	4
4.	22nd March, 2017	New Delhi	5	5



APPOINTMENT OF NEW DIRECTOR

During the Financial Year 2016-17, the Ministry of Information & Broadcasting (MIB) has withdrawn the nomination of Shri Mihir Kumar Singh, Director (Government Nominee) and nominated Ms. Anju Nigam, Joint Secretary (B-II), Ministry of Information & Broadcasting as ex-officio Director (Government Nominee) of the Company w.e.f. 26.05.2016.

The MIB has also withdrawn the nomination of Shri Vijay Kumar Choubey, Director (Government Nominee) w.e.f. 08.12.2016 and nominated Shri Biranchi Narayan Nanda, Sr. Economic Advisor, Ministry of Information & Broadcasting (MIB) as ex-officio Director (Government Nominee) of the Company w.e.f. 18.01.2017.

Shri Deepak Ranjan Gogoi has been appointed as Director (O&M) w.e.f. 14.12.2016 and Mrs. Ranjana Upadhyay has been appointed as Non-Official Director of the Company w.e.f. 16.02.2017.

Ms. Anju Nigam, Shri Deepak Ranjan Gogoi, Shri B. N. Nanda and Ms. Ranjana Upadhyay do not hold Directorship in any Company except BECIL..

3. AUDIT COMMITTEE

BRIEF DESCRIPTION OF TERMS OF REFERENCE

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

COMPOSITION, NAME OF MEMBERS AND CHAIRPERSON

The Board of Directors in its 106th Meeting held on 22nd March, 2017 has constituted 'AUDIT COMMITTEE' consisting of the following:

S. No.	Name	Designation	Position in Committee
1.	Mrs. Ranjana Upadhyay	Non-official Part-time Director	Chairperson
2.	Shri George Kuruville	Chairman & Managing Director	Member
3.	Shri Deepak Ranjan Gogoi	Director (O&M)	Member

MEETINGS AND ATTENDANCE DURING THE YEAR

During the year, Audit Committee meeting was not held.

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

- Oversight of Company's Financial Reporting Process and Disclosure of its Financial Information to ensure that Financial Statement is correct, sufficient and credible
- Recommending to the Board for fixation of Audit fees
- Approval of payment of Statutory Auditors
- Reviewing, with the Management, the Annual Financial Statement before submission to the Board
- Review of Quarterly Financial Statement before submission to the Board
- Review with the Management, performance of Internal Auditors and adequacy of the Internal Control Systems
- Reviewing the adequacy of Internal Audit Function
- Discussion with Auditors any significant finding.
- Review of findings
- Discussion with Statutory Auditors before Audit commences, about Nature and Scope of Audit as well as post Audit discussion to ascertain any area of concern
- Review functioning of Whistle Blower Mechanism
- Review all Related Party Transactions
- Review follow up action on Audit observation

4. REMUNERATION COMMITTEE:

BRIEF DESCRIPTION OF TERMS OF REFERENCE

As per Guidelines of Department of Public Enterprises, the Company has constituted Remuneration Committee after appointment of Independent Director in Financial Year 2016-17 to decide the Performance Related Pay and Policy for distribution across the Executives and Non Unionized Supervisors, within the prescribed limits and to discharge all other functions as may be decided from time to time. The composition of Remuneration Committee is in accordance with the Guidelines of Department of Public Enterprises.

COMPOSITION, NAME OF MEMBERS AND CHAIRPERSON

The Board of Directors in its 106th meeting held on 22nd March, 2017 has constituted 'REMUNERATION COMMITTEE' consisting of the following:

S. No.	Name	Designation	Position in Committee
1.	Mrs. Ranjana Upadhyay	Non-official Part-time Director	Chairperson
2.	Ms. Anju Nigam	Nominee Director	Member
3.	Shri B. N. Nanda	Nominee Director	Member

MEETINGS AND ATTENDANCE DURING THE YEAR

During the year, no meeting of Remuneration Committee was held.

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 is Rs.8,000/- per meeting attended by them as fixed by the Board of Directors in 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 terms of their appointment.

The details of remuneration paid to the Whole-Time Functional Directors during the Financial Year 2016-17 are as under:
(Amount in Rs.)

S. No.	Name of Director	Gross Salary	Other Benefits	Performance Related Pay	Stock Option	Total
1.	Shri George Kuruvilla	23,90,018	4,72,866	-	-	28,62,884
2.	Shri Deepak Ranjan Gogoi	5,47,897	4,82,480	-	-	10,30,377

5. GENERAL BODY MEETINGS:

DATE, TIME AND VENUE OF THE LAST THREE AGMS OF THE COMPANY ARE AS UNDER:

AGM	YEAR	DATE	TIME	VENUE
19th	2013-14	04.07.2014	1000 Hrs.	C-56, A/17, Sector – 62, Noida – 201307
20th	2014-15	29.09.2015	1530 Hrs.	C-56, A/17, Sector – 62, Noida – 201307
21st	2015-16	16.12.2016	1100 Hrs.	Chamber of Secretary, Ministry of Information & Broadcasting, Shastri Bhawan, New Delhi-110001

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:

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 Financial Year 2016-17 are given in Note no. 29 of the Notes on Financial Statement. These transactions do not have any potential conflict with the interests of the Company at large.

ITEMS OF EXPENDITURE DEBITED IN BOOKS OF ACCOUNTS, WHICH ARE NOT FOR THE PURPOSES OF THE BUSINESS

No expenditure was debited in the Books of Accounts during the Financial Year 2016-17 which are not for the purposes of the Business.

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.

DETAILS OF ADMINISTRATIVE AND OFFICE EXPENSES AS A PERCENTAGE OF TOTAL EXPENSES VIS-À-VIS FINANCIAL EXPENSES AND REASONS FOR INCREASE

S. No.	Particulars	2016-17 (Rs. in Lakhs)	2015-16 (Rs. in Lakhs)	2016-17(%) (As percentage of total expenditure)	2015-16 (%) (As percentage of total expenditure)
1.	Total Expenses	18,108.80	5,292.46	NA	NA
2.	Administrative and Office Exp.	1,218.45	1,019.53	6.73	19.26
3.	Finance Cost	64.86	440.89	0.36	8.33

REASON FOR INCREASE OF ADMINISTRATIVE AND OFFICE EXPENSES

During the year under review, the Administrative and Office Expenses has increased due to increase in travelling expenses and other related expenses incurred during the execution of the projects and various business activities.

REASON FOR INCREASE OF FINANCE COST

During the year under review, the finance cost has declined by 85%.

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.

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: 22.09.2017

ANNEXURE - II TO THE DIRECTORS REPORT**MANAGEMENT DISCUSSION AND ANALYSIS REPORT**

Rapid advances in technology in the electronics, information and communication sector 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 ever increasing 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 and Multi-media & Multi-Screen platforms. 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. Recent Annual BBS Broadcast Industry Global Trend Index 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 have been file-based/tapeless workflows; IP networking and content delivery; and transition to 'HD/UHD TV operations' even though their relative positions have shifted dramatically from year to year. According to recent index, the 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 and Multi-delivery Platforms 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 FM 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. With AIR installing good number of DRM- MW transmitters, need for availability of high quality content & cheap DRM Receivers is being strongly felt.

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 452 billion in 2015 to INR 590 billion in 2016, 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 2017 with full vigour. Financial Year 2016-17 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. Need for providing Triple Play Services, Voice, Broadband & TV through Digitized Cable TV Networks is also being felt.

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.

In addition to the above, BECIL sees lot of opportunities in diversifying its operations to include e-governance, Smart city projects and Make-in-India initiatives involving STB & similar devices for Fixed, Portable and mobile reception.

4. BECIL'S STRENGTHS AND WEAKNESSES

BECIL is a Public Sector Enterprise which bestows on it certain advantages over the other similar consultancy organizations in private sector 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

HIGHLIGHTS OF THE COMPANY'S PERFORMANCE

- Revenue from operations (including deposit work) increased to Rs. 228 Crores from 59 Crores in the previous year at a growth rate of 286%
- Profit Before Tax amounted to Rs. 3.36 Crores as against the Loss of Rs. 9.65 Crores in the previous year.
- Net Profit amounted to Rs. 2.04 Crores as against the Net Loss of Rs. 6.22 Crores in the previous year
- Highest Turnover since Incorporation
- Highest Turnover in Manpower activities
- Highest Profit in five Financial Years

During the year, the company reviewed its present business strategies and areas; and incorporated new verticals other than Broadcasting which included Social Security Domain, Electronic Surveillance, CCTV, Infrastructure Management System, Human Resource Management and Communication Systems/Analytics for various Government organizations.

As a result, your Company recorded growth of 286% in its total turnover (including Deposit Work). Your Company is in the upward swing to increase the turnover upto Rs. 350-400 Crores in the current Financial Year 2017-18 and has put in an expansion plan for the new markets and areas.

9. CORPORATE SOCIAL RESPONSIBILITY AND SUSTAINABILITY DEVELOPMENT

During the Financial Year 2016-17 your Company has earned profit, hence, in pursuance of the guidelines issued by Department of Public Enterprises (DPE) vide O.M. dated 21st October, 2014, the Company has transferred 2% of the profit to the reserve for Corporate Social Responsibility.

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

Place: Noida
Date: 22.09.2017

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 – 201301

We have examined the compliance of provisions of Corporate Governance by Broadcast Engineering Consultants India Limited for the financial year ended 31st March 2017 as stipulated in 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.

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 only one Independent Director in the Board who has been appointed on 16th Feb., 2017.
2. The Board of Directors has not constituted an Audit Committee in accordance with DPE Guidelines.
3. We have not found any documentary proof of review of periodical compliance reports of the laws applicable to the Company by the Board.

However the management has clarified that the Company follows practice to comply with all the applicable laws. Whenever any instance of non-compliance is found, the same is placed before the Board and rectified as per their advice.

4. 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

However the management of the Company has clarified that the roles and responsibilities of the Board, individual Directors and Senior Management are mentioned in form of recruitment process of the HR manual of the company, however, the management have taken steps to prepare a formal statement of Board Charter which shall be placed in the next Board Meeting.

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.

The management has clarified that it has taken steps to develop and implement risk management policy for the Company which is under process and shall be placed in the Board Meeting later on.

6. We have not found any prescribe procedures to inform Board members about the risk assessment and minimization procedures accordingly there is no policy for periodical review to ensure that executive management controls risk through means of a properly defined framework.

We have not found policies and procedures regarding:

- (a) Staff responsibilities in relation to fraud prevention and identification
- (b) Responsibility of fraud investigation once a fraud has been identified
- (c) Process of reporting on fraud related matters to management
- (d) Reporting and recording processes to be followed to record allegations of fraud
- (e) Requirements of training to be conducted on fraud prevention and identification.



The management has clarified that fraud prevention, identification and investigation are mentioned in the form of CDA rules of HR manual of the company. The management follows strict practices to prevent the fraud as well as keeps transparency in all the procedures of day to day business to prevent fraud. However, the management has taken steps to formally adopt adequate policies and procedure which shall be placed in the Board Meeting later on.

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

For SR & Associates | Company Secretaries

Sd/-

(Ravi Bhushan Kumar)

Partner

Certificate of Practice Number of ICSI : 8627

Membership Number of ICSI : FCS 7731

Date: 15.09.2017

Place: Noida



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 Financial Year 2016-17:

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 Financial Year 2016-17.

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

Place: Noida
Date: 22.09. 2017

ANNEXURE - V TO THE DIRECTORS REPORT

FORM NO. MGT 9
EXTRACT OF ANNUAL RETURN
(As on Financial Year ended on 31.03.2017)

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

1. 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 - 201307
6.	Whether listed company	NO
7.	Name, Address & contact details of the Registrar & Transfer Agent, if any.	NA

2. 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 Product/service	% to total turnover of the company
1.	Telecommunication, Broadcasting and Information Supply Services	9984	100%

3. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES

The Company does not have any Holding, Subsidiary and Associate Company

S.No.	Name and Address of the company	CIN/GLN	Holding/Subsidiary /Associate	% of shares held	Applicable Section
-	NA	NA	NA	NA	NA

4. 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-2016]				No. of Shares held at the end of the year [As on 31-March-2017]				% Change during the year
	De-Mat	Physical	Total	% of Total Shares	De-Mat	Physical	Total	% of Total Shares	
A. Promoters									
(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%	Nil	1,36,500	100%	Nil	Nil



C) CHANGE IN PROMOTER'S SHAREHOLDING

There is no change in Promoter's Shareholding

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

5. 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	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
Change in Indebtedness during the financial year				
* Addition	Nil	Nil	Nil	Nil
* Reduction-	Nil	Nil	Nil	Nil
Net Change	Nil	Nil	Nil	Nil
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

6. 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 George Kuruvilla	Shri Deepak Ranjan Gogoi	
1.	Gross salary			
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	23,90,018	5,47,897	29,37,915
	(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	5,200	26,484	31,684
	Contribution of EPF	2,09,508	48,193	2,57,701
	EL/Gratuity etc	2,58,158	4,07,803	6,65,961
	Total (A)	28,62,884	10,30,377	38,93,261
	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
1.	Independent Directors	Nil	Nil
	Fee for attending Board / Committee meetings	Nil	Nil
	Commission	Nil	Nil
	Others, please specify	Nil	Nil
	Total (1)	Nil	Nil
2.	Other Non-Executive Directors		
	Fee for attending board committee meetings	Nil	Nil
	Commission	Nil	Nil
	Others, please specify	Nil	Nil
	Total (2)	Nil	Nil
	Total (B)=(1+2)	Nil	Nil
	Total Managerial Remuneration	Nil	Nil
	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

S. No.	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	Nil	Nil	Nil	Nil
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	Nil	Nil	Nil	Nil
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	Nil	Nil	Nil	Nil

2	Stock Option	Nil	Nil	Nil	Nil
3	Sweat Equity	Nil	Nil	Nil	Nil
4	Commission	Nil	Nil	Nil	Nil
	- as % of profit	Nil	Nil	Nil	Nil
	others, specify...	Nil	Nil	Nil	Nil
5	Others, please specify	Nil	Nil	Nil	Nil
	Total	Nil	Nil	Nil	Nil

7. 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: 22.09.2017

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 2017**, 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 prescribed under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 and the companies (Accounting Standards) amendment rules, 2016

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies, making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit.

We have taken into accounts 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's judgments, including the assessment of risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, 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 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 2017 and its profit and its cash flows for the year ended on that date.

Emphasis of Matters

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

1. 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. 42 to the financial statements).
2. Note no. 30 to the financial statements which describes the uncertainty related to the outcome of the lawsuits filed against the company.

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 purposes of our audit.
 - (b) In our opinion, proper books of account as required by the 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) Since 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, 2017.
 - (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The 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.
 - iv. The Company has provided requisite disclosures in Note 47 to the financial statements as to the holdings of Specified Bank Notes on November 8, 2016 and December 30, 2016 as well as dealings in Specified Bank Notes during the period from November 8, 2016 to December 30, 2016. Based on our enquiries, test check of the books of account and other details maintained by the company and relying on the management representation regarding the total holding and nature of total cash transactions, we report that these disclosures are in accordance with the books of accounts maintained by the Company.

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

sd/-
Mukesh Goel
Partner
M. No. 09483

Place : New Delhi
Date : 11 July 2017

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) Physically verification of the fixed assets has not been conducted by the management during the year which in our opinion is not reasonable having regard to the size of company and the nature of its fixed assets. The reconciliation of books record with the physical count has not been undertaken. The physical verification of fixed Assets of the Company has not been carried since 30th September 2014.
 - (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 other than these there are no undisputed amounts payable in respect of these dues which have remained outstanding as at March 31, 2017 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, duty of excise, value added tax outstanding which has not been deposited on account of any 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:

Name of States	Nature of Dues	Period to which the amount relates (FY)	Forum where the Dispute is Pending	Amount in Rs.
Income Tax	Income Tax	2006-07	Office of the Income Tax Officer	2,18,10,990
Sales Tax	Sales Tax	2010-11	DVAT (VATO)	5,53,03,694
Service Tax	Service Tax	2004-05 to 2011-12	Customs, Excise and Service Tax Appellate Tribunal Board	2,34,75,565
Income Tax, 1961	Income Tax	2010-11	Office of the Income Tax Officer	10,23,330



Income Tax, 1961	Income Tax (TDS)	2016-17	Office of the Income Tax Officer	6,720
Income Tax, 1961	Income Tax (TDS)	2012-13	Office of the Income Tax Officer	19,200
Income Tax, 1961	Income Tax (TDS)	2011-12	Office of the Income Tax Officer	720
Income Tax, 1961	Income Tax (TDS)	2010-11	Office of the Income Tax Officer	2,51,320
Income Tax, 1961	Income Tax (TDS)	2009-10	Office of the Income Tax Officer	2,93,830
Income Tax, 1961	Income Tax (TDS)	2008-09	Office of the Income Tax Officer	29,860
Income Tax, 1961	Income Tax (TDS)	2007-08	Office of the Income Tax Officer	23,20,980
Service Tax	Service Tax	Prior to 01/04/2013	Office of the Income Tax Officer	11,99,152
Service Tax	Under Reverse Charge	2015-16	Office of the Income Tax Officer	95,679

- (viii) Based on our audit procedures performed for the purpose of reporting the true and fair view of the financial statements 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 of 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, paragraph 3 (xii) of the Order is not applicable to the Company.
- (xiii) According to the Information and explanation given by the management transaction with related parties are in compliance with section 177 and 188 of companies act, 2013 where applicable and details have been disclosed in the notes to the financial statements where applicable, as required by the applicable accounting standards.
- (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.

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

sd/-
Mukesh Goel
Partner
M. No. 094837

Place : New Delhi
Date : 11 July, 2017

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, 2017 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 and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India. 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 operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the Company are being made only in accordance with 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.

Basis for Qualified Opinion

According to the information and explanations given to us and based on our audit, the following material weakness has been identified in the Company's internal financial controls over financial reporting as at March 31, 2017:

The company did not have an appropriate internal control system for deduction and/ or deposit of statutory dues like service tax, EFP, ESI resulting into or which could potentially result in non-deduction, late deduction and/or deposit of statutory dues with consequential impact in financial statements.

In our opinion, to the best of our information and according to the explanations given to us, except for the effects/possible effects of the material weaknesses described above on the achievement of the objectives of the control criteria, the Company has maintained, in all material respects, adequate internal financial controls over financial reporting and such internal financial controls over financial reporting were operating effectively as of March 31, 2017, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

We have considered the material weaknesses identified and reported above in determining the nature, timing, and extent of audit tests applied in our audit of the standalone financial statements of the Company for the year ended March 31, 2017, and the material weakness does not affect our opinion on the said standalone financial statements of the Company.

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, 2017, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

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

sd/-
Mukesh Goel
Partner
M. No. 094837

Place : New Delhi
Date : 11 JUL 2017



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 2016-17

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. There is not 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 : 11 JUL 2017



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

To

Date : 21/08/2017

The Director (Admn.)
O/o the Pr. Director of Commercial Audit &
Ex-officio, Member Audit Board - IV
New Delhi.

Sir,

Kindly find enclosed herewith the copy of corrected part of opinion under annexure B as referred in our reply with regards to Half Margin No. 8. The same may be replaced with opinion under annexure B of statutory audit report dated 11.07.2017.

Thanking you,

Yours faithfully,

For Mukesh Raj & Co.
Chartered Accountants

Sd/-
(Mukesh Goel)
Partner

Place : New Delhi.

•Delhi •Mumbai •Lucknow •Chandigarh •Gurgaon

CORRECTED COPY OF ANNEXURE-B REFERRED IN REPLY OF HALF MARGIN NO. 8.

Statutory dues with consequential impact in financial statements. In our opinion, to the best of our information and according to the explanations given to us, except for the effects/possible effects of the material weaknesses described above on the achievement of the objectives of the controls criteria, the Company has maintained, in all material respects, adequate internal financial controls over financial reporting and such internal financial controls over financial reporting were operating effectively as of March 31, 2017." **Thus, the opinion expressed earlier dated 11.07.2017 it may be read as under:**

"In our opinion, the company has, in all material respects, an adequate internal financial controls system over financial reporting except as pointed above in respect of statutory due and such internal financial controls over financial reporting were operating effectively as 31st March, 2017."

ANNUAL ACCOUNTS

1st April, 2016 - 31st March, 2017

BALANCE SHEET AS AT 31st MARCH, 2017

PARTICULARS	Note No.	Figure for the reporting period (Amount in Rs.)	Figure for the Previous period (Amount in Rs.)
EQUITY AND LIABILITIES			
Shareholder's Funds			
Share Capital	3	1,36,50,000	136,50,000
Reserves & Surplus	4	<u>15,32,09,463</u>	<u>14,01,37,280</u>
		16,68,59,463	15,37,87,280
Non-current Liabilities			
Other Long Term Liabilities	5	4,46,78,628	4,06,10,846
Long Term Provisions	6	<u>1,97,02,107</u>	<u>1,48,87,079</u>
		6,43,80,735	5,54,97,925
Current Liabilities			
Trade Payable			
Micro, Small and Medium Enterprises		-	-
Other		1,17,00,94,125	35,92,27,787
Other Current Liabilities	7	96,30,67,211	1,04,64,65,284
Short Term Provisions	8	<u>81,27,340</u>	<u>6,79,310</u>
		2,14,12,88,676	1,40,63,72,381
TOTAL		<u>2,37,25,28,874</u>	<u>1,61,56,57,586</u>
ASSETS			
Non-current assets			
Fixed Assets	9		
- Tangible Assets		12,56,71,461	12,87,62,234
- Intangible Assets		35,501	56,353
Deferred Tax Assets (Net)	10	6,67,18,132	7,99,02,869
Long term loans and Advance	11	-	2,68,250
Other non-current assets	12	<u>15,08,766</u>	<u>-</u>
		19,39,33,860	20,89,89,706
Current Assets			
Inventories	13	1,98,56,045	3,90,58,920
Trade Receivable	14	1,66,24,66,494	83,16,57,433
Cash and bank balances	15	34,83,03,496	40,61,79,830
Short Term loans and advances	16	14,57,74,057	12,01,93,757
Other Current Assets	17	<u>21,94,922</u>	<u>95,77,940</u>
		2,17,85,95,014	1,40,66,67,880
TOTAL		<u>2,37,25,28,874</u>	<u>1,61,56,57,586</u>
Significant Accounting Policies	2		
The accompanying notes from 1 to 45 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)		Sd/-	
Partner		(Deepak Ranjan Gogoi)	
M.No. 094837		Director (O&M)	
Place : New Delhi		DIN 07724820	
Dated : 11 JUL 2017		Sd/-	
		(George Kuruvilla)	
Chairman & Managing Director		DIN : 06829122	
DIN : 06829122			



STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31st MARCH 2017

PARTICULARS	Note No.	Figure for the reporting period (Amount in Rs.)	Figure for the Previous period (Amount in Rs.)
REVENUE			
Revenue from Operations	18	1,79,93,38,221	41,04,67,757
Other Income	19	4,56,46,766	2,15,47,568
Total Revenue		<u>1,84,49,84,987</u>	<u>43,20,15,325</u>
EXPENDITURE			
Cost of Material Consumed	20	93,71,98,648	14,92,15,046
Job Work & Related Cost	21	70,79,04,288	20,53,57,388
Employee Benefits Expenses	22	5,77,01,431,	4,95,61,627
Finance Cost	23	64,85,875	4,40,89,027
Operation Expenses	24	6,41,43,248	5,23,91,228
Depreciation & Amortisation Expenses	25	2,39,39,393	1,91,22,835
Other Expenses	26	1,35,07,327	95,08,353
Total Expenditure		<u>1,81,08,80,210</u>	<u>52,92,45,504</u>
PROFIT/(LOSS) BEFORE EXCEPTIONAL ITEMS		3,41,04,777	(9,72,30,179)
Exceptional Items (Prior Period adjustments)	27	4,95,328	(7,17,188)
PROFIT/(LOSS) BEFORE TAX		<u>3,36,09,449</u>	<u>(9,65,12,991)</u>
Tax Expense			
Minimum Alternate Tax		-	-
Minimum Alternate Tax - Credit Entitlement		-	-
Deferred Tax (credit)/charge		1,31,84,737	(3,42,99,250)
		<u>1,31,84,737</u>	<u>(3,42,99,250)</u>
PROFIT/(LOSS) FOR THE YEAR		2,04,24,712	(6,22,13,741)
Earning / (Loss) per share - Basic & Diluted (Rs.)		150	(456)
Significant Accounting Policies	2		
The accompanying notes from 1 to 45 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 : 11 JUL 2017		Sd/- (George Kuruvilla) Chairman & Managing Director DIN : 06829122	Sd/- (Deepak Ranjan Gogoi) Director (O&M) DIN 07724820

CASH FLOW STATEMENT FOR THE YEAR ENDING 31st MARCH, 2017

PARTICULARS	Figure for the reporting period (Amount in Rs.)	Figure for the Previous period (Amount in Rs.)
1 CASH FROM OPERATING ACTIVITIES		
Net Profit(Loss) before Tax	3,36,09,449	(9,65,12,991)
Adjustments for		
Depreciation and amortization	2,39,39,393	1,91,22,835
Interest on Overdraft	36,96,818	3,87,83,678
(Profit)/Loss on Sale of Fixed Assets	(1,81,340)	(32,416)
Excess liabilities written back	(1,46,01,010)	-
Interest Income	(2,55,43,929)	(1,72,29,787)
Operating profit before working capital changes	2,09,19,381	(5,58,68,681)
Adjustment for Changes in working capital		
(Increase)/Decrease in Inventories	1,92,02,875	39,43,136
(Increase)/Decrease in Trade Receivable and other assets	(83,03,45,560)	13,46,09,165
(Increase)/Decrease in Loans & Advances	(1,67,49,740)	(26,56,416)
Increase/(Decrease) in Trade payables and other Liabilities	74,61,37,057	47,86,70,485
Increase/(Decrease) in provisions	49,10,529	(3,76,590)
Cash Generated/(used) from/in Operating activities	(5,59,25,458)	55,83,21,099
Less : Taxes Paid	(88,30,560)	(71,17,033)
Net Cash Flow from Operating Activities	(6,47,56,018)	55,12,04,066
2 CASH FLOW INVESTING ACTIVITIES		
Interest received	3,09,54,680	1,35,52,624
Purchase of Fixed Assets	(2,07,56,228)	(2,49,21,187)
Investment in fixed deposits	17,08,40,647	(21,03,64,908)
Sale of Fixed Assets	3,78,050	44,444
Net Cash Used in Investing Activities	18,14,17,149	(22,16,89,027)
3 CASH FROM FINANCIAL ACTIVITIES		
Short-term borrowings received/(repaid) (net)		(26,19,83,969)
Interest paid	(36,96,818)	(3,87,83,678)
Net Cash for Financial Activities	(36,96,818)	(30,07,67,647)
Net Changes in Cash and Cash Equivalent	11,29,64,313	2,87,47,392
Add : Opening Cash and Cash Equivalent	6,40,10,567	3,52,63,175
Closing Cash and Cash Equivalent	17,69,74,880	6,40,10,567
Components of cash and cash equivalent as at the end of the Year (refer note 15)		
Cash on Hand	64,534	2,59,383
Cash on Hand (Foreign Currency)	6,09,264	4,12,746
In Current Account	17,63,01,082	6,33,38,438
	17,69,74,880	6,40,10,567

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 : 11 JUL 2017

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/-
(Deepak Ranjan Gogoi)
Director (O&M)
DIN 07724820

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.

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

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

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

2.2. Revenue/Expenditure Recognition

a) Sale of goods

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

NOTES ON FINANCIAL STATEMENTS

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.

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 acquired separately are measured on 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 rebuttable 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 recognized.

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.

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.

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.

NOTES ON FINANCIAL STATEMENTS

2.10 Employee Benefits

- i) Provident fund and Employees' Family Pension Scheme contributions are accounted for on accrual basis. Liability for Gratuity, Earned Leave, Half pay leave on retirement and Leave Travel Concession are accounted for in accordance with Actuarial Valuation. The Actuarial Liabilities is determined with reference to employees at the end of each financial year, in compliance with the Accounting Standard AS 15, as prescribed by the Institute of Chartered Accountants of India.

ii) **Medical Reimbursement Rules**

For Regular Employee :

- a) All regular employees including officers on deputation shall be covered under medical insurance scheme. As inpatient 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 reimbursement of vaccination charges in full and expenses incurred on vaccination shall not be included in the limit of one month pay prescribed for reimbursement 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 Medidaim Health Care Scheme through Insurance company by paying insurance premium annually and the maximum coverage shall be Rs. 6 Lakhs for Executive and Rs. 3 Lakh 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.

2.11 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.

2.12 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, 2017 : 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, 2017 : 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 of 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
	-No. of shares held	100%
	- % of holding	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	-	-
Add : Transfer from P&L A/c	4,08,494	-
	<u>4,08,494</u>	<u>-</u>
c) Surplus in statement of Profit & Loss		
Opening Balance	9,82,43,602	16,04,57,343
Add: Profit/(Loss) for the year	2,04,24,712	(6,22,13,741)
Add: Transfer from Foreign Exchange Fluctuation Reserve	-	-
Less: Income Tax for earlier years (Net)	-	-
	<u>11,86,68,314</u>	<u>9,82,43,602</u>
Less : Appropriations)		
i) Proposed Dividend	61,27,414	-
ii) Tax on Dividend	12,25,115	-
iii) Transfer to Corporate Social Responsibility	4,08,494	-
iv) Transfer to General Reserve	-	-
	<u>77,61,023</u>	<u>-</u>
	<u>11,09,07,291</u>	<u>9,82,43,602</u>
TOTAL (a) + (b) + (c)	<u>15,32,09,463</u>	<u>14,01,37,280</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	4,46,78,628	4,06,10,846
	<u>4,46,78,628</u>	<u>4,06,10,846</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	73,39,327	54,27,823
Half Pay Leave	30,29,916	24,07,260
Earned Leave	87,35,690	65,37,458
Leave Travel Concession	5,97,174	5,14,538
	<u>1,97,02,107</u>	<u>1,48,87,079</u>

NOTES ON FINANCIAL STATEMENTS

7. Other Current Liabilities

Particulars	Figure for the reporting period Amount (In Rs.)	Figure for the previous period Amount (In Rs.)
Advance from Customers	59,18,10,608	78,73,86,345
Tower Rent payable to MI&B	16,86,59,024	14,74,69,782
Interest on Tower Rent payable to MI&B	4,78,01,111	4,78,01,111
Security Deposit and Retention Money	18,20,497	44,63,871
Earnest Money Deposit from Suppliers	1,23,78,202	82,38,434
TDS Payable	5,57,18,350	24,21,798
Employee Provident Fund Payable	39,99,073	21,16,324
ESI Payable	11,95,757	1,81,948
Sales Tax Payable	-	21,34,143
Service Tax Payable	2,42,34,345	67,07,892
Swachh Bharat Cess payable	42,62,415	3,84,821
Amount payable to Outsource Employees for clients	2,89,72,040	1,49,41,021
Expenses payable	2,19,11,505	2,15,10,268
Capital Creditors for acquiring assets	3,04,284	7,07,526
	<u>96,30,67,211</u>	<u>1,04,64,65,284</u>

8. Short Term Provisions

Particulars	Figure for the reporting period Amount (In Rs.)	Figure for the previous period Amount (In Rs.)
a) Provision for employee benefits		
i) Gratuity	1,80,623	1,62,514
ii) Half Pay Leave	1,52,287	1,27,485
iii) Earned Leave	3,30,135	2,77,746
iv) Leave Travel Concession	1,11,766	1,11,565
	<u>7,74,811</u>	<u>6,79,310</u>
b) Others	61,27,414	
i) Proposed Dividend	12,25,115	
ii) Tax on Dividend	<u>73,52,529</u>	-
	<u>81,27,340</u>	<u>6,79,310</u>

NOTES ON FINANCIAL STATEMENTS

9. Fixed Assets
i) For the current year

FIXED ASSETS	GROSS BLOCK			ACCUMULATED DEPRECIATION				NET BLOCK	
	As at 01.04.2016 ₹	Additions during the Year ₹	Disposals during the Year ₹	As at 31.03.2017 ₹	As at 01.04.2016 ₹	Depreciation charge for the Year ₹	On Disposals ₹	As at 31.03.2017 ₹	As At 31.03.2016 ₹
a <u>TANGIBLE ASSETS</u>									
Lease Land	72,56,506	-	-	72,56,506	11,78,835	2,08,782	-	58,68,889	60,77,671
Buildings	9,98,90,124	80,84,916	-	10,79,75,040	1,72,76,161	44,67,288	-	8,62,31,591	8,26,13,963
Plant and Equipment	1,49,45,507	20,15,135	8,58,000	1,61,02,642	1,11,81,150	13,38,372	7,28,234	43,11,354	37,64,357
Temporary Structure	5,83,371	25,071	-	6,08,442	5,83,371	25,071	-	-	-
Furniture and Fixtures	1,33,62,694	17,23,203	-	1,50,85,897	90,17,598	16,38,643	-	44,29,656	43,45,096
Vehicles	40,14,410	-	-	40,14,410	30,56,234	2,83,711	-	6,74,465	9,58,176
Office equipment	3,80,32,460	39,21,138	74,079	4,18,79,519	2,29,12,133	82,27,690	7,135	1,07,46,831	1,51,20,327
Air Conditioners & Refrigerators	1,36,38,077	48,777	-	1,36,86,854	87,30,449	14,13,531	-	35,42,874	49,07,628
Computer	1,83,91,782	39,03,338	-	2,22,95,120	1,24,64,788	44,50,555	-	53,79,777	59,26,994
Electronic Data Processing	46,67,372	16,784	-	46,84,156	40,35,534	3,02,848	-	3,45,774	6,31,838
Books & Periodicals	23,272	2,070	-	25,342	23,272	2,070	-	-	-
Electrical Appliances	1,22,03,796	12,69,193	-	1,34,72,989	77,87,612	15,45,127	-	41,40,250	44,16,184
Total	22,70,09,371	2,10,09,625	9,32,079	24,70,86,917	9,82,47,137	2,39,03,688	7,35,369	12,14,15,456	12,87,62,234
b <u>INTANGIBLE ASSETS</u>									
Computer Software	5,29,424	14,853	-	5,44,277	4,73,071	35,705	-	35,501	56,353
Total	5,29,424	14,853	-	5,44,277	4,73,071	35,705	-	5,08,776	56,353
Total (a+b)	22,75,38,795	2,10,24,478	9,32,079	24,76,31,194	9,87,20,208	2,39,39,393	7,35,369	12,19,24,232	12,88,18,587

NOTES ON FINANCIAL STATEMENTS

ii) For the previous 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 ₹
a TANGIBLE ASSETS									
Lease Land	72,56,506	-	-	72,56,506	10,99,904	78,931	-	11,78,835	61,56,602
Buildings	9,98,90,124	-	-	9,98,90,124	1,30,50,064	42,26,097	-	1,72,76,161	8,68,40,060
Plant and Equipment	1,45,20,497	4,25,010	-	1,49,45,507	99,22,666	12,58,484	-	1,11,81,150	45,97,831
Temporary Structure	5,83,371	-	-	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	-	90,17,598	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	30,56,234	4,29,137
Office equipment	2,31,07,596	1,49,24,864	-	3,80,32,460	1,71,81,101	57,31,032	-	2,29,12,133	59,26,495
Air Conditioners & Refrigerators	1,33,87,732	2,50,345	-	1,36,38,077	67,96,061	19,34,388	-	87,30,449	65,91,671
Computer	1,14,74,775	69,17,007	-	1,83,91,782	1,03,58,870	21,05,918	-	1,24,64,788	11,15,905
Electronic Data Processing	42,51,979	4,15,393	-	46,67,372	40,02,537	32,997	-	40,35,534	2,49,442
Books & Periodicals	-	23,272	-	23,272	-	23,272	-	23,272	-
Electrical Appliances	1,22,03,796	-	-	1,22,03,796	59,55,260	18,32,352	-	77,87,612	62,48,536
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	9,82,47,137	12,36,76,918
b INTANGIBLE ASSETS									
Computer Software	5,11,452	17,972	-	5,29,424	4,34,978	38,093	-	4,73,071	76,474
Total	5,11,452	17,972	-	5,29,424	4,34,978	38,093	-	4,73,071	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	9,87,20,208	12,37,53,392

NOTES ON FINANCIAL STATEMENTS

10. Deferred Tax Assets

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	44,22,015	43,24,914
Employees Benefit	67,70,283	51,46,715
Allowance for Doubtful trade receivables and loans and advances	2,19,54,784	2,19,96,074
Unabsorbed Depreciation	1,32,50,715	1,32,50,715
Business Loss	2,03,20,335	3,51,84,451
	6,67,18,132	7,99,02,869

11. 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

12. Other non-Current assets

Particulars	Figure for the reporting period Amount (In Rs.)	Figure for the previous period Amount (In Rs.)
Other Bank Balances In Fixed Deposits* (Maturity more than 12 months of reporting date)	15,08,766	-
	15,08,766	-

13. Inventories

Particulars	Figure for the reporting period Amount (In Rs.)	Figure for the previous period Amount (In Rs.)
Job Work (Material & Stores)	75,69,379	1,13,22,499
Work in Progress (Including Direct Cost)	1,22,86,666	2,77,36,421
	1,98,56,045	3,90,58,920

14. Trade Receivables

Particulars	Figure for the reporting period Amount (In Rs.)	Figure for the previous period Amount (In Rs.)
Outstanding for a period exceeding six months from the date they are due for payment		
- Considered good	45,41,18,792	61,33,54,527
- Considered Doubtful	6,26,00,754	6,26,00,754
	51,67,19,546	67,59,55,281
Less : Allowance for Doubtful Receivables	(6,26,00,754)	(6,26,00,754)
	45,41,18,792	61,33,54,527
Other receivables		
- Considered good	1,20,83,47,702	21,83,02,906
	1,66,24,66,494	83,16,57,433

NOTES ON FINANCIAL STATEMENTS

15. Cash and bank balances

Particulars	Figure for the reporting period Amount (In Rs.)	Figure for the previous period Amount (In Rs.)
Cash and cash equivalents		
Cash on Hand	64,534	2,59,383
Cash on Hand (Foreign Currency) In Current Account	6,09,264 17,63,01,082	4,12,746 6,33,38,438
Other Bank Balances		
In Fixed Deposits* (Maturity within 12 months of reporting date)	17,13,28,616	34,21,69,263
	34,83,03,496	40,61,79,830

*Rs. 12,16,33,680 (Previous Year - Rs. 10,40,73,749) 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)]	2,79,83,759	1,75,99,403
Minimum Alternate Tax- Credit Entitlement	9,90,000	9,90,000
Income Tax Refund Due	6,44,95,389	6,60,49,185
Prepaid Expenses	37,58,371	6,68,362
Sales Tax Refundable	58,13,263	26,85,333
Staff Advance	13,46,980	7,13,411
Other Advances	1,89,96,079	1,01,11,369
EMD Given to Clients	2,23,90,216	2,13,76,694
Unsecured, Considered Doubtful		
Sales Tax Refundable	1,28,600	1,28,600
Other Advances	36,73,525	37,98,408
Less : Allowance for Doubtful Advances	(38,02,125)	(39,27,008)
	14,57,74,057	12,01,93,757

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	21,94,922	76,05,673
Insurance claims receivable	-	9,46,523
	21,94,922	95,77,940

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	1,01,24,23,055	15,53,22,447
Consultancy Income	39,13,86,161	18,56,78,611
MI&B Tower Rental	2,60,40,217	1,94,92,178
Income from Contracts	36,94,88,788	4,99,74,521
	1,79,93,38,221	41,04,67,757

19. Other Income

Particulars	Figure for the reporting period Amount (In Rs.)	Figure for the previous period Amount (In Rs.)
Interest Income - on FDR	2,22,24,045	1,53,59,834
Interest Income - Others	33,19,884	18,69,953
Exchange Fluctuation Gain	-	9,12,711
Miscellaneous Income	53,20,487	33,72,654
Liabilities written back	1,46,01,010	-
Profit on Sale of Fixed Assets	1,81,340	32,416
	4,56,46,766	2,15,47,568

20. Cost of Material Consumed

Particulars	Figure for the reporting period Amount (In Rs.)	Figure for the previous period Amount (In Rs.)
Opening Stock	2,77,36,421	2,91,13,328
Add : Purchases during the year	92,17,48,893	14,78,38,139
	94,94,85,314	17,69,51,467
Less : Closing Stock	(1,22,86,666)	(2,77,36,421)
	93,71,98,648	14,92,15,046

21. Job Work & Related Expenses

Particulars	Figure for the reporting period Amount (In Rs.)	Figure for the previous period Amount (In Rs.)
Job Work*	35,84,71,246	3,32,72,881
Labour Charges	34,58,735	62,02,172
Outsource Expenses	26,94,85,865	11,77,89,132
Remuneration of Contract Personnel	5,43,54,258	3,14,43,476
MI&B Tower Rental expense	2,21,34,184	1,66,49,727
	70,79,04,288	20,53,57,388

*[Net of Closing stock of Rs. 75,69,379/- (Previous year Rs. 1,13,22,499/-)]

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	4,23,43,113	3,84,79,201
Contribution to Employees Provident fund	61,73,769	57,60,529
Half Pay Leave	6,47,458	80,926
Earned Leave	23,24,825	-
Gratuity	21,56,562	11,63,005
Leave Travel Concession	2,40,053	4,75,678
Staff Welfare	16,30,004	11,16,546
Medical Reimbursement	21,45,577	24,24,179
Post Retirement Medical Benefits	40,070	61,563
	5,77,01,431	4,95,61,627

23 Finance Cost

Particulars	Figure for the reporting period Amount (In Rs.)	Figure for the previous period Amount (In Rs.)
Interest on Overdraft	36,96,818	3,87,83,678
Bank Charges	27,89,057	53,05,349
	64,85,875	4,40,89,027

24. Operation Expenses

Particulars	Figure for the reporting period Amount (In Rs.)	Figure for the previous period Amount (In Rs.)
Legal & Professional Charges	1,04,34,316	1,10,53,559
Conveyance Expenses	40,76,756	35,44,875
Travelling Expenses-Inland	169,48,447	89,05,213
Travelling Expenses-Foreign	20,50,219	11,64,864
Printing & Stationery	18,65,763	19,62,106
Rent expense	19,26,192	13,02,890
Least Rent	2,22,750	2,22,750
Taxi Hire Charges	36,26,213	26,74,776
Director's Sitting Fee	-	16,000
Communication Expenses	33,87,762	26,50,002
Postage & Courier Expenses	4,94,545	3,87,563
Repair & Maintenance - Office	86,36,117	98,97,095
Repair & Maintenance - Machinery	20,16,853	21,01,811
Electrical & Water Charges	53,35,056	39,73,778
Festival Expenses	9,22,113	8,58,290
Books & Periodicals	36,177	33,339
Auditor's Remuneration and out of Pocket Expenses (refer note 24.1)	2,01,950	1,45,200
Tender Purchase Expenses	3,49,664	1,76,508
Insurance Expenses	3,30,165	3,12,184
Exchange Fluctuation Loss	11,704	-
Miscellaneous Expenses	12,70,486	10,08,425
	6,41,43,248	5,23,91,228

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	96,800
Tax Audit Fee	48,400	48,400
Taxation Matters	-	-
Other Professional/Certification Work	-	-
Reimbursement of Expenses	56,750	-
	2,01,950	1,45,200

25 Depreciation & Amortisation

Particulars	Figure for the reporting period Amount (In Rs.)	Figure for the previous period Amount (In Rs.)
Depreciation	2,39,03,688	1,90,84,742
Amortisation	35,705	38,093
	2,39,39,393	1,91,22,835

26 Other Expenses

Particulars	Figure for the reporting period Amount (In Rs.)	Figure for the previous period Amount (In Rs.)
Business Promotion	7,66,825	8,51,726
Publicity & Advertisement	58,39,641	41,88,688
Exhibition Expenses	19,11,856	9,89,885
Annual Membership Fees	3,02,591	2,29,878
Training & Seminar	46,86,414	32,48,176
	1,35,07,327	95,08,353

27 Prior Period Adjustments

Particulars	Figure for the reporting period Amount (In Rs.)	Figure for the previous period Amount (In Rs.)
<u>Prior Period Income</u>		
Income from Contracts	15,86,673	14,05,630
Sale of goods	-	6,16,284
MI&B Tower Rental	3,12,207	-
Miscellaneous Income	4,86,725	1,000
Sub Total	23,85,605	20,22,914
<u>Prior Period Expense</u>		
Miscellaneous Expenses	-	2,590
Job Work Expenses	14,57,802	13,03,136
Electricity Charges	2,75,000	-
Rent Expense	11,40,882	-
Communication Expenses	7,249	-
Sub Total	28,80,933	13,05,726
Total	4,95,328	(7,17,188)

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	2,04,24,712	(6,22,13,741)
Earning/(loss) Per Share	150	(456)

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**
- Mr. George Kuruvilla - Chairman & Managing Director (from 20th April 2016)
 - Mr. Vijay Kumar Choubey - Government Nominee Director (Upto 23rd December 2016)
 - Mr. Mihir Kumar Singh - Government Nominee Director (Upto 26th May 2016)
 - Ms. Anju Nigam - Government Nominee Director (from 26th May 2016)
 - Mr. Deepak Ranjan Gogoi - Director (O&M) (from 14th December 2016)
 - Mr. B.N. Nanda - Government Nominee Director (from 18th January 2017)
 - Ms. Ranjana Upadhyay - Part-time Non Official Director (Independent Director) (from 16th February 2017)
- 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
Contribution to EPF	-	83,301
Leave Salary Contribution	-	13,621
Gratuity Contribution	-	-
Half Pay leave	-	-
Leave Travel Concession	-	-
Medical Reimbursement	-	29,595
Total	-	9,98,884
CMD (Sh. George Kuruvilla)		
Salary	23,90,018	21,37,434
Contribution to EPF	2,09,508	1,84,707
Leave Salary Contribution	93,679	1,63,491
Gratuity Contribution	1,36,625	78,666
Half Pay leave	26,758	54,978
Leave Travel Concession	1,096	4,895
Medical Reimbursement	5,200	72,322
Total	28,62,884	26,96,493

NOTES ON FINANCIAL STATEMENTS

Director (O&M) (Deepak Ranjan Gogoi)		
Salary	5,47,897	-
Contribution to EPF	48,193	-
Leave Salary Contribution	1,89,501	-
Gratuity Contribution	1,47,397	-
Half Pay leave	69,847	-
Leave Travel Concession	1,058	-
Medical Reimbursement	26,484	-
Total	10,30,377	-

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

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	3,42,30,425	24,28,09,825
b) Foreign Letter of Credit	73,61,782	76,91,604
ii) Income Tax Demands	3,34,46,000	23,26,170
iii) Indirect Tax Demands	7,62,31,703	7,62,31,703
iv) Construction Contract	13,73,307	13,73,307
v) Common Transmission Infrastructure	1,68,25,754	1,68,25,754
vi) Pending Litigations	9,12,000	1,33,83,531
vii) Pending C forms	6,27,57,820	1,79,65,169

Note :

i) Guarantees given by the Company

Rs. 3,42,30,425/- Being the amount of Bank Guarantees given by the Company (Previous Year Rs. 24,28,09,825/-) and Rs. 73,61,782/- being the amount outstanding on account of Foreign letter of Credit (Previous year Rs. 76,91,604/-). 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 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 under protest as per the order of tribunal for granting of stay.

b. While doing the Assessment under DVAT for the Financial Year 2010-11, Department has raised demand of Rs. 5,51,03,694/- 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).



NOTES ON FINANCIAL STATEMENTS

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/- along with 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 Certificate (NOC)" from BECIL the Broadcasters filed a claim of demand of Rs. 40,96,67,117/-, for refund of unspent amount and interest thereon. In reply to the above cases, BECIL has filed a counter claim amounting to 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.

vi) Pending C form to be issued against interstate purchase

BECIL is required to issue C forms for interstate purchase. The amount of pending C forms are Following.

S. No.	Purchase for the Financial Year	Amount of purchase against 'C' Form
1	2014-15	38,66,649
2	2015-16	1,40,98,520
3	2016-17	4,47,92,651
	Total	6,27,57,820

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. Corporate Social Responsibility, Sustainable Development & Research & Development Expenses

During the year, the Company has spent an amount of NIL (Previous Year Rs Rs. NIL) towards Corporate Social Responsibility (CSR). However provision @2% on PAT has been created amounting to Rs. 4,08,494 As per DPE guideline and accordingly transferred to CSR reserve account.

33. 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	7,81,89,961	4,65,99,142
	7,81,89,961	4,65,99,142

NOTES ON FINANCIAL STATEMENTS

34. 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	20,44,493	11,64,864
Bank Charges	-	19,553
Job Work	79,30,022	70,16,949
Annual Membership Fees	76,466	95,918
Fixed Assets	10,50,012	
Expenses Reimbursable-Import for Deposit Work	14,26,57,489	
Total	15,37,58,482	82,97,284

35. 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	2,00,410	5,72,635
Income from Contract	16,54,006	1,08,64,522
Total	18,54,416	1,14,37,157

36. 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	15,08,799	17,73,889
	INR	9,73,17,514	11,82,65,148
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	1,26,251	3,359
	INR	82,18,930	2,23,947
	EUR	73,021	7,927
	INR	50,85,150	6,00,493
ii Trade receivables			
	EUR	1,380	4,146
	INR	94,603	3,14,062
iii Other advances			
	EUR	-	6,055
	INR	-	4,58,634

37. Value of imported & indigenous material consumed

Particulars	Figure for the reporting period Amount (In Rs.)	Figure for the previous period Amount (In Rs.)
Imported	7,82,93,151	4,62,33,951
Indigenous	85,47,73,540	9,99,48,769
Total	93,30,66,691	14,61,82,720

NOTES ON FINANCIAL STATEMENTS

38. Certificate of Turnover (Financial Year - 2016-17)

Particulars	Financial Year	Sale	Income from Consultancy	MI&B Tower Rental*	Income from Contract	Deposit Work	Unallocated	Total
Revenue								
Income from Operations	2016-17	1,01,24,23,055	34,65,20,747	2,60,40,217	36,94,88,788	4,48,65,414	4,56,46,766	1,84,49,84,987
	2015-16	15,53,22,447	16,11,78,827	1,94,92,178	4,99,74,521	2,44,99,784	2,15,47,568	43,20,15,325
Value of Deposit Work	2016-17	-	-	-	-	43,49,13,136	-	43,49,13,136
	2015-16	-	-	-	-	27,17,19,824	-	27,17,19,824
Total Business	2016-17	1,01,24,23,055	34,65,20,747	2,60,40,217	36,94,88,788	47,97,78,550	4,56,46,766	2,27,98,98,123
	201-16	15,53,22,447	16,11,78,827	1,94,92,178	4,99,74,521	29,62,19,608	2,15,47,568	70,37,35,149
Less: Expenses								
Cost of Material Consumed	2016-17	93,71,98,648	-	-	-	-	-	93,71,98,648
	2015-16	14,92,15,046	-	-	-	-	-	14,92,15,046
Value of Deposit Work	2016-17	-	-	-	-	43,49,13,136	-	43,49,13,136
	2015-16	-	-	-	-	27,17,19,824	-	27,17,19,824
Job Work Related Cost	2016-17	-	18,93,40,763	1,66,49,727	25,86,42,152	-	-	46,46,32,642
	2015-16	-	14,65,04,895	1,66,49,727	3,32,72,881	-	-	19,64,27,503
Unallocable Expenses	2016-17	-	-	-	-	-	40,90,48,920	40,90,48,920
	2015-16	-	-	-	-	-	18,36,02,955	18,36,02,955
Total Expenses	2016-17	93,71,98,648	18,93,40,763	1,66,49,727	25,86,42,152	43,49,13,136	40,90,48,920	2,24,57,93,346
	2015-16	14,92,15,046	14,65,04,895	1,66,49,727	3,32,72,881	27,17,19,824	18,36,02,955	80,09,65,328
Profit/(Loss) before Exceptional Items	2016-17	-	-	-	-	-	-	3,41,04,777
	2015-16	-	-	-	-	-	-	(9,72,30,179)
Prior Period Adjustments	2016-17	-	-	-	-	-	-	4,95,328
	2015-16	-	-	-	-	-	-	(7,17,188)
Profit/(Loss) Before Tax	2016-17	-	-	-	-	-	-	3,36,09,449
	2015-16	-	-	-	-	-	-	(9,65,12,991)
Tax Expense	2016-17	-	-	-	-	-	-	1,31,84,737
	2015-16	-	-	-	-	-	-	(3,42,99,250)
Profit/(Loss) After Tax	2016-17	-	-	-	-	-	-	2,04,24,712
	2015-16	-	-	-	-	-	-	(6,22,13,741)

NOTES ON FINANCIAL STATEMENTS

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 (Rs.)	Figure for the previous period (In Rs.)
Employer's Contribution to Provident Fund	61,73,769	57,60,529

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 2015 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		Gratuity		Half Pay Leave		Leave Travel Concession	
	31/03/2017	31/03/2016	31/03/2017	31/03/2016	31/03/2017	31/03/2016	31/03/2017	31/03/2016
a) PBO (C)	90,65,825	68,15,204	75,19,950	55,90,337	31,82,203	25,34,745	7,08,940	6,26,103
b) Plan Assets	-	-	-	-	-	-	-	-
c) Net Assets/(Liability)	(90,65,825)	(68,15,204)	(75,19,950)	(55,90,337)	(31,82,203)	(25,34,745)	(7,08,940)	(6,26,103)

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

a) On Plan PBO	1,00,306	2,04,989	(1,94,395)	(1,74,631)	2,25,784	3,05,888	(23,384)	(3,11,808)
b) On Plan Assets	-	-	-	-	-	-	-	-

iii) Enterprise best estimate of contribution during next year is ₹ 25,96,508/- (previous Year ₹ 16,70,939/-) for EL Leave Encashment, ₹ 22,31,487/- (Previous Year ₹ 16,92,883/-) for Gratuity liability, ₹ 7,42,324/- (previous year ₹ 4,68,214/-) for Half Pay Leave and ₹ 2,04,403/- (Previous Year ₹ 73,664/-) for Leave Travel Concession.

2) Summary of Membership data

Particulars	Leave Encashment		Gratuity		Half Pay Leave		Leave Travel Concession	
	31/03/2017	31/03/2016	31/03/2017	31/03/2016	31/03/2017	31/03/2016	31/03/2017	31/03/2016
a) Number of employees	59	58	59	58	59	58	59	58.00
b) Total Monthly Salary (In Lacs)	25.97	22.1	25.96	22.1	25.97	22.1	-	-
c) Total Monthly Salary (In Lacs)	35.29	30.33	-	22.1	35.29	30.33	-	-
d) Average Past Services (Years)	6.84	6.28	6.83	6.28	6.84	6.28	6.85	6.28
e) Average Age (Years)	40.46	39.32	40.46	39.32	40.46	39.32	40.33	39.32
f) Average remaining working life (Years)	19.54	20.68	19.54	20.68	19.54	20.68	19.67	20.68

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:

NOTES ON FINANCIAL STATEMENTS

	Particulars	Leave Encashment		Gratuity		Half Pay Leave		Leave Travel Concession	
		31/03/2017	31/03/2016	31/03/2017	31/03/2016	31/03/2017	31/03/2016	31/03/2017	31/03/2016
i)	Discounting Rate	7.54	8.00	7.54	8.00	7.54	8.00	7.54	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

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	3.00
	From 31 to 44 Years	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
	Above 44 Years	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00

4) Change in present value of obligation

	Particulars	Leave Encashment		Gratuity		Half Pay Leave		Leave Travel Concession	
		31/03/2017	31/03/2016	31/03/2017	31/03/2016	31/03/2017	31/03/2016	31/03/2017	31/03/2016
a)	Present value of obligation as at the beginning 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)	Acquisition adjustment	-	(1,62,159)	-	(1,90,981)	-	(84,506)	-	-
c)	Interest cost	5,45,216	6,13,291	4,47,227	4,16,048	2,02,780	2,03,066	50,088	43,033
d)	Past Service Cost	-	-	-	-	-	-	-	-
e)	Current Service Cost	13,63,022	11,63,937	11,00,161	8,89,738	4,87,376	4,33,006	1,30,068	1,12,865
f)	Curtailement Cost/(Credit)	-	-	-	-	-	-	-	-
g)	Settlement Cost/(Credit)	-	-	-	-	-	-	-	-
h)	Benefits Paid	(74,204)	(4,83,785)	(2,26,949)	(5,82,288)	-	-	(1,57,216)	(3,87,491)
i)	Actuarial (gain)/loss on obligation	4,16,587	(19,82,217)	6,09,174	(1,42,781)	(42,698)	(5,55,146)	59,897	3,19,780
j)	Present value of obligation as at the end of the year	90,65,825	68,15,204	75,19,950	55,90,337	31,82,203	25,34,745	7,08,940	6,26,103

5) Fair Value of plan assets

	Particulars	Leave Encashment		Gratuity		Half Pay Leave		Leave Travel	
		31/03/2017	31/03/2016	31/03/2017	31/03/2016	31/03/2017	31/03/2016	31/03/2017	31/03/2016
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	(90,65,825)	(68,15,204)	(75,19,950)	(55,90,337)	(31,82,203)	(25,34,745)	(7,08,940)	(6,26,103)
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	
		31/03/2017	31/03/2016	31/03/2017	31/03/2016	31/03/2017	31/03/2016	31/03/2017	31/03/2016
a)	Actuarial gain/(loss) for the period obligation	(4,16,587)	19,82,217	(6,09,174)	1,42,781	42,698	5,55,146	(59,897)	(3,19,780)
b)	Actuarial (gain)/loss for the period - plan assets	-	-	-	-	-	-	-	-
c)	Total (gain)/loss for the period	4,16,587	(19,82,217)	6,09,174	(1,42,781)	(42,698)	(5,55,146)	59,897	3,19,780
d)	Actuarial (gain)/loss recognized in the period	4,16,587	(19,82,217)	6,09,174	(1,42,781)	(42,698)	(5,55,146)	59,897	3,19,780
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	
		31/03/2017	31/03/2016	31/03/2017	31/03/2016	31/03/2017	31/03/2016	31/03/2017	31/03/2016
a)	Present value of obligation as at the end of the year	90,65,825	68,15,204	75,19,950	55,90,337	31,82,203	25,34,745	7,08,940	6,26,103
b)	Fair value of plan assets as at the end of the period.	-	-	-	-	-	-	-	-
c)	Funded Status/Difference	(90,65,825)	(68,15,204)	(75,19,950)	(55,90,337)	(31,82,203)	(25,34,745)	(7,08,940)	(6,26,103)
d)	Excess of actual over estimated	-	-	-	-	-	-	-	-
e)	Unrecognized actuarial (gains)/Losses	-	-	-	-	-	-	-	-
f)	Net asset/(liability) recognized in balance sheet.	(90,65,825)	(68,15,204)	(75,19,950)	(55,90,337)	(31,82,203)	(25,34,745)	(7,08,940)	(6,26,103)

8) Expense recognised in the Statement of Profit and Loss

	Particulars	Leave Encashment		Gratuity		Half Pay Leave		Leave Travel Concession	
		31/03/2017	31/03/2016	31/03/2017	31/03/2016	31/03/2017	31/03/2016	31/03/2017	31/03/2016
a)	Current Service Cost	13,63,022	11,63,937	11,00,161	8,89,738	4,87,376	4,33,006	1,30,068	1,12,865
b)	Past Service Cost	-	-	-	-	-	-	-	-
c)	Interest Cost	5,45,216	6,13,291	4,47,227	4,16,048	2,02,780	2,03,066	50,088	43,033
d)	Expected return on plan assets	-	-	-	-	-	-	-	-
e)	Curtailment Cost/(Credit)	-	-	-	-	-	-	-	-
f)	Settlement Cost/(Credit)	-	-	-	-	-	-	-	-
g)	Net actuarial (gain)/Loss recognised in the period.	4,16,587	(19,82,217)	6,09,174	(1,42,781)	(42,698)	(5,55,146)	59,897	3,19,780
h)	Expenses recognised in the statement of Profit & losses	23,24,825	(2,04,989)	21,56,562	11,63,005	6,47,458	80,926	2,40,053	4,75,678

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	
		31/03/2017	31/03/2016	31/03/2017	31/03/2016	31/03/2017	31/03/2016	31/03/2017	31/03/2016
a)	Present value of obligation as at the end of the period	90,65,825	68,15,204	75,19,950	55,90,337	31,82,203	25,34,745	7,08,940	6,26,103
b)	Present value of obligation as at the beginning 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
c)	Benefits paid	74,204	4,83,785	2,26,949	5,82,288	-	-	1,57,216	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	23,24,825	(2,04,989)	21,56,562	11,63,005	6,47,458	80,826	2,40,053	4,75,678

10) Amount for the current period

	Particulars	Leave Encashment		Gratuity		Half Pay Leave		Leave Travel Concession	
		31/03/2017	31/03/2016	31/03/2017	31/03/2016	31/03/2017	31/03/2016	31/03/2017	31/03/2016
a)	Present value of obligation as at the end of the year	90,65,825	68,15,204	75,19,950	55,90,337	31,82,203	25,34,745	7,08,940	6,26,103
b)	Fair value of plan assets at the end of the period	-	-	-	-	-	-	-	-
c)	Surplus/(Deficit)	(90,65,825)	(68,15,204)	(75,19,950)	(55,90,337)	(31,82,203)	(25,34,745)	(7,08,940)	(6,26,103)
d)	Experience adjustment on plan Liabilities (loss)/gain	1,00,306	19,82,217	(1,94,395)	1,42,781	2,25,784	5,55,146	(23,384)	(3,19,780)
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	
		31/03/2017	31/03/2016	31/03/2017	31/03/2016	31/03/2017	31/03/2016	31/03/2017	31/03/2016
a)	Opening 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
b)	Expenses as above	23,24,825	(2,04,989)	21,56,562	11,63,005	6,47,458	80,926	2,40,053	4,75,678
c)	Benefits paid	(74,204)	(4,83,785)	(2,26,949)	(5,82,288)	-	-	(1,57,216)	(3,87,491)
d)	Actual return on plan assets	-	-	-	-	-	-	-	-
e)	Acquisition adjustment	-	(1,62,159)	-	(1,90,981)	-	(84,506)	-	-
f)	Closing net Liability	90,65,825	68,15,204	75,19,950	55,90,337	31,82,203	25,34,745	7,08,940	6,26,103

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

	Particulars	Leave Encashment		Gratuity Liabilities		Half Pay Leave Liabilities		Leave Travel Concession	
		31/03/2017	31/03/2016	31/03/2017	31/03/2016	31/03/2017	31/03/2016	31/03/2017	31/03/2016
a)	Current Liability	3,30,135	2,77,746	1,80,623	1,62,514	1,52,287	1,27,485	1,11,766	1,11,565
b)	Non-Current Liability	87,35,690	65,37,458	73,39,327	54,27,823	30,29,916	24,07,260	5,97,174	5,14,538
c)	Total BPO at the end of the year	90,65,825	68,15,204	75,19,950	55,90,337	31,82,203	25,34,745	7,08,940	6,26,103

NOTES ON FINANCIAL STATEMENTS

40. Micro and Small Enterprises

As per the Management, None of the Sundry Creditors is registered under Micro, Small and Other Enterprises as required in the MSME Act, 2006.

41. Impaired Assets

As per the Management, there are no impaired assets.

42. 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 unless specified otherwise.

43. Balances standing to the debit/credit of parties, Debtors, Creditors, Advances, and Security Deposit are subject to the confirmations from the respective parties.

44. Previous year's figures have been appropriately regrouped/reclassified to confirm to the current year's presentation.

45. Disclosure On Specified Bank Notes (SBNs)

During the year, the Company had Specified Bank Notes (SBNs) and other denomination notes as defined in the MCA Notification G.S.R. 308(E) dated 30th March, 2017, on the details of Specified Bank Notes (SBNs) held and transacted during the period from 8th November, 2016 to 30th December, 2016, the denomination wise SBNs and other notes as per the notification is given below:

Particulars	SBNs*	Other denomination notes	Total
Closing cash in hand as on 8th November, 2016	67,000	24,033	91,033
(+) Permitted receipts	23,000	3,76,600	3,99,600
(-) Permitted payments	-	3,09,991	3,09,991
(-) Amount deposited in banks	90,000	-	90,000
Closing cash in hand as on 30th December, 2016	-	90,642	90,642

*For the purpose of this clause 'Specified Bank Notes' shall have the same meaning provided in the notification of the Government of India in the Ministry of Finance, Department of Economic Affairs number S.O. 3407(E), dated the 8th November, 2016.

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 : 11 JUL 2017

Sd/-

(George Kuruvilla)

Chairman & Managing Director
DIN : 06829122

Sd/-

(Awadhesh Pandit)

Asstt General Manager (Finance)
/Secretary to the Board

For and on behalf of Board of the Directors

Sd/-

(Deepak Ranjan Gogoi)

Director (O&M)
DIN 07724820



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.532-PDCA/HS/MAB-IV/A/cs/BECIL/17-18/Vol.11/
Date : 14-09-2017

To,

The Chairman & Managing Director,
Broadcast Engineering Consultants India Limited,
C-56-A/17, Sector-62,
Noida - 201 301, U.P.
Tel : 0120-4177850, Fax : 0120-4177879

Sub: Comments of the Comptroller & Auditor General of India under Section 143(6)(b) of the Companies Act, 2013 on the accounts of Broadcast Engineering Consultants India Limited, for the year ended 31st March 2017.

Sir,

I am to enclose herewith the Comments of the Comptroller and Auditor General of India under 143(6)(b) OF THE COMPANIES ACT, 2013 on the accounts of **Broadcast Engineering Consultants India Limited** for the year ended 31st March 2017.

The receipt of the letter may kindly be acknowledged.

Yours faithfully,

Encl : As above



(L Siddhartha Singh)
Principal Director of Commercial Audit &
Ex-Officio Member, Audit Board-IV

COMMENTS OF THE COMPTROLLER AND 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 31 MARCH 2017.

The preparation of financial statements of **Broadcast Engineering Consultants India Limited** for the year ended 31 March 2017 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/ 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 **11th July 2017**.

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 2017. 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:

1. Balance Sheet

Deferred Tax Asset (Note No. 10): ₹ 6,67,18,132/-

The above head does not include an amount of ₹ 5.86 Lakh due to non inclusion of provision created for performance related pay of ₹ 17.72 Lakh in deferred tax calculation. This has resulted in understatement of deferred tax assets and overstatement of current year tax expenses (deferred tax) by ₹ 5.86 Lakh. Consequently profit after tax is also understated by ₹ 5.86 Lakh.

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



(L. Siddhartha Singh)

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

Place : New Delhi
Dated : 14.09.2017