



**BOARD OF DIRECTORS** : Dipak Gupta, Ravi Sheth, T.N. Ninan.

## **DIRECTORS' REPORT**

The Directors present the 2nd Annual Report of the Company, together with the Audited Accounts for the year ended 31st March, 2002.

### **I. FINANCIAL RESULTS**

	(Rs in Millions)	
	<u>Year ended</u> <u>March 31, 2002</u>	<u>Year ended</u> <u>March 31, 2001</u>
Sales and other income	6.24	5.15
Profit/(Loss) before Depreciation and Interest	(8.15)	(46.42)
Interest	0.03	0.25
Depreciation	0.40	0.48
Profit/(Loss) before Tax	(8.58)	(47.15)
Tax	---	---
Balance carried forward to the Balance Sheet	(55.73)	(47.15)

### **II. DIVIDEND**

In view of the losses, no dividend is recommended.

### **III. THE YEAR IN REVIEW**

The financial year was a difficult one, dictated by an overall slow down in the internet business environment and the network of the Company has been significantly eroded. The Company recognised this trend of declining markets and implemented a strict cost control strategy alongwith consolidating on the sustainable revenue segments. Consequently, the Company has managed to book a growth of 12.71% in sales revenue alongwith a drop in losses by 81.80%.

The Company has also disposed of its non-core surplus assets and utilised the funds so realised in the business.

### **IV. OUTLOOK**

The Company has effected changes in the team consequent to the changed requirements of the business.

Till now, the Company was focused on developing internet properties using content available from Business Standard Limited. This strategy met with some success, with business-standard.com site traffic and rankings improving in the course of the year. However, due to overall slow down in the internet business, the Company has changed its strategic plans and is now also targeting the international market in addition to the domestic market.

The other new area of focus will be customised content for corporates which is expected to make a contribution to the revenues. Advertising revenues will continue to make contribution.

The revenue from the business is expected to enable the conduct of a viable business, partly because costs have been scaled down sharply in line with the new business plans. The above focus on new income streams and cost reduction to reduce the losses will continue in the ensuing year. Based on the above the management is confident of reversing the erosion in the network and accordingly these amounts have been prepared on a going concern basis.

### **V. BOARD OF DIRECTORS**

Mr. Ravi Sheth retires at the forthcoming Annual General Meeting and, being eligible, has offered himself for re-appointment. The Board recommends his re-appointment.

### **VI. AUDITORS**

M/s. Price Waterhouse, Chartered Accountants, New Delhi 110 030, Auditors of the Company, retire at the conclusion of the forthcoming Annual General Meeting and, being eligible, offer themselves for re-appointment. The Company has received a certificate from the Auditors to the effect that their re-appointment, if made, would be in accordance with Section 224(1B) of the Companies Act, 1956.

### **VII. AUDITORS' REPORT**

The Board confirms the statement made by the Auditors in Note 3 of their report.

There is no reservation, qualification or adverse remark in the auditors' report and, therefore, the report does not call for any further comment.

### **VIII. AUDIT COMMITTEE**

The Audit Committee comprises three independent and non-executive Directors, viz., Mr. Ravi Sheth, Mr. Dipak Gupta and Mr. T. N. Ninan, and met four times during the year.

The Company Secretary acts as the Secretary of the Committee.



#### IX. STATUTORY INFORMATION

A statement giving the information required under Section 217(2A) of the Companies Act, 1956, read with the Companies (Particulars of Employees) Rules, 1975 is annexed.

During the year under review, the Company did not accept any deposits from the public. There are no deposits due and outstanding as on 31<sup>st</sup> March 2002.

The Company's foreign exchange earnings during the period under review totalled Rs. 0.03 million, compared to Rs. 0.13 million in the previous year and there was no foreign exchange outgo during the year under review. The other particulars prescribed under the Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988, are not applicable, since the Company's activities do not relate to or involve conservation of energy or technology absorption.

#### X. DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to the requirement under Section 217(2AA) of the Companies Act, 1956, with respect to the Directors' responsibility statement, the Directors confirm:

- (i) that in the preparation of the annual accounts for the financial year ended 31st March, 2002, the applicable accounting standards have been followed along with proper explanation relating to material departures, if any;
- (ii) that the Directors have 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 as at the end of the financial year and of the loss of the Company for the financial year ended 31st March, 2002;
- (iii) that the Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities; and
- (iv) that the Directors have prepared the annual accounts for the financial year ended 31st March, 2002 on a 'going concern' basis

#### XI. ACKNOWLEDGEMENT

The Directors place on record their appreciation for the cooperation and assistance extended by the various authorities, banks, advertisers and vendors.

The Directors also acknowledge with gratitude the dedicated efforts and valuable contribution made by all the employees of the Company.

For and on behalf of the Board of Directors

**DIPAK GUPTA**  
Chairman

Mumbai, June 6, 2002

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#### ANNEXURE TO THE DIRECTORS' REPORT

Information as per Section 217(2A) of the Companies Act, 1956, read with the Companies (Particulars of Employees) Rules, 1975, and forming part of the Directors' Report for the year ended 31<sup>st</sup> March 2002.

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Name of the Employee, Age (yrs.), Designation, Gross Rem.(Rs.),Qualification , Exp. (yrs) Date of employment, Last Employment

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##### Employed for part of the year:

Ashish Bagga, 41, President, 311, 188, B.S.C.(H), MBA, 20, 01.12.2000, Business Standard Ltd.

##### Notes:

1. Gross remuneration includes salary, house rent allowance etc., reimbursement of the medical expenses and leave travel passage, Company's contribution to Provident Fund/Pension Fund and monetary value of perquisite calculated in accordance with the Income Tax Act 1961 and rules made thereunder.
2. The appointment is on non – contractual basis.
3. The employees are not related to any Director of the Company.

For and on behalf of the Board of Directors

**DIPAK GUPTA**  
Chairman

Mumbai, June 6, 2002.



## AUDITORS' REPORT

### TO THE MEMBERS OF THE BUSINESS STANDARD DIGITAL LIMITED

(Formerly known as Business Standard Dotcom Limited)

1. We have audited the attached balance Sheet of Business Standard Digital Limited, as at 31<sup>st</sup> March 2002 and also the relative Profit and loss Account for the year ended on that date, both of which we have signed under reference to this report. These financial statements are the responsibility of the Company's management. Our Responsibility is to express an opinion on these financial statements based on our audit.
2. We have conducted our audit in accordance with auditing standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statement are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. Attention is drawn to note 4 on Schedule 16. As indicated in the said note, the net worth of the Company as at March 31,2002 has substantially eroded. However based on the corrective action taken by the management to reduce the losses and secure the long term prospects and operations of the company as mentioned in the aforesaid note, these accounts have been drawn on the assumption that the Company will continue as a going concern.
4. In our opinion and to the best of our information and according to the explanations given to us, the Balance Sheet and Profit and Loss Account together with the notes attached thereto and the Statement on Significant Accounting Policies given in the prescribed manner the information required by 'The Companies Act, 1956', of India (the 'Act') and also give a true and fair view in conformity with the accounting principles generally accepted in India:
  - (a) In the case of the Balance Sheet, of the state of affairs of the company as at 31<sup>st</sup> March, 2002; and
  - (b) In the case of the profit and loss Account, of the loss for the year ended on that date.
5. We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit. In our opinion, proper books of account have been kept by the company as required by law so far as appears from our examination of these books and the aforementioned Balance Sheet and Profit and Loss Account are in agreement therewith.
6. In our opinion, the Balance Sheet and Profit and Loss Account have been prepared in compliance with the applicable accounting standards referred to in Section 211 (3C) of the Act.
7. On the basis of written representations received from the directors and taken on record by the Board of Directors, we report that none of the directors is disqualified as on 31<sup>st</sup> March 2002 from being appointed as a director in terms of clause (g) of sub-section (1) of Section 274 of the Companies Act, 1956.
8. As required by the Manufacturing and Other Companies (Auditor's Report) Order 1988 dated 7<sup>th</sup> September 1988 issued by the Central Government of India in terms of Section 227 (4A) of the Act and on the basis of such checks as we considered appropriate and according to the information and explanation given to us, we further report that:
  - i.
    - (a) The Company has maintained proper records to show full particulars including quantitative details and situation of its fixed assets.
    - (b) The fixed assets of the company are physically verified during the year by the management and no material discrepancies between the book records and the physical inventory have been noticed.
  - ii. The fixed assets of the Company have not been devalued during the year.
  - iii. The company has not taken any loans secured or unsecured from companies, firms or other parties listed in the register maintained under Section 301 of the Act.
  - iv. The company has not granted any loans, secured or unsecured, to companies firms or other parties listed in the register maintained under Section 301 of the Act.
  - v. The Company has not granted any loans or advances in the nature of loans.
  - vi. In our opinion in general there is an adequate internal control procedure commensurate with the size of the company and the nature of its business, for the purchase of stores, raw material, plant and machinery, equipment and similar assets and for the sale of goods.
  - vii. The Company has not purchased goods and materials and sold goods, materials and services aggregating to Rs.50,000 or more in value from any of the parties listed in the register maintained under Section 301 of the Act.
  - viii. The Company has not accepted any deposits from the public.
  - ix. In our opinion, the Company's present internal audit system is commensurate with its size and nature of its business.
  - x. The Central Government of India has not prescribed the maintenance of cost records by the Company under Section 209(1) (d) of the Act for any of its products.



- xi. The Company has regularly deposited during the year, Provident Fund and Employees' State Insurance dues with the appropriate authorities in India.
- xii. At the last day of the financial year there as no amount outstanding in respect of undisputed income tax, wealth tax, sales tax, customs duty and excise duty which were due for more then six months from the date they became payable.
- xiii. During the course of our examination of the books of accounts carried out in accordance with the generally accepted auditing practices followed in India, we have not come across any personal expenses which have been charged to Profit and Loss Account, nor have we been informed of such case by the management other then those payable under contractual obligations or in accordance with generally accepted business practices.
- xiv. In respect of service rendered :
  - (a) The nature of services rendered in such that it does not involve consumption of materials and stores.
  - (b) Considering the nature of services rendered, it is not considered necessary to have a system of allocation of man-hours utilised to the relative jobs.

The other clauses of the Order are not applicable to the Company's activities for the year and accordingly we are not commenting on the same.

**U.RAJEEV**  
**Partner**

**For and on behalf of**  
**PRICE WATERHOUSE**  
**Chartered Accountants**

**New Delhi, June 6, 2002**

Business Standard Digital Limited  
(Formerly known as Business Standard Dotcom Limited)



**BALANCE SHEET AS AT 31ST MARCH 2002**

	Schedule	Amounts in Rupees	
		As at 31st March 2002	As at 31st March 2001
<b>SOURCES OF FUNDS</b>			
<b>SHAREHOLDERS' FUNDS</b>			
Share Capital	1	60,000,700	60,000,700
<b>LOAN FUNDS</b>			
Secured Loans	2	-	524,250
		<b>60,000,700</b>	<b>60,524,950</b>
<b>APPLICATION OF FUNDS</b>			
<b>FIXED ASSETS</b>			
Gross Block	3	2,104,803	5,205,264
Less : Depreciation		443,225	482,673
Net Block		1,661,578	4,722,591
Capital Work in Progress		-	5,906,878
		<b>1,661,578</b>	<b>10,629,469</b>
<b>CURRENT ASSETS, LOANS AND ADVANCES</b>			
Sundry Debtors	4	520,427	1,969,564
Cash and Bank Balances	5	46,897	2,173,844
Loans and Advances	6	5,732,420	7,780,155
		<b>6,299,744</b>	<b>11,923,563</b>
<b>LESS: CURRENT LIABILITIES AND PROVISIONS</b>			
Current Liabilities	7	3,586,014	9,036,850
Provisions	8	108,203	143,064
		<b>3,694,217</b>	<b>9,179,914</b>
<b>NET CURRENT ASSETS</b>			
Profit and Loss Account		2,605,527	2,743,649
		<b>55,733,595</b>	<b>47,151,832</b>
		<b>60,000,700</b>	<b>60,524,950</b>
<b>SIGNIFICANT ACCOUNTING POLICIES</b>			
<b>NOTES TO THE ACCOUNTS</b>			
	15		
	16		

This is the Balance Sheet referred to in our report of even date.

The Schedules referred to above form an integral part of the Balance Sheet.

For and on behalf of the Board of Directors

U. RAJEEV  
Partner  
For & on behalf of  
PRICE WATERHOUSE  
Chartered Accountants  
New Delhi, June 6, 2002

DIPAK GUPTA  
Director

T N NINAN  
Director

ALKA GUPTA  
Company Secretary

**PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH 2002**

	Schedule	Amounts in Rupees	
		2001-2002	2000-2001
<b>INCOME</b>			
Sales and Services	9	5,722,944	5,070,373
Other Income	10	521,139	82,347
		<b>6,244,083</b>	<b>5,152,720</b>
<b>EXPENDITURE</b>			
Employee Cost	11	5,389,407	12,413,006
Production Cost	12	2,772,013	21,682,283
Advertising and Sales Promotion Expenses		275,823	3,278,015
Other Cost	13	5,956,739	14,201,903
Interest & Finance Charges	14	31,203	246,672
Depreciation		400,661	482,673
		<b>14,825,846</b>	<b>52,304,552</b>
<b>PROFIT/ (LOSS) BEFORE TAX</b>			
Deferred Tax		(8,581,763)	(47,151,832)
Balance Brought Forward		(47,151,832)	-
<b>Balance carried forward to Balance Sheet</b>		<b>(55,733,595)</b>	<b>(47,151,832)</b>
<b>SIGNIFICANT ACCOUNTING POLICIES</b>			
<b>NOTES TO THE ACCOUNTS</b>			
	15		
	16		

This is the Profit & Loss Account referred to in our report of even date.

The Schedules referred to above form an integral part of the Profit and Loss Account  
For and on behalf of the Board of Directors

U. RAJEEV  
Partner  
For & on behalf of  
PRICE WATERHOUSE  
Chartered Accountants  
New Delhi, June 6, 2002

DIPAK GUPTA  
Director

T N NINAN  
Director

ALKA GUPTA  
Company Secretary

Business Standard Digital Limited  
(Formerly known as Business Standard Dotcom Limited)



**SCHEDULES**

	As at 31st March 2002	Amounts in Rupees As at 31st March 2001
<b>1 SHARE CAPITAL</b>		
<b>Authorised :</b> 10,000,000 Equity Shares of of Rs. 10 each.	<b>100,000,000</b>	100,000,000
<b>Issued, Subscribed and Paid Up :</b> 6,000,070* Equity Shares of Rs 10 each issued during the period fully paid up.	<b>60,000,700</b>	60,000,700
	<b>60,000,700</b>	60,000,700
All the above shares are held by the holding company Business Standard Limited and its nominees		
<b>2 SECURED LOANS</b>		
Hire Purchase Loans	-	524,250
	-	524,250

**3 FIXED ASSETS**

(Amounts in Rupees)

Description	GROSS BLOCK				DEPRICIATION				NET BLOCK	
	As at 01-04-2001	Additions	Deletions	As at 31-03-2002	As at 01-04-2001	For the year	Deductions	As at 31-03-2002	As at 31-03-2002	As at 31-03-2001
Furniture and Fixtures	1,194,151	--	1,188,681	5,470	235,795	15,201	245,526	5,470	--	958,356
Office Equipment	528,669	--	420,529	108,140	22,727	13,810	21,319	15,218	92,922	505,942
Vehicles	722,649	--	722,649	--	13,319	22,794	36,113	--	--	709,330
Plant and machinery	2,759,795	--	768,602	1,991,193	210,832	348,856	137,151	422,537	1,568,656	2,548,963
Capital Work in Progress	5,205,264	--	3,100,461	2,104,803	482,673	400,661	440,109	443,225	1,661,578	4,722,591
	--	--	--	--	--	--	--	--	--	5,906,878
<b>Total</b>	5,205,264	--	3,100,461	2,104,803	482,673	400,661	440,109	443,225	1,661,578	10,629,469
Balance as at 31.3.2001	--	5,205,264	--	5,205,264	--	482,673	--	482,673	10,629,469	--

- Capital Work in progress includes capital advances of Rs. Nil (Previous Year - Rs. 69,075)
- Gross Block of assets include vehicle bought under Hire Purchase schemes amounting to Rs. Nil (Previous Year - 7,22,649)

**4 SUNDRY DEBTORS (Unsecured, Considered Good)**

	As at 31st March 2002	Amounts in Rupees As at 31st March 2001
Debts outstanding for a period exceeding six months		
Considered Good	-	45,000
Considered Doubtful	275,564	-
	275,564	45,000
Other Debts		
Considered Good	520,427	1,924,564
Considered Doubtful	-	-
	520,427	1,924,564
Less : Provision for Doubtful Debts	275,564	-
	520,427	1,969,564
<b>5 CASH AND BANK BALANCES</b>		
Cash in hand	2,599	68,438
Balances with Scheduled Banks :		
On Current Accounts	44,298	511
On Deposit Accounts	-	2,104,895
	46,897	2,173,844



**SCHEDULES (Contd.)**

	As at 31st March 2002	Amounts in Rupees As at 31st March 2001
<b>6 LOANS AND ADVANCES</b> (Unsecured, Considered Good, unless other wise stated)		
Advance payment of taxes	310,988	115,766
Advances recoverable in cash or in kind or for value to be received	5,421,432	7,664,389
	<b>5,732,420</b>	<b>7,780,155</b>
<b>7 CURRENT LIABILITIES</b>		
Sundry Creditors		
- Due to Small Scale Industrial Undertakings (SSI) *	-	-
- Due to Others	3,316,724	6,563,609
Other Liabilities	113,194	872,549
Advances received from customers	156,096	1,600,692
	<b>3,586,014</b>	<b>9,036,850</b>
* The information with respect to amounts due to SSI units has been compiled to the extent to which they could be identified as SSI units on the basis of information available with the Company		
<b>8 PROVISIONS</b>		
Provision for Gratuity	42,117	42,117
Provision for Leave Encashment	66,086	100,947
	<b>108,203</b>	<b>143,064</b>
<b>9 SALES AND SERVICES</b>		
Advertisement Sale	623,361	2,650,974
Content Sale	5,099,583	2,419,399
	<b>5,722,944</b>	<b>5,070,373</b>
<b>10 Other Income</b>		
Interest on Deposits (Gross of tax deducted at source Rs. 1,314 Previous Year Rs. 17,390)	6,444	79,047
Other Interest	426,700	-
Profit on sale of Fixed Assets	1,200	-
Miscellaneous Income	86,795	3,300
	<b>521,139</b>	<b>82,347</b>
<b>11 EMPLOYEE COST</b>		
Salaries, Wages and Allowances	5,098,228	11,837,272
Contribution to Provident and other funds	289,221	388,701
Staff and Workers' Welfare	1,958	187,033
	<b>5,389,407</b>	<b>12,413,006</b>
<b>12 PRODUCTION COST</b>		
Software Development charges	-	997,296
WAP Hosting Expenses	20,000	483,762
Site Development work	352,013	16,361,858
Content Services	2,400,000	3,750,000
News Services	-	89,367
	<b>2,772,013</b>	<b>21,682,283</b>



**SCHEDULES (Contd.)**

	2001-2002	Amounts in Rupees 2000-2001
-		
<b>13 OTHER COST</b>		
Power and Fuel	106,455	265,936
Rates and Taxes	3,320	708,776
Rent	961,529	4,296,271
Repairs and Maintenance		
- Plant and Machinery	4,170	42,646
- Others	6,542	21,460
Auditors' Remuneration		
- Audit Fees (Including Service Tax)	78,750	78,750
- Tax Audit Fees (Including Service Tax)	26,250	26,250
- Out of Pocket Expenses	8,346	1,500
Car Hire Charges	-	248,987
Insurance	51,248	54,492
Travelling & Conveyance	508,206	2,452,518
Communication Expenses	300,776	1,130,735
Recruitment Expenses	-	853,185
Legal and Professional Charges	889,478	2,009,200
Bad debt Written Off	326,664	-
Loss on Sale of Fixed Assets	2,449,902	-
Printing and Stationery	42,992	116,694
Miscellaneous Expenses	192,111	1,894,503
	<b>5,956,739</b>	<b>14,201,903</b>
<b>14 INTEREST &amp; FINANCE CHARGES</b>		
Interest		
- Term Loans	-	238,422
Hire Charges	24,000	6,010
Other Finance Charges	7,203	2,240
	<b>31,203</b>	<b>246,672</b>

**15 SIGNIFICANT ACCOUNTING POLICIES**

**1 Accounting Convention**

The financial statements are prepared under historical cost convention and on an accrual basis.

**2 Fixed Assets**

Fixed assets are stated at their original cost and includes other expenses relating to acquisition and installation.

**3 Revenue Recognition**

Advertisement sale is recognised when the relevant advertisement is displayed on the site and is accounted for net of trade discounts.

Content sale is recognised as and when the content is provided to the parties.

**4 Depreciation**

Depreciation is provided on straight line method in the manner and at rates as per Schedule XIV to the Companies Act, 1956 on all assets (including hire purchase assets) of the Company.

Assets costing less than Rs.5,000 each are fully depreciated in the year of acquisition.

**5 Retirement Benefits**

Regular contributions are made to Provident & Family Pension Fund which are charged to revenue.

Liability towards gratuity has been provided for on the basis of actuarial valuation as on the date of the Balance Sheet.



Liability towards leave encashment has been provided for on the basis of actuarial valuation as per projected unit credit method, as on the date of the Balance Sheet.

**6 Foreign Currency Transactions**

Foreign currency transactions are accounted for at the exchange rate prevailing on the transaction date.

Gain or loss arising out of fluctuation in rate between transaction date and settlement date in respect of revenue items are recognised in the Profit & Loss account.

Foreign currency assets and liabilities are stated at the exchange rate prevailing at the year end and the overall net gain or loss is adjusted in the Profit & Loss account.

**7 Deferred Tax**

Deferred income tax is provided, for all timing differences arising between taxable income and accounting income. Currently enacted tax rates are used to determine deferred income tax.

The principal timing differences arise from depreciation on fixed assets, provision for doubtful debts and contingency reserves. Deferred tax assets relating to the carry forward of unabsorbed business losses are recognised to the extent that it is virtually certain that future taxable profits will be available against which these can be utilised.

**16 NOTES TO THE ACCOUNTS**

**1** The company was incorporated in the name of Business Standard Dotcom Limited initially, and subsequently the name was changed to Business Standard Digital Limited with effect from 15.3.2001.

**2** Hire Purchase instalments due within one year Rs. Nil (Previous Year Rs. 1,48,560)

**3** Managerial Remuneration

Mr. T.N.Ninan, designated Manager under the Companies Act , 1956 receives remuneration from the holding company in the capacity of an employee which is accordingly reflected in the financial statements of the holding company.

**4** As at the end of the year, the net worth of the company has substantially eroded. However, these accounts have been prepared on going concern basis as the management has initiated the process of corrective action to reduce the losses and secure the long term prospects and operations of the Company.

**5** Taxation

Deferred Tax

In view of Accounting Standard -22 ' Accounting for Taxes on Income' issued by the Institute of Chartered Accountants of India, the Company has started accounting for Deferred Taxes with effect from April 1, 2001 as follows :

Break-up of Deferred Tax Assets and Liabilities into major components of the respective balances is as under :

	<b>Amount (in Rupees)</b>
(A) Deferred Tax Liabilities	
Tax impact of difference between carrying amount of fixed assets in the financial statements and the Income Tax Return.	<b>416,008</b>
(B) Deferred Tax Assets	
I. Tax impact of expenses charged in the financial statements but allowable as deductions in future years under Income Tax	<b>154,027</b>
II. Tax impact of unabsorbed losses carried forward to be set off in future years.	<b>261,981</b>
<b>Sub Total</b>	<b>416,008</b>
<b>Net Deferred Tax Asset</b>	<b>-</b>

The tax impact for the above purpose has been arrived by applying a tax rate of 35.70% being the prevailing tax rate for Indian companies under the Income Tax Act, 1961.

**6** Information pursuant to the provisions of paragraph 3, 4C & 4D of Part II of Schedule VI to the Companies Act, 1956.

	<b>2001-02 Rs</b>	2000-01 Rs.
Earnings in Foreign Exchange		
From Advertising	<b>32,676</b>	NIL
From Content Sale	<b>NIL</b>	135,000

**7** Previous Year figures have been regrouped / reclassified wherever necessary to make them comparable to current year's figures.

