



**INDEPENDENT AUDITOR'S REVIEW REPORT
ON INTERIM FINANCIAL RESULTS**

To Board of Directors of
DILIGENT MEDIA CORPORATION LIMITED,

1. We have reviewed the accompanying Statement of Unaudited Financial Results of DILIGENT MEDIA CORPORATION LIMITED (the Company), for the quarter and nine months ended 31st December 2019 (the Statement), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
2. This Statement, which is the responsibility of the Company's Management and approved by the Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 'Review of Interim Financial Information Performed by the Independent Auditor of the Entity', issued by the Institute of Chartered Accountants of India (ICAI). A review of interim financial information consists of making inquiries, primarily of the Company's personnel responsible for financial and accounting matters and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing specified under Section 143(10) of the Companies Act, 2013 and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.
4. The Company ceased to carry print publication of its all editions of daily newspaper called "DNA" and weekly magazine called "Zee Marathi - Disha" with effect from 09th and 11th October 2019 respectively to minimize the losses and continues to do business of DNA News updates on digital platform, as explained. Reference is invited to Note no. 5 to the Statement in this connection.

In view of the above, the Company has not provided deferred tax during the period. Further the deferred tax so provided till the preceding year/quarter will be reviewed alongwith the all other provisions, write offs and write backs etc., in the subsequent quarter and year ending 31.03.2020's financial statements.

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Further to the above and Note no.7 and 8 to the financial results annexed, the Management has considered it appropriate to and prepared the said results on going concern basis.

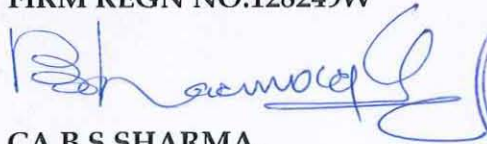
5. In connection with the Note no.6 relating to advance of Rs.72,22.50 Lakhs given to various parties for the purposes stated therein, we are unable to obtain sufficient appropriate audit evidences to validate management's effective steps and assessment over recoverability thereof.

In connection with Note nos 4 and 5 hereof, our opinion is not modified in respect of these matters.

6. Based on our review conducted as stated in paragraphs above, and read with the Notes to financial results, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.

Read with the financial results and notes thereon.

For B S SHARMA & CO.,
CHARTERED ACCOUNTANTS,
FIRM REGN NO.128249W



CA B S SHARMA,
PROPRIETOR,
UDIN No. 20031578AAAAAU6175
MEM. NO. 031578



Place: Mumbai
Date: 13.02.2020

Diligent Media Corporation Limited

CIN: L22120MH2005PLC151377

Registered office: 18th Floor, "A" Wing, Marathon Futurex, N M Joshi Marg, Lower Parel, Mumbai -400013

www.dnaindia.com



Unaudited financial results for the quarter ended 31 Dec, 2019

Rs. In Lakhs

Particulars	Quarter ended on			Nine months ended		Year ended on
	31-Dec-19	30-09-2019 (Restated) (Ref note no 5)	31-12-2018 (Restated) (Ref note no 5)	31-12-2019 (Restated) (Ref note no 5)	31-12-2018 (Restated) (Ref note no 5)	31-03-2019 (Restated) (Ref note no 5)
	Unaudited			Unaudited		Audited
1 Continuing operations						
a) Revenue from operations	27	34	45	102	123	153
b) Other income	-	-	-	-	-	-
Total Income (a+b)	27	34	45	102	123	153
2 Expenses						
a) Cost of Raw Material Consumed	-	-	-	-	-	-
b) Increase/ (Decrease) in inventories	-	-	-	-	-	-
c) Employee benefit expense	-	-	-	-	-	-
d) Finance costs	-	-	-	-	-	-
e) Depreciation and amortisation expense	-	-	-	-	-	-
f) Other expenses	26	30	38	91	103	137
Total expenses { a to f }	26	30	38	91	103	137
3 Profit/(Loss) before Tax (1-2)	1	3	7	11	20	16
4 Less: Tax expense						
a) Current Tax	-	-	-	-	-	-
b) Deferred tax charge / (credit)	-	-	-	-	-	-
Total tax charge / (credit) { a+b }	-	-	-	-	-	-
5 Profit/(Loss) after Tax from continuing operations (3-4)	1	3	7	11	20	16
Discontinued operation (refer note no.+++)						
a) Profit/(Loss) after Tax from discontinuing operations before tax	(1,769)	(1,816)	(1,173)	(4,832)	(4,272)	(5,779)
b) Tax expenses / (credit) of discontinued operations	-	-	-	-	-	-
c) Profit / (Loss) from discontinued operations after tax (a-b)	(1,769)	(1,816)	(1,173)	(4,832)	(4,272)	(5,779)
6 Profit / (Loss) for the period {4-5(c)}	(1,768)	(1,813)	(1,166)	(4,822)	(4,252)	(5,763)
7 Other comprehensive income (Items that will not be reclassified subsequently to profit or loss)						
a) Remeasurement gains and (losses) on defined benefits obligations	(19)	9	13	-	39	39
b) Tax impact thereon	-	6	(3)	-	(11)	(11)
Total other comprehensive income { a +b }	(19)	15	10	-	28	28
8 Total comprehensive income/(Loss){6+7}	(1,787)	(1,798)	(1,156)	(4,822)	(4,224)	(5,735)
9 Paid-up equity share capital (face value of Re.1/- each)	1,177	1,177	1,177	1,177	1,177	1,177
10 Other equity	-	-	-	-	-	(48,069)
11 Earning/(Loss) per share (of Re. 1 each) not annualised						
Basic (Rs.)	(1.50)	(1.54)	(0.99)	(4.10)	(3.61)	(4.90)
Diluted (Rs.)	(1.50)	(1.54)	(0.99)	(4.10)	(3.61)	(4.90)

Notes to financial results

- The above unaudited financial results, prepared in accordance with the Indian Accounting Standards ("Ind As"), the provisions of Companies Act, 2013 and SEBI regulations, have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 13 February 2020. The Statutory Auditors have carried out a Limited review of the result for the quarter ended 31 December 2019.
- Effective 1 April 2019, the company has adopted Ind AS 116 'Leases', applied to all lease contracts existing on 1 April 2019 using the modified retrospective method and has taken the cumulative adjustment to retained earnings, on the date of initial application. The effect of this adoption is insignificant on the loss for the period and earnings per share.
- The Company operates in a single reporting segment namely Digital media, Printing, Publication and Distribution of newspaper.
- The figures for the quarter ended 31 March 2019 as reported in the above financial results are the balancing figures between audited figures in respect of the full financial year 2018-19 and the published year to date unaudited figures upto the end of the third quarter of the said financial year which were subjected to limited review.



- 5 With effect from October 10, 2019 the Company has ceased to carry the print publication of all editions of its English Daily Newspaper called 'DNA' and ceased to print with effect from October 11, 2019 vernacular weekly magazine called 'Zee Marathi Disha'. The financial effect of discontinued operations are included in Unaudited Financial results for previous periods presented above of print publication, (being discontinued operations), have been restated and disclosed separately under discontinued operations and classified as required by the Indian Accounting Standards 105 "Non-current Assets Held for Sale and Discontinued Operations" and Schedule III of the Companies Act, 2013.
- 6 Other Income in discontinued operation includes Rs.218.46 Lakhs as at December 31,2019 towards interest for the quarter receivable on the outstanding business advances aggregating to Rs.72,22.50 lakhs (including Rs.10,40.00 lakhs paid during preceding half-year ended September 30, 2019), have been converted into inter corporate deposits since those parties did not fulfill their respective obligations as per agreed terms and conditions. The management is taking effective steps to recover the said business advances with interest due thereon.
- 7 Since the operations of the company have been suspended w.e.f. 11th October 2019, collections, although a challenge, is being focused on so as to clear vendor Outstandings. At the same time the company is planning for disposal of assets through active discussions with parties concerned. While doing so, all care and precaution is being undertaken so to manage litigative issues without harming company's interest.
- 8 In light of the above situation, the management is in the process of considering or evaluating various options for continuing business operations in future, hence has considered it appropriate to prepare the financial results on going concern basis.
- 9 The previous period figures have been reclassified / regrouped / readjusted wherever necessary to make them comparable.

Place : Mumbai
Date : 13 February 2020



Vishal Malhotra

Vishal Malhotra
Director