

May 9, 2016

Listing Department, BSE Limited, 25th Floor, Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai-400001	Listing Department, National Stock Exchange of India, “Exchange Plaza”, Bandra Kurla Complex, Bandra (East), Mumbai-400051
---	---

Re: Disclosure under Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

Dear Sirs,

This is with furtherance to the previous updates of the Company in relation to receipt of Show Cause Notice (“SCN”) dated November 13, 2015, by the Directorate of Enforcement (“DoE”) under the Foreign Exchange Management Act, 1999 (“FEMA”).

The Company has duly replied to the SCN whereby it has been shown that there has not been any contravention as has been alleged in the SCN.

However, as you are aware, that the Company has been facing adverse publicity on various media platforms, including on social media which is adversely affecting the goodwill, reputation, growth prospects and sentiments of the existing and prospective investors of the Company, which is contrary to the interest of all the shareholders, including, public shareholders. It is so when even the adjudication proceedings have yet not commenced and presently, there is only a complaint and the adjudicating authority has yet not applied its mind to the allegations made in the Complaint. The Company has been informed that the expected time line for the SCN matter to attain finality up to Supreme Court level is at the very least about 3 to 4 years.

Hence, if the said situation continues for 3 to 4 years, the same may hamper the day to day functioning of the Company. Even though ultimately the Company is certain that the result will be in favour of the Company, it would by that time have prejudicially affected the Company.


The other legal recourse available to the Company in which the issues raised in the SCN can be quickly closed with a view to avoid unnecessary harassment and protracted litigation is to approach the Reserve Bank of India (“RBI”) for compounding of the contraventions alleged in the SCN which if at all, are technical or procedural in nature.

Considering all the factors mentioned above, particularly, considering the interest of all the shareholders of the Company, saving of time, cost and to quickly close the matter to avoid unnecessary harassment and protracted litigation, the Company, with the approval of its Board of Directors has filed an application for compounding today with the RBI for compounding of the contraventions alleged in the SCN, which if at all are technical or procedural in nature, although the Company believes based on advice of Company’s advocates and various responses of the Company to the SCN that the said allegations in the SCN are not legally tenable.

You are requested to take the same on record.

Thanking You,
Yours faithfully,

For New Delhi Television Limited


Navneet Raghuvanshi
Company Secretary

