Infomedia 18 Limited
(Formerly Infomedia India Limited)

Regd. Office : Ruby House "A" Wing, J.K. Sawant Marg, Dadar(W), Mumbai - 400 028.

Infomedia 18

Standalone Financial Results for the Year Ended March 31, 2010

(Rs. in lakhs)

Standalone Financial Information

		Year to date figures for current year ended (31/03/2010) Audited	Previous accounting year ended (31/03/2009) Audited
1	(a) Net Sales/Income from operations (Refer Note 9)	10,723.92	12,394.05
	(b) Other Operating Income (Refer Note 10)	859.23	213.65
2.	**Expenditure**	**16,566.53**	**18,445.45**
	a) Decrease/(Increase) in stock in trade and work in progress	19.97	91.16
	b) Consumption of raw materials	2,574.41	3,980.24
	c) Purchase of traded goods	41.99	99.51
	d) Employees cost	5,008.40	5,103.11
	e) Postage & courier charges	991.14	1,088.85
	f) Depreciation	607.54	571.28
	g) Rent	1,092.98	1,484.60
	h) Advertising & Publicity (Refer Note 9)	1,765.84	1,235.44
	i) Bad Debts/Provision for doubtful debts	238.11	433.42
	j) Other expenditure	4,226.15	4,357.84
3.	**(Loss)/Profit from operations before other Income, interest, exceptional items and Tax (1-2)**	**(4,983.38)**	**(5,837.75)**
4.	Other Income (Refer Note 4)	149.25	1,104.74
5.	**(Loss)/Profit before interest, exceptional items and tax(3+4)**	**(4,834.13)**	**(4,733.01)**
6.	Interest	1,646.07	1,098.55
7.	**(Loss)/Profit after interest but before exceptional items and tax(5-6)**	**(6,480.20)**	**(5,831.56)**
8.	Exceptional items (Refer Note 5)	(1,480.00)	2,397.90
9.	**(Loss)/Profit from ordinary activities before tax (7-8)**	**(5,000.20)**	**(8,229.46)**
10.	**Tax expenses**		
	(a) Provision / (Credit) for Taxation	3.22	129.79
	(b) Fringe Benefit Tax	-	106.15
11.	**Net (Loss)/Profit from ordinary activities after tax (9-10)**	**(5,003.42)**	**(8,465.40)**
12.	Extraordinary Items	-	-
13.	**Net (Loss)/Profit for the year (11-12)**	**(5,003.42)**	**(8,465.40)**
14.	Paid-up Equity Share Capital (Face value Rs.10) (Refer Note 11)	4,970.57	1,988.51
15.	Reserves excluding revaluation reserves as per balance sheet of previous accounting year		(4,257.96)
16.	Earnings Per Share(EPS)		
	a) Basic and Diluted EPS before Extraordinary items, for the year to date and for the previous year	(16.63)	(33.97)
	b) Basic and Diluted EPS after Extraordinary items, for the year to date and for the previous year	(16.63)	(33.97)
17.	Public Shareholding		
	-Number of Shares	25,792,611	6,826,060
	-Percentage of Shareholding	51.89	34.33
18.	Promoter and Promoters Group Shareholding		
	a) Pledged/Encumbered		
	- Number of shares	-	-
	- Percentage of shares(as a % of the total shareholding of Promoter and Promoters group)	-	-
	- Percentage of shares(as a % of the total share capital of the company)	-	-
	b) Non-encumbered		
	- Number of shares	23,913,061	13,059,043
	- Percentage of shares(as a % of the total shareholding of Promoter and Promoter group)	100	100
	- Percentage of shares(as a % of the total share capital of the company)	48.11	65.67

Notes :
1. The above results were approved by the Board of Directors at their meeting held on May 7, 2010.
2. The status of investor complaints for the quarter ended March 31, 2010 was as follows :

Pending at the beginning of the quarter	- 0
Received during the quarter ended 31.03.10	- 6
Disposed off during the quarter ended 31.03.10	- 6
Unresolved at the end of the quarter ended 31.03.10	- 0

3. The standalone financial results for the year ended March 31, 2010 have been audited by the Statutory Auditor.
4. Other Income for the year ended March 31, 2009 includes dividend income from a subsidiary company of Rs. 799.99 Lakhs.
5. i.) The Company has entered into a Share Purchase Agreement ('SPA') with Cenveo Inc, in May 2010 to sell its entire equity stake in its four subsidiaries carrying on the Publishing BPO business. In the previous year, the Company had made a provision of Rs.1,600 Lakhs , for dimunition in the value of these investments. Considering the sales consideration to be received as per the SPA, the Company is of the view that the provision made of Rs.1,600 Lakhs is no longer required and hence the same has been written back during the year. This amount has been disclosed as an exceptional item. The Company has also made provision for diminution in the value of investments in a Joint Venture Company amounting to Rs.120 Lakhs during the year and the same has also been disclosed as an exceptional item.
   ii) Exceptional items for the year ended March 31, 2009 includes Rs. 227.80 Lakhs towards Termination cost of employees, Rs. 200.10 Lakhs towards Impairment of assets held at leased office, Rs. 370.00 Lakhs towards Provision for diminution in value of Investment and Receivable in Joint Venture Company, Rs. 1,600.00 Lakhs towards Provision for estimated diminution in the Value of Investment.

Standalone Segmentwise Revenue, Results and Capital Employed

	Year to date figures for current year ended (31/03/2010) Audited	Year to date figures for the previous year ended (31/03/2009) Audited
1. Segment Revenue		
a. Printing	4,263.14	4,165.25
b. Publishing	6,858.72	8,748.04
c. Others	630.51	300.86
Total	**11,752.37**	**13,214.15**
Less : Inter Segment revenue	1,028.45	820.10
Net sales/Income from operations	**10,723.92**	**12,394.05**
2. Segment Results		
a. Printing	291.24	(8.35)
b. Publishing	(3,476.14)	(2,971.49)
c. Others	42.03	(66.13)
Total	**(3,142.87)**	**(3,045.97)**
Less : Interest expense	1,646.07	1,098.55
Add : Interest and Dividend income	15.44	956.61
Less :Unallocable expenditure net of unallocable income	1,706.70	2,643.65
Less : Exceptional items (Refer Note.5)	(1,480.00)	2,397.90
Total Profit/(Loss) Before Tax	**(5,000.20)**	**(8,229.46)**
3. Capital Employed (Segment Assets less Segment Liabilities)		
a. Printing	988.46	1,214.28
b. Publishing	1,381.57	1,212.10
c. Others	134.92	(63.05)
d. Unallocated	1,242.45	(3,228.76)
Capital Employed	**3,747.40**	**(865.43)**

6. The Central Government approval for Managerial Remuneration paid to the Managing Director during financial year 2008-2009 has been received. The Auditors had modified their audit report in this respect for the financial year 2008-2009.
7. The Company has incurred a loss of Rs. 5,003.42 lakhs during the financial year 2009-2010. During the year, the Company has raised equity vide rights issue, amounting to Rs. 9,992.27 Lakhs to augment the equity in the Company. The Parent company has already infused liquidity in the nature of Inter Corporate Deposits amounting to Rs 1,800 Lakhs. The Parent company has also given support letter to extend any financial support, which may be required by the Company. Further, new lines of business are being added, which along with consolidation of existing products and introduction of new products in the publishing segment are expected to improve the revenues of the Company. The Company is in the process of introducing new technologies in its product offering, so as to cater to newer markets and de-risk the revenue streams. Considering these factors, these financial results have been prepared on a going concern basis.
8. The demands towards Income Tax and Fringe Benefit Tax for the Assessment Year 2005-06, 2006-07 and 2007-08, outstanding as on March 31, 2010 are Rs.389.12 Lakhs (March 31, 2009 : Rs. 1,555.35 Lakhs), The Company has disputed the demands and has preferred appeals before appellate authorities, to set aside the demands and carry out necessary rectifications. The Company has assessed that the possibility of these cases being decided against the Company and the demand crystallizing on the Company is not probable and hence no provision is required.
9. Loss for the year ended March 31, 2010 includes an amount of Rs.38.77 Lakhs relating to prior year.
10. Other operating income for the year ended March 31, 2010 includes Rs. 720.57 Lakhs pertaining to provision no longer required for printing expenses written back.
11. The Company has made an issue of equity shares on rights basis in the ratio of three equity shares for every two equity shares held on the record date. The rights issue consists of 29,827,655 equity shares issued at a premium of Rs.23.50 per equity share aggregating to Rs. 9,992.27 Lakhs. The issue opened on December 29, 2009 and closed on January 15, 2010 and was fully subscribed.
12. The Company has utilized an aggregate sum of Rs. 7,789.89 Lakhs towards the stated purposes, from the proceeds of the Rights Issue of Equity Shares of Rs.33.50 each. The unutilized funds are deployed in Liquid Mutual Funds.
13. Hon'ble High Court of Bombay has approved the Scheme of Arrangement ('the Scheme') between I-Ven Interactive Limited, Infomedia 18 Limited and their respective shareholders vide its order dated 24th July 2009. The Scheme is effective from 25th August 2009 on filing the copies of the Order of the Hon'ble High Court with the Registrar of Companies. Accordingly I-Ven Interactive Limited is merged with Infomedia 18 Limited on the effective date. Further pursuant to the Scheme, the Company has extinguished 12,338,112 Equity Shares and has allotted 12,338,112 new Equity Shares. The merger has been accounted for in the quarter ended September 30, 2009 as per the Pooling of Interest method as given in the Scheme.
14. The Company is in the process of finalizing the Consolidated Financial Results which shall be submitted separately.
15. Previous year figures have been regrouped/restated wherever necessary.

On behalf of the Board,

Haresh Chawla
Managing Director

Mumbai, May 07, 2010