



# ZEE NEWS LIMITED

Regd. Office: 135, Continental Building, Dr. A. B. Road,  
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## UNAUDITED FINANCIAL RESULTS (Stand-alone)

Of Zee News Limited for the nine month period ended December 31, 2006

Rs. in Millions

Particulars	Nine months ended December 31st, (Unaudited)		For the Year ended March 31, 2006 (Audited)
	2006	2005	
<b>Income</b>			
Sales and Services	<b>1,665.4</b>	197.3	358.7
<b>Expenditure</b>			
Programming Cost	<b>758.9</b>	65.7	112.4
Staff Cost	<b>250.5</b>	51.2	95.5
Administrative Cost	<b>214.3</b>	25.6	71.2
Selling and Other Cost	<b>310.3</b>	14.0	31.6
<b>Total Expenditure</b>	<b>1,534.0</b>	<b>156.6</b>	<b>310.7</b>
<b>Operating Profit</b>	<b>131.4</b>	<b>40.8</b>	<b>48.0</b>
Add : Other Income	<b>90.6</b>	0.1	3.6
Less : Finance Cost	<b>39.6</b>	4.2	12.7
Depreciation	<b>32.7</b>	7.4	14.9
<b>Profit/(Loss) Before Tax</b>	<b>149.7</b>	<b>29.3</b>	<b>24.0</b>
Provision for Tax	<b>56.9</b>	5.3	5.8
<b>Profit/(Loss) After Tax</b>	<b>92.8</b>	<b>24.0</b>	<b>18.2</b>
Paid up Eq. Share Capital (See Note 8)	<b>239.8</b>	198.5	418.0
Reserve (excluding revaluation reserve) - Net EPS Calculated on equity share of Re. 1/- each, not annualised - (Rs.)	<b>0.39</b>	0.45	0.18
<b>Aggregate of Non-Promoter's Shareholding</b>			
No. of Equity Shares of Re.1 each	109.96	-	-
Percentage of Shareholding	45.86	-	-

## ILLUSTRATIVE ZNL FINANCIAL PERFORMANCE

for the nine month ended December 31, 2006

Rs. in Millions

Particulars	Nine months ended December 31st, (Unaudited)		Growth
	2006	2005	
<b>Total Revenue</b>	<b>1,665</b>	1,197	39.1%
<b>Total Expenditure</b>	<b>1,534</b>	1,150	33.4%
<b>Operating Profit</b>	<b>131</b>	47	179.6%

### \* Break-up of Operating Profit :

From Existing Business	<b>487</b>	277	75.8%
From New Business	<b>(356)</b>	(230)	-
<b>Total Operating Profit</b>	<b>131</b>	47	178.7%

Notes : Above result is a proforma comparison of ZNL FY 07 v/s ZNL FY 06.

### Notes :

- Figures of the current period are not comparable with the figures of the corresponding period last year because the News Business undertaking consisting of six channels, demerged from Zee Entertainment Enterprises Limited (Formerly Zee Telefilms Limited), is now included in Zee News Limited.
- As per the Scheme of Arrangement, approved by Hon'ble Bombay High Court on November 17, 2006, News Business Undertaking of Zee Entertainment Enterprises Limited (Formerly Zee Telefilms Limited) consisting of News and Regional language channels namely Zee News, Zee Marathi, Zee Bangla, Zee Punjabi, Zee Gujarati, Zee Telugu have been demerged and included into Zee News Limited which was already running two newly launched channels namely Zee Business and Zee Kannada.
- In consideration of de-merger of News Business Undertaking, the Company has allotted equity shares to the shareholders of Zee Entertainment Enterprises Limited (Formerly Zee Telefilms Limited) on December 29th 2006, which got listed on Bombay Stock Exchange Ltd. and National Stock Exchange of India Ltd. where trading in these shares have commenced on January 10th 2007.
- The company's results are published for the first time after listing of shares and hence results of the previous quarters of the last year are not required to be given. The Results comprises of 9 months period from April 2006 to December 2006. Quarterly results along with cumulative results shall be published from the subsequent quarters beginning January 1, 2007.
- Zee News Limited has two new channels namely Zee Telugu and Zee Kannada, which are considered as New Businesses. The start up losses of this new businesses amount to Rs 356 million for the nine month period ended December 31st, 2006.
- Zee Akaash News Private Limited, a subsidiary of the company (60% Equity holding), running a Bengali Language news channel namely '24 Ghanta' launched on April 1st, 2006 has incurred a loss of Rs 41.56 million for the period ended December 31st, 2006. Financials of this subsidiary is not consolidated with the financial results of the company given.
- The Company operates in only one Segment namely 'Production and Broadcasting of Television Software' and hence segment details are not required.
- Pursuant to the Scheme of Arrangement no Preference Shares were required to be allotted on record date to the Shareholders of Zee Entertainment Enterprises Limited (Formerly Zee Telefilms Limited) and hence the amount in capital suspense account has been reversed back.
- No investor's grievance was pending as at December 31st 2006.
- The Statutory Auditors have reviewed stand-alone financial results prepared as per Indian Generally Accepted Accounting Principles (GAAP) for the nine months ended December 31st, 2006.
- The above results were reviewed by Audit Committee and taken on record by the Board of Director in its meeting held on January 29th 2007.
- Previous Years figures have been reclassified/ regrouped wherever necessary.

For and on behalf of Board

**Zee News Limited**

sd/-

**Laxmi Narain Goel**

Managing Director

Place: NOIDA

Date: January 29th, 2007

