





FORM-A

Format of Covering Letter of the Annual Audit Report to be filed with the Stock Exchanges

1.	Name of the Company	VIRGO GLOBAL MEDIA LIMITED
2.	Annual Financial Statements for the year ended	March 31, 2013
3.	Type of Audit observation	NIL
4.	Frequency of observation	Not Applicable
5.	To be Signed by	
	P.Syam Prasad Director	
	K.M.Durga Prasad AGM (Accounts)	
	P. Murali Mohana Rao Partner Membership No : 023412 For P. Murali & Co., Chartered Accountants FRN: 007257S Statutory Auditors	
B.V.S.Sai Prasad Chairman of the Audit Committee		



VIRGO GLOBAL MEDIA LIMITED

**15th Annual Report
2012-2013**



VIRGO GLOBAL MEDIA LIMITED

BOARD OF DIRECTORS

Mr. P Syam Prasad	Director
Mr. B V Satya Sai Prasad	Director
Mr. Hafeezuddin Shaik Imam	Director

Auditors: P. Murali & Company, Chartered Accountants, 6-3-655/2/3, Somajiguda, Hyderabad – 500 082.	Bankers: Syndicate Bank Banjara Hills, Hyderabad UCO Bank M.G.Road, Hyderabad
Registered Office: Plot No. 5, Mithila Nagar, Road No -10, Banjara Hills, Hyderabad – 500 034	Registrar & Share Transfer Agents Aarthi Consultants Private Limited, 1-2-285, Domalguda, Hyderabad – 500 029, Ph. No. 040-27638111/ 23634445 Fax.No. 040-27632184

CONTENTS

Notice	—	03
Directors' Report	—	05
Management Discussion and Analysis	—	08
Report on Corporate Governance	—	10
Auditors' Report	—	18
Balance Sheet	—	23
Statement of Profit & Loss	—	24
Notes to Financial Statements	—	25
cash flow statment	—	33
Attendance Slip and Proxy Form	—	35

As the members are already aware, the ministry of Corporate Affairs ('MCA') has taken a "Green Initiative in Corporate Governance "by allowing the companies to service the documents to its members through electronic mode. Recognizing the spirit of the circulars issued by the MCA, we are now sending this Annual report comprising of Notice, Balance sheet, statement of Profit & Loss, Directors' Report, Auditors' report, etc. to the email addresses of the members made available to the Company by the Depositories (CDSL/NSDL) or registered by the members directly with the Company's RTA. For those members who have not yet registered their email, we are sending the Annual report in physical mode. In case you wish to receive future communication in electronic mode, kindly register your email address through the following link: <http://www.aarthiconsultants.com/GoGreen.php>. Please note that as a Member of the Company, you are entitled to receive all such Communication in physical form, upon request.



NOTICE

Notice is hereby given that the Fifteenth Annual General Meeting of the Company will be held on Saturday, the 28th day of September 2013 at 2.30 p.m. at Plot No. 1 & 9, IDA, Phase II, Cherlapally, Hyderabad - 500 051 to transact the following business:

Ordinary Business:

1. To consider and adopt the Audited Balance sheet as at 31st March 2013 and Statement of Profit and Loss for the year ended on that date together with the reports of the Director's and Auditors' thereon.
2. To appoint a Director in place of Mr. B.V. Satya Sai Prasad, who retires by rotation and being eligible, offers him-self for re-appointment.
3. To appoint Auditors of the Company to hold office from the conclusion of Fifteenth Annual General Meeting until the conclusion of the Sixteenth Annual General Meeting and to fix their re muneration.
"RESOLVED THAT P.Murali & Company (FRN:007257S), Chartered Accountants, Hyderabad be and are hereby re-appointed as Statutory Auditors of the Company to hold office from the conclusion of this meeting till the conclusion of the next Annual General Meeting of the Company on such remuneration as may be fixed by the Board of Directors of the Company.

For and on behalf of the Board
Sd/-
P Syam Prasad
Director

Place: Secunderabad
Date: 12.08.2013

Notes:-

- A. A Member entitled to attend and vote at the Annual General Meeting [the Meeting] is entitled to appoint a proxy to attend and vote on a poll instead of himself and the proxy need not be a member of the Company. The Proxy, in order to be effective, must be deposited at the Registered Office not less than Forty Eight Hours before the Meeting.
- B. The Register of Members and Share Transfer Books of the Company shall remain **closed from, September 23rd 2013 to, September 28th 2013** (both days inclusive) for the purpose of ensuing Annual General Meeting.
- C. The members are requested to
 - i) Quote Ledger Folio/Client ID in all the correspondence.
 - ii) Bring the copy of the Annual Report and attendance slip with them to the Annual General Meeting and to deposit the same duly filled in and signed for attending the meeting.
- D. Shareholders holding shares in physical form are requested to advise any change of address immediately to company's Registrar and Share Transfer Agent, Aarthi Consultants Private Limited, Hyderabad. Shareholders holding shares in electronic form must send the advice about change in address to their respective Depository Participants and not to the Company.



- E. Members seeking any information with regard to accounts are requested to write to the Company at least 10 days in advance of the meeting to enable the management to keep the information ready.
- F. Under Section 109A of the Companies Act, 1956 shareholders are entitled to make nomination in respect of shares held by them in physical form. Shareholders desirous of making nominations are requested to send their requests in Form 2B (which will be made available on request) to the Registrars and Transfer Agents, M/s. Aarthi Consultants Private Limited, Hyderabad.
- G. At the ensuing Annual General Meeting Mr. B.V. Satya Sai Prasad shall retire by rotation and being eligible, offers himself for re-appointment. Pursuant to clause 49 of the listing agreement, the particulars of Directors recommended for appointment/Re-appointment are given hereunder:

**ADDITIONAL INFORMATION ON DIRECTORS SEEKING APPOINTMENT/RE-APPOINTMENT AT THE ANNUAL GENERAL MEETING:
(Pursuant to Clause 49 of the Listing Agreement)**

Name of Director	: Mr. B.V. Satya Sai Prasad
Date of Birth	: 29 th August 1961
Date of Appointment	: 19 th February, 2011
Qualifications	: Bachelor of Commerce
Expertise in specific functional areas	: He has over 25 years of rich experience in the areas of forming, mining, property development, and general management, legal.
List of other companies in which directorship held	: Sai Rayalaseema Paper Mills Ltd
List of the Committees of other Companies in which chairmanship/ Membership held	: NIL
Chairman/Member of the Committees the Company	: Member of Audit Committee and of Shareholder & Investors Grievance Committee
Shareholding in the Company	: NIL
Relationship between Directors inter - se	: No

Directors' Report

To
The Members
VIRGO GLOBAL MEDIA LIMITED

Your Directors have pleasure in presenting the Fifteenth Annual Report of your company and the Audited Financial Accounts for the year ended on March 31, 2013.

Financial Results

₹ In Lakhs

Particulars	2012-13	2011-12
Net Sales/Income from Operations	6.75	7.35
Other Income	2.22	2.58
Total Income	8.97	9.93
Financial Expenses	0.27	0.32
Depreciation and Write Offs	0.23	0.30
Other Expenses	5.62	6.02
Provision for taxation	0.94	0.42
Profit/(Loss)	1.91	1.21
Equity Share Capital(1,05,04,300 Shares of Rs 4/- each)	420.17	420.17

Review of Operations:

During the year under review, your Company had earned a total income of Rs 8.97 Lakhs as against Rs 9.93 Lakhs during the previous year and the Net Profit for the current year was Rs. 1.91 lakhs as against a Net Profit of Rs. 1.21 Lakhs for the corresponding period. The Total income includes other income of Rs. 2.22 Lakhs. Despite the serious efforts that have been put by the Management, Your Company could not succeed in getting new business opportunities in Media and Broadband Internet Segments, due to global economic slowdown and lack of adequate resources at the disposal of the Company. Your Company is considering various other options, details of which would be communicated to the Members in due course.

Fixed deposits:

The Company has not accepted any Fixed Deposits, falling within the purview of Section 58A of the Companies Act, 1956.

Auditors:

M/s. P. Murali & Company (FRN: 007257S), Chartered Accountants, Statutory Auditors of the Company holds office in accordance with the provisions of the Companies Act, 1956 upto the conclusion of this Annual General Meeting and are eligible for re-appointment.

Directors:

At the ensuing Annual General Meeting Mr. B.V. Satya Sai Prasad retires by rotation and being eligible, offered himself for re-appointment.



Stock Exchange Listing:

Presently, the Equity Shares of the Company are listed on Bombay Stock Exchange Limited [BSE]. The Company confirms that it has paid Annual Listing Fees due to BSE for the financial year 2013-14.

Director's Responsibility Statement:

In accordance with the Section 217(2AA) of the Companies Act, 1956, the Board of Directors confirms that:

- a) In the preparation of the Accounts for the twelve months period ending March 31, 2013; the applicable accounting standards have been followed and there are no material departures there from.
- b) They have selected such accounting policies in consultation with Statutory Auditors of the Company and applied consistently and judgments and estimates have been made that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at March 31, 2013 and of the profit of the Company for the financial year.
- c) They have taken proper and sufficient care to the best of their knowledge and ability for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956. They confirm that there are adequate systems and controls for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- d) They have prepared accounts for the year ended March 31, 2013 on a going concern basis.

Corporate Governance and Management Discussion and Analysis Report:

A separate report on Corporate Governance along with Auditors' Certificate on its compliance and Management Discussion and Analysis forming part of this report are annexed hereto.

Particulars of Employees:

None of the employees are drawing remuneration in excess of the limits prescribed under section 217(2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules, 1975 as amended.

Particulars in respect of Conservation of Energy, Technology Absorption and Foreign Exchange Earnings and Outgo required under Companies (Disclosure of particulars in the Directors Report) Rules 1988:

- A. Conservation of Energy:-** The Company is not a manufacturing Company and hence the details in respect of the above are not applicable.
- B. Technology Absorption:-** Your Company is committed to use state of Art technology for improving the quality of its services.
- C. Research and Development:-** Your Company has not undertaken any R&D activity in any specific area during the year under review.
- D. Disclosure of Particulars relating to Foreign Exchange Earnings and Outgo:-** Your Company's Operation did not result into any Foreign Exchange earnings or outgo.

Acknowledgements

Your Directors gratefully acknowledge and appreciate the support extended by the Syndicate Bank, UCO Bank various departments of Central and State Governments, SEBI and Stock Exchanges. Your Directors express their grateful thanks to our valued shareholders for the trust and confidence reposed in the Company.

For and on behalf of the Board

Sd/-
P Syam Prasad
Director

Sd/-
B V S S Prasad
Director

Place: Secunderabad
Date : 12.08.2013



MANAGEMENT DISCUSSION ANALYSIS AND BUSINESS OUTLOOK

(This review contains Management's discussion of the Company's operational results and financial condition, and should be read in conjunction with the accompanying audited financial statements and associated notes).

INDUSTRY STRUCTURE, DEVELOPMENT AND OUTLOOK:-

India Presents a robust growth opportunities, driven by economic growth, increasing urbanization rising income levels and a large youth population. The Indian telecommunication sector has registered a phenomenal growth during the past few years and has emerged as the second largest network in the world. On back of ongoing investments into infrastructure, the country is projected to witness high penetration of Internet, broadband, and mobile subscribers in the near future, as per an RNCOS report.

The Internet Industry consists of companies that provide a wide variety of products and services primarily online through their Web sites. Operations include, but are not limited to, search engines, retailers, travel services, as well as dial-up and broadband access services. The industry is not particularly capital intensive, although some participants must continually invest in their operations to remain competitive.

Companies in the Internet Industry operate in a highly competitive environment, subject to rapid technological change. Barriers to entry vary, depending upon the particular markets served. Internet companies operate on the global stage, and results often depend upon the performance of overseas markets and currency exchange rates. Moreover, weakness in the retail economy or lower online advertising expenditures can hinder the

performance of many participants. Still, long-term prospects for the industry are fairly encouraging. Trends such as increasing worldwide Internet usage, overseas expansion, and the continued popularity of online advertising ought to further benefit companies in this industry. As a result, many industry participants seem well-positioned in attractive markets. Given the dynamic nature of the Internet industry, companies must innovate to remain competitive. This can simply mean offering customers new products and services. However, industry participants must also position themselves to benefit from technological developments, and the creation or expansion of markets.

Opportunities, Threats, Risks and Concerns:

India is expected to have 130.6 million mobile internet users by March 2014, as per a joint study by the Internet and Mobile Association of India (IAMAI) and Indian Market Research Bureau (IMRB). The mobile value-added services (MVAS) market by using the internet is expected to reach US\$ 9.5 billion in 2015, from US\$ 4.9 billion in 2013, stated a joint research report by Wipro Technologies and the Internet and Mobile Association of India (IAMAI). India will add more Internet users than any country in the world over the next three years, as average penetration rises from 10 per cent to 28 per cent," as per McKinsey and Co report. Besides, with increased Internet penetration, 22 million jobs would be created by 2015.

The telecommunications industry attracted foreign direct investments (FDI) worth US\$ 12,856 million between April 2000 to March 2013, an increase of 7 per cent to the total FDI inflows in terms of US\$, according to data published by Department of Industrial Policy and Promotion (DIPP). There are very good opportunities in this industry for all



companies. For large ISPs, relationships with telcos are becoming manifold. Telcos are being entering the market, and ISPs do not want to run the risk of losing out to the telcos, so many partnerships arise. Mergers with content providers are also occurring. This is the easiest way for both types of company to make their way into the other's market.

The major driving forces for Internet Service Provider Companies include growing use of the internet and emerging new internet technology applications; increasing globalization of the industry; changes in the long term industry growth rate; technological change and manufacturing process innovation; marketing innovation; changes in cost and efficiency; regulatory influences and government policy changes.

The key factors for success of a Private ISP will be a technical edge, financial capability to sustain losses over at least few years, high marketing and promotional budgets, strategic alliances with ancillary service providers, and lobbying power with the central and state governments.

On the other hand, rivalry within the industry; threat of Substitute Products; threat of New Entrants; bargaining power of Suppliers; bargaining Power of Buyers are some of the risks that the Industry is facing. Because of these risks, some companies are even opting out of this Industry by changing their line of business.

And, broadly speaking, ISPs face threats/ challenges in four inter-related areas:

1. Customer Relations;
2. Technology;
3. Regulatory Framework; and
4. Resources

Analysis of financial performance of the company

In continuation to the previous annual report, even during the year under report,

the Company had very lean operations as most of the Company's new business opportunities could not materialize. Thus, your company's total income was Rs.8.97 lakhs as against Rs. 9.93 lakhs during the previous year and the net profit was Rs.1.91lakhs as against a net profit of Rs. 1.21 lakhs for the corresponding period.

Liquidity and capital resources:

There are no significant changes in Shareholders' funds and loan funds during the financial year 2012-13.

Internal control systems and their adequacy

The internal audit and other internal controls and internal checks implemented in the Company are adequate and commensurate with the size and nature of operations providing sufficient assurance and safe guarding all assets, authorizing all transactions and its recording and reporting properly and timely. The Audit Committee constituted by the Board of Directors reviews regularly the financial and other related aspects as per the requirements of the Corporate Governance.

Cautionary Statement

Statements in the Management Discussion and Analysis describing the Company's Objectives, projections, estimates, expectations may be forward looking statements within the meaning of applicable securities laws and regulations. Actual results would differ materially from those expressed or implied. Important factors that could make a difference to the Company's operations include economic conditions affecting demand, supply and price conditions in the domestic/overseas markets in which the Company operates, changes in the Government regulations, tax laws and other statutes and other incidental factors.



**CORPORATE GOVERNANCE
Company's Philosophy**

The Company believes that good corporate governance practices enable the management to direct and control the affairs of the Company in an efficient manner and to achieve the Company's goal of maximizing value for all its stake holders.

The board considers itself as a trustee of its shareholders and acknowledges its responsibilities to the Shareholders for creating and safeguarding shareholders wealth, while upholding the core values of transparency, integrity, honesty and accountability.

The Company's code of conduct serves as a guide to the employees on the values, ethics and business principles expected of them.

The Company is committed to the best governance norms. It strongly believes in setting the high standards in all its endeavors.

Board of Directors

The Board of Virgo Global Media comprised of three directors as on August 12, 2013 and out of these three Non Executive Directors, two are Independent. Accordingly, the composition of the Board

is in conformity with Clause 49 of the listing agreement entered with Stock Exchange.

The Directors bring with them rich and varied experience in different fields of corporate functioning. The Board meets at regular intervals for planning, assessing and evaluating all important business activities.

None of the Directors on the Board is a member on more than 10 committees or Chairman of more than 5 committees as specified in clause 49, across all the Companies in which he is a Director. Necessary disclosures regarding Committee positions have been made by the Directors.

The names and categories of the Directors on the Board, their attendance at Board meetings held during the year and the number of Directorships and Committee memberships held by them in other companies is given below. Other directorships do not include alternate directorships, directorships of private limited Companies and companies incorporated outside India. Chairmanship / membership of Board committees include membership of Audit and Shareholders/ Investor Grievance Committee.

Name	Category	No. of Board Meetings attended during the year 2012-13	Whether Attended AGM held on 29.09.2012	No. of Directorships in other public Companies	No. of committee positions held in other public Companies	
					Chairman	Member
Mr. P Syam Prasad	Non Independent, Non - Executive Director	4	Yes	-	-	-
Mr. B V S S Prasad	Independent Director	4	No	1	1	1
Mr. Hafeezuddin Shaik Imam	Independent Director	4	yes	-	-	-



Four Board meetings were held during the year ended March 31, 2013 and the gap between any two successive meetings did not exceed four months. The dates on which the Board meetings were held are as follows:

May 28, 2012; August 14, 2012; November 10, 2012 and February 12, 2013.

None of the Non-Executive Directors have any material pecuniary relationship with the Company.

Necessary information as mentioned in Annexure 1A to clause 49 of the listing agreement has been placed before the Board for their consideration.

Audit Committee

The Audit Committee of the Company consists of 3 directors, out of whom 2 are independent Directors including the Chairman, who has related financial management expertise. All the Members of the committee are financially literate. Accordingly, the composition of the committee is in conformity with Clause 49 of the listing agreement entered with Stock Exchange. The Audit Committee of the Board is responsible for oversight of the Company's financial reporting process and the disclosure of its

financial information to ensure that the financial statements are correct, adequate and credible; and reviewing with management the annual financial statements before submission to the Board. The Committee periodically reviews with the management the adequacy of internal control systems. The Committee periodically interacts with the internal auditors to review the manner in which they are performing their responsibilities. The Committee holds discussion with external auditors before the commencement of statutory audit on the nature and scope of audit and ascertains any areas of concern and reviews their written comments. The Committee reviews the financial and risk management policies of the Company. The Committee has full access to financial data and to the company's staff. The Committee also reviews the quarterly financial statements before they are submitted to the Board. Related party transactions entered into by the company, if any, are placed before the Audit committee for its review on quarterly basis. The last Annual General Meeting of the Company was held on September 29, 2012. The composition of the Audit Committee and particulars of meetings attended by the members are as follows:

Name	Category	No. of Meetings during the year 2012-13	
		Held	Attended
Mr. B V S S Prasad	Independent	4	4
Mr. P Syam Prasad	Non Independent Non-Executive	4	4
Mr. Hafezuddin Shaik Imam	Independent	4	4



Four Committee meetings were held during the year ended March 31, 2013 i.e. on May 28, 2012; August 14, 2012; November 10, 2012 and February 12, 2013.

The necessary quorum was present at all meetings.

Remuneration Committee

The Company does not have a 'Remuneration Committee'. The Board of Directors of the Company recommended that all such items that may be required to be discussed at a meeting of Remuneration Committee could be considered at a meeting of the Board of Directors.

As on March 31, 2013, no Director of the Company holds any shares of the Company to report.

No remuneration or sitting fee is paid to any Director and there are no pecuniary relationships or transactions entered with the non-executive directors' vis-à-vis the company.

Investors' Grievance & Share Transfer Committee

The Company has a Shareholders'/ Investors' Grievance Committee to perform all the functions relating to handling of all sorts of shareholders' grievances like non-transfer of shares, loss of share certificates, non-receipt of notices/annual reports etc., and to look after share transfers/transmissions periodically. The Committee inter-alia also approves issue of duplicate share certificates and oversees and reviews all matters connected with the securities transfers.

Year	No. of Meeting	Day, Date and Time of the Meeting
2011-12	14 th AGM	Saturday, the September 29, 2012 at 3.00 P.M.
2010-11	13 th AGM	Friday, the September 30, 2011 at 3.00 P.M.
2009-10	12 th AGM	Wednesday, the September 29, 2010 at 3.00 P.M.

The shareholders/Investors Grievance Committee of the Company consists of three directors, two of which are independent Directors.

The Composition of the shareholder/ investors Grievance Committee and the number of meetings attended by its members is given below.

Name	Category
Mr. BVSS Prasad, Chairman	Independent, Director
Mr. P Syam Prasad	Non Independent, non-Executive Director
Mr. Hafeezuddin Shaik imam.	Independent, Director

Four Committee meetings were held during the year ended March 31, 2013 i.e. on May 28, 2012; August 14, 2012; November 10, 2012 and February 12, 2013.

There were no complaints at the beginning of the year and the company has not received any complaints from its members during the year.

General Body Meetings

General Body Meetings : The last three annual general meetings were held at Plot No. 1 & 9, IDA, Phase II, Cherlapally, Hyderabad – 500 051 as detailed below:

Location, date and time of last three Annual General Meetings:

During the last three Annual General Meetings of the Company, the members have passed the following Special resolutions:

No. of AGM	Item on which special resolution passed
14 th AGM	Nil
13 th AGM	<ol style="list-style-type: none"> 1. Alteration of Authorized Shares capital of the company under section 94(1) (d). 2. Alteration of Articles of Association of the company under Section 31 (1)
12 th AGM	Nil

All the above resolutions were passed with requisite majority

No Special Resolution, which requires approval through postal ballot, is proposed to be conducted at the ensuing Annual General Meeting.

Disclosures

- i. There are no materially significant related party transactions of the Company with Promoters, directors or the Management or their relatives which have potential conflict with the interest of Company at large.
- ii. There were no cases of non-compliance by the Company, penalties, strictures imposed on the Company by stock exchanges or SEBI or any statutory authority, on any matter related to capital markets, during the last three years ended March 31, 2013.
- iii. The Company is in compliance with all the mandatory requirements and yet to fulfill the non-mandatory requirements including Whistle Blower Policy as prescribed in Annexure 1 D to Clause 49 of the Listing Agreement of the Stock Exchange.
- iv. **Code of conduct:** The code of conduct as adopted by the Board of Directors is applicable to all directors, senior management and employees in above officers' level. The prime purpose of the code is to create an environment wherein all the Board Members and Senior Management of the Company maintain ethical standards and to ensure compliance to the laid down ethical standards. The company is under process of developing its website and once the same is done it undertakes to place the same in the website.
- v. **Compliance:** At every Board meeting, a statement of Compliance with all laws and regulations as certified by the Director is placed before the Board for its review. The Board reviews the compliance of all the applicable laws and gives appropriate directions wherever necessary.
- vi. **Risk Management:** The Board regularly discusses the significant business risks identified by the management and the mitigation process being taken up.
- vii. **Preferential Issue Proceeds:** The Company did not raise any funds during the year under preferential issue mode.



viii. **CEO & CFO Certificate:** The certificate as contemplated in Clause 49 of the listing agreement was placed before the Board for its noting, in its meeting held for approval of audited financial statements of the Company.

ix. **Secretarial Audit:** A firm of practicing Company Secretaries carried out a secretarial audit to reconcile the total admitted capital with National Securities Depository Limited (NSDL) and Central Depository services (India) Limited (CDSL) and the total issued and

listed capital. The audit confirms that the total issued / paid-up capital of the Company is in agreement with the total number of shares in physical form and the total number of dematerialized shares held with NSDL and CDSL.

Means of Communication

The quarterly, half-yearly and annual results of the Company are published in leading newspapers in India which include, the The Financial Express (National newspaper) and Surya (regional newspaper).

General Shareholder's information

i) Annual General Meeting

Date : September, 28 2013
Time : 2.30 P.M
Venue : Plot No. 1 & 9, IDA, Phase II,
Cherlapally, Hyderabad – 500 051.

As required under Clause 49 VI (A), particulars of Directors seeking re-appointment are given in the notes to the notice calling the Annual General Meeting to be held on September 28, 2013.

ii) Financial Calendar :

Year ending : March 31, 2013
AGM : September 28, 2013

iii) Date of Book Closure : 23.09.2013 to 28.09.2013
(Both days inclusive)

iv) Listing on Stock Exchange : The Bombay Stock Exchange Limited

v) Stock Code / Symbol : BSE : 532354

vi) International Securities

Identification Number
(ISIN) allotted to the
Company's Shares : INE400B01020

vii) **Market Price Data:** High, Low (Based on the closing prices)and number of shares traded during each month in the last financial year on the Bombay Stock Exchange Limited:



Month	BSE		Volume
	High	Low	
April 2012	1.56	1.13	4,089
May 2012	2.45	1.63	28,426
June 2012	2.21	1.89	3,586
July 2012	1.96	1.54	10,346
August 2012	1.60	1.29	10,092
September 2012	1.41	1.13	30,305
October 2012	1.40	1.16	5,832
November 2012	1.29	1.14	10,331
December 2012	1.61	1.18	20,488
January 2013	1.14	1.02	4,250
February 2013	1.10	0.98	11,663
March 2013	0.99	0.77	7,406

- viii) Registrar and Transfer Agents :
Name & Address : Aarthi Consultants Private Limited,
1-2-285, Domalguda, Hyderabad – 500 029,
Tel: 91 - 40-27638111/ 4445;
Fax: 91 - 40-27632184
E-mail: info@arthiconsultants.com
Contact Person: Mr. Bhaskara Murthy

- ix) Share Transfer System:

The Company's shares are traded in the stock exchanges compulsorily in Demat form. The Company's Registrar and Transfer agent is the common agency to look after physical and Demat share work. The shares lodged for transfer at the registrar are processed and returned to shareholders within the stipulated time.

- x) Shareholding (as on March 31, 2013):

- a) Distribution of shareholding

Category	No. of Shareholders		No. of Shares	
	Total	%	Total	%
1 - 5000	4955	87.1	1582382	15.06
5001 - 10000	372	6.54	752445	7.16
10000 - 20000	177	3.11	692854	6.60
20000 - 30000	48	0.84	295911	2.82
30001 - 40000	45	0.79	418570	3.98
40001 - 50000	10	0.18	118888	1.13
50001 - 100000	41	0.72	710642	6.77
100001 and above	41	0.72	5932608	56.48
TOTAL	5689	100.00	10504300	100.00



b) Categories of Shareholders as on March 31, 2013

Category	No. of shares	% to share capital
Promoters	3353750	31.93
Private Corporate Bodies	303684	2.89
Indian Public	6845665	65.17
NRIs / OCBs	1000	0.01
Clearing Members	201	0.00
Grand Total	10504300	100.00

xi) Dematerialization of shares and liquidity:

The company's shares are compulsorily traded in dematerialization form. Equity shares of the Company representing 90.12% of the company's share capital are dematerialized as on March 31, 2013.

The Company's shares are regularly traded on Bombay Stock Exchange Limited.

xii) As on March 31, 2013, the company did not have any outstanding GDRs / ADRs / Warrants or any convertible instruments.

xiii) Address of Correspondence : Virgo Global Media Limited,
PlotNo.5, Mithila Nagar Road, No.10,
Banjara Hills, Hyderabad – 500 034

Declaration as required under Clause 49 of the Listing Agreement:

I hereby declare that all the Directors and Senior Management of the Company have affirmed compliance with the Company's Code of Conduct for the Financial Year ended March 31, 2013.

For and on behalf of the Board

Sd/-
Mr. P Syam Prasad
Director

Place: Secunderabad
Date:12.08.2013

Certificate on compliance of Corporate Governance

**To
The Members of
Virgo Global Media Limited**

We have read the report of the Board of Directors on Corporate Governance and have examined the relevant records relating to compliance of conditions of Corporate Governance by Virgo Global Media Limited ("the Company") for the year ended on 31st March, 2013 as stipulated in Clause 49 of the Listing Agreement of the said Company with Stock Exchanges.

The Compliance of the conditions of the Corporate Governance is the responsibility of the management. Our examination, conducted in the manner described in the "Guidance note on Certification of Corporate Governance" issued by the Institute of Chartered Accountants of India was limited to procedures and implementation thereof adopted by the Company for ensuring the compliance with the conditions of Corporate Governance. Our examination was neither an audit nor was it conducted to express an opinion on the financial statements of the Company.

In our opinion and to the best of our information and explanations given to us and based on our examination described above, the Company has complied with the conditions of Corporate Governance as stipulated in Clause 49 of the Listing Agreement.

We further certify that such compliance is neither an assurance as to the future viability of the company nor the efficiency or effectiveness with which the management has conducted the affairs of the company.

Place: Hyderabad
Date :12.08.2013

P. Murali & Co.
Chartered Accountants
Sd/-
Mukund Vijayrao Joshi
Partner
Membership No. 024784



VIRGO GLOBAL MEDIA LIMITED

INDEPENDENT AUDITOR'S REPORT

To

The Members

VIRGO GLOBAL MEDIA LIMITED

We have audited the accompanying financial statements of **VIRGO GLOBAL MEDIA LIMITED** ("the Company"), which comprise the Balance Sheet as at March 31, 2013, and the Statement of Profit and Loss and Cash Flow Statement for the year ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements:

Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956 ("the Act"). This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility:

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable

assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion:

In our opinion and to the best of our information and according to the explanations given to us, the financial statements give the information required by the Act in the manner so required and 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 March 31, 2013;



- (b) In the case of the Profit and Loss Account, of the profit for the year ended on that date; and
- (c) In the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements:

1. As required by the Companies (Auditor's Report) Order, 2003 ("the Order") issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Act, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the Order.
2. As required by section 227(3) of the Act, we report that:
 - a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - b) In our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books and proper returns adequate for the

purposes of our audit have been received from branches not visited by us.

- c) The Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- d) In our opinion, the Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement comply with the Accounting Standards referred to in subsection (3C) of section 211 of the Companies Act, 1956;
- e) On the basis of written representations received from the directors as on March 31, 2013, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2013, from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.

For P. Murali & Co.,
Chartered Accountants
FRN: 007257S

Sd/-

P. Murali Mohana Rao
Partner

Membership Number: 023412

Place: Hyderabad

Date : 27.05.2013



ANNEXURE TO THE AUDITORS' REPORT

- I** (a) The Company has maintained proper records showing full particulars including quantitative details and situation of Fixed Assets.
- (b) As explained to us, the fixed assets have been physically verified by the management at reasonable intervals and no material discrepancies between the book records and the physical inventory have been noticed on such verification.
- (c) The Company has not disposed off substantial part of the Fixed Assets during the year.
- II.** The Company has no inventory. Hence this clause is not applicable.
- III.** (a) The Company has not granted any loans, secured or unsecured to Companies, Firms or other parties covered in the register maintained under section 301 of the Companies Act, 1956.
- (b) As the Company has not granted any loans, the Clause of whether the rate of interest & other terms and conditions on which loans have been granted to parties listed in the register maintained under Section 301 prejudicial to the interest of company, is not applicable.
- (c) As no loans are granted by company, the clause of receipt of interest & principal amount from parties, is not applicable to the company.
- (d) No loans have been granted to Companies, Firms and other parties listed in the register U/S 301 of the Companies Act, 1956. Hence, overdue amount of more than rupees one Lac does not arise and the clause is not Applicable.
- (e) The Company has not taken any loans, secured or unsecured from Companies, Firms or other Parties covered in the register maintained U/ s.301 of the Companies Act, 1956.
- (f) As the Company has not taken any loans, the clause of whether the rate of interest and other terms and conditions on which loans have been taken from parties listed in the register maintained under section 301 is prejudicial to the interest of company, is not applicable.
- (g) As no loans are taken by the company, the clause of repayment of interest & principal amount to parties is not applicable to the company.
- IV.** In our opinion and according to the information and explanations given to us, there are generally adequate internal control systems commensurate with the size of the company and the nature of its business with regard to purchase of inventory and fixed assets and for sale of goods and services. There is no continuing failure by the company to correct any major weaknesses in internal control.
- V.** (a) In our opinion and according to the information and explanation given to us, since no contracts



- or arrangements referred to in section 301 of the Companies Act, 1956 have been made by the company in respect of any party in the financial year, the entry in the register U/s.301 of the Companies Act, 1956 does not arise.
- (b) According to the information and explanations given to us, as no such contracts or arrangements made by the company, the applicability of the clause of charging the reasonable price having regard to the prevailing market prices at the relevant time does not arise.
- VI.** The Company has not accepted any deposits from the public and hence the applicability of the clause of directives issued by the Reserve Bank of India and provisions of section 58A, 58AA or any other relevant provisions of the Act and the rules framed there under does not arise. As per information and explanations given to us the order from the Company Law Board or National Company Law Tribunal or Reserve Bank of India or any Court or any other Tribunal has not been received by the Company.
- VII.** In our opinion, the company is having internal audit system, commensurate with its size and nature of its business.
- VIII.** In respect of the Company, the Central Government has not prescribed maintenance of cost records under clause (d) of sub-section (1) of section 209 of the Companies Act, 1956.
- IX.(a)** The Company is regular in depositing statutory dues including Income Tax, Cess, and any other statutory dues with the appropriate authorities and at the end of last financial year there were no amounts outstanding which were due for more than 6 months from the date they became payable.
- (b) According to the information and explanations given to us, no undisputed amounts are payable in respect of Income Tax, Cess and any other statutory dues as at the end of the period, for a period more than six months from the date they became payable.
- X.** The Company has been registered for a period of not less than 5 years, and the company has accumulated losses at the end of the financial year and the company has not incurred cash losses in this financial year and in the immediately preceding financial year.
- XI.** According to information and explanations given to us, the company has not defaulted in repayment of dues to financial Institutions or Banks.
- XII.** According to the information and explanations given to us, the Company has not granted any loans or advances on the basis of security by way of pledge of shares, debentures and other securities and hence the applicability of the clause regarding maintenance of adequate documents in respect of loans does not arise.



- XIII.** This clause is not applicable to this Company as the Company is not covered by the provisions of special statute applicable to Chit Fund in respect of Nidhi/Mutual Benefit Fund/Societies.
- XIV.** According to the information and explanations given to us, the company is not dealing or trading in shares, securities, Debentures and other investments and hence the provisions of clause 4(xiv) of the Companies (Auditor's Report) Order 2003, are not applicable to the Company.
- XV.** According to the information and explanations given to us, the Company has not given any guarantee for loans taken by others from Banks or Financial Institutions, and hence the applicability of this clause regarding terms and conditions which are prejudicial to the interest of the company .
- XVI.** According to the information and explanations given to us, the company has not obtained any Term Loans, hence this clause is not applicable.
- XVII.** According to the information and explanations given to us, no funds are raised by the Company on short-term basis. Hence the Clause of Short term funds being used for Long term investment do not arise.
- XVIII.** According to the information and explanations given to us, the Company has not made any preferential allotment of Shares to parties and Companies covered in the Register maintained under section 301 of the Companies Act, 1956 and hence the applicability of the clause regarding the price at which shares have been issued and whether the same is prejudicial to the interest of the Company does not arise.
- XIX.** According to the information and explanations given to us, the company does not have any debentures and hence the applicability of the clause regarding the creation of security or charge in respect of debentures issued does not arise.
- XX.** According to information and explanations given to us, the company has not raised money by way of public issues during the year, hence the clause regarding the disclosure by the management on the end use of money raised by public issue is not applicable.
- XXI.** According to the information and explanations given to us, no fraud on or by the Company has been noticed or reported during the year under audit.

For P.MURALI & CO.,
Chartered Accountants
FRN:007257S

Sd/-

P. MURALI MOHANA RAO
PARTNER
MEMBERSHIP NO. 023412

Place: Hyderabad
Date :27.05.2013

**Balance Sheet as at 31st March, 2013**

Particulars	Note No	As on	As on
		31.03.2013	31.03.2012
		₹	₹
I. EQUITY AND LIABILITIES			
(1) Shareholder's Funds			
(a) Share Capital	1	42,017,200	42,017,200
(b) Reserves and Surplus	2	(36,118,981)	(36,310,194)
(c) Money received against share warrants		-	-
(2) Non-Current Liabilities			
(a) Defferred tax liabilities (Net)	3	16,663	22,601
(b) Other Long term liabilities	4	15,595,751	15,320,751
(3) Current Liabilities			
(a) Other current liabilities	5	747,076	562,966
(b) Short-term provisions	6	149,008	45,539
Total		22,406,717	21,658,863
II.Assets			
(1) Non-current assets			
(a) Fixed assets			
(i) Tangible assets	7	23,783	46,499
(b) Long term loans and advances	8	181,515	181,515
(c) Other non-current assets	9	3,295,060	3,295,060
(2) Current assets			
(a) Trade receivables	10	858,248	543,248
(b) Cash and cash equivalents	11	3,184,114	3,016,042
(c) Short-term loans and advances	12	14,863,997	14,576,499
Total		22,406,717	21,658,863

Significant Accounting Policies
Notes On Financial Statements

1 to 26

As per our Report of even date

For P.Murali & Co.,
FRN. : 007257S
Chartered Accountants

For Virgo Global Media Limited

Sd/-
P.Murali Mohana Rao
Partner
M.No. 023412

Sd/-
P Syam Prasad
Director

Sd/-
B V S S Prasad
Director

Place : Secunderabad
Date : 27.05.2013



VIRGO GLOBAL MEDIA LIMITED

Profit and Loss statement for the year ended 31st March, 2013

Particulars	Note No	As on	As on
		31.03.2013	31.03.2012
		₹	₹
I. Revenue from operations	13	675,000	735,248
II. Other Income	14	222,390	258,174
III. Total Revenue (I +II)		897,390	993,422
IV. Expenses:			
Employee benefit expenses	15	75,000	72,000
Administrative Expenses	16	487,389	529,978
Financial costs	17	27,009	31,512
Depreciation and amortization expense	7	22,716	30,287
Total Expenses		612,114	663,777
V. Profit before exceptional and extraordinary items and tax (III - IV)		285,276	329,645
VI. Exceptional Items		-	-
VII. Profit before extraordinary items and tax (V - VI)		285,276	329,645
VIII. Extraordinary Items		-	173,661
IX. Profit before tax (VII - VIII)		285,276	155,984
X. Tax expense:			
(1) Current tax		100,000	41,988
(2) Deferred tax		(5,938)	(6,988)
XI. Profit/(Loss) from the period from continuing operations (IX - X)		191,214	120,984
XII. Profit/(Loss) from discounting operations		-	-
XIII. Tax expense of discounting operations		-	-
XIV. Profit/(Loss) from Discounting operations (XII - XIII)		-	-
XV. Profit/(Loss) for the period (XI + XIV)		191,214	120,984
XVI. Earning per equity share:			
(1) Basic		0.02	0.01
(2) Diluted		0.02	0.01

Significant Accounting Policies
Notes On Financial Statements
As per our Report of even date

1 to 26

For P.Murali & Co.,
FRN. : 007257S
Chartered Accountants

For Virgo Global Media Limited

Sd/-
P.Murali Mohana Rao
Partner
M.No. 23412

Sd/-
P Syam Prasad
Director

Sd/-
B V S S Prasad
Director

Place : Secunderabad
Date : 27.05.2013



NOTES TO FINANCIAL STATEMENTS

NOTE NO 1 : SHARE CAPITAL

S. NO	Particulars	As on	As on
		31.03.2013	31.03.2012
		₹	₹
a	Share Capital (For each class of capital)		
	(a) Authorised : 1,67,43,550 No. of Equity Shares @ Rs. 4/- each	66,974,200	66,974,200
	(b) Issued : 1,05,04,300 No. of Equity Shares @ Rs. 4/- each	42,017,200	42,017,200
	(c) Subscribed & fully paid up : 1,05,04,300 @ Rs. 4/- each fully paid up	42,017,200	42,017,200
	(d) Subscribed & not fully paid up	-	-
	(e) Par value per share Rs. 4/-		
	Total Equity Share capital	42,017,200	42,017,200
b	A Reconciliation of the number of shares outstanding at the beginning and at the end of the reporting period:	Number of Shares	
	Equity Shares of Rs.4/- Each, Fully paid up :		
	At the Beginning	10,504,300	10,504,300
	Issued during the year - Bonus Issue	-	-
	Issued during the year - Cash Issue	-	-
	Issued during the year - ESOP	-	-
	Forfeited / Bought Back during the year	-	-
	At the end	10,504,300	10,504,300
c	Details of Shareholder holding more than 5% shares of the Company:	% of Share Holding	
	Equity Shares of Rs.4/- each Held By Savera Constructions Pvt Ltd - 33,53,750 Nos. (33,53,750 Nos. Previous Year)	31.93%	31.93%

NOTE NO. 2 : RESERVES AND SURPLUS

S. No	Particulars	As on	As on
		31.03.2013	31.03.2012
		₹	₹
I	RESERVES AND SURPLUS		
	a) Surplus :		
	i) Opening Balance - Profit and Loss Account	-	-
	Add: Transfer from Profit & Loss Account	191,214	120,984
		191,214	120,984
II	A Reserve specifically represented by earmarked investments	-	-
III	Negative balance of reserves and surplus account (Loss)	(36,310,195)	(36,431,178)
	Total Reserves and Surplus	(36,118,981)	(36,310,194)



NOTE NO. 3 : DEFERRED TAX LIABILITY (NET)

S. No	Particulars	As on	As on
		31.03.2013	31.03.2012
		₹	₹
I	Opening Deferred tax Liability	22,601	29,589
	Add:		
	Deferred Tax Liability for the year (Due to SLM and WDV Difference)	(5,938)	(6,988)
	Deferred Tax Liability for the year (Due to Others)		
	Gross Deferred tax Liability	16,663	22,601
	Opening Deferred tax Asset	-	-
	Provision for Gratuity and Compensated Absences and doubtful debte	-	-
	Gross Deferred tax Asset	-	-
	Deferred Tax Liability/ (Asset) - Net	16,663	22,601

NOTE NO. 4 : OTHER LONG TERM LIABILITIES

S. No	Particulars	As on	As on
		31.03.2013	31.03.2012
		₹	₹
	a) Trade Payables & Others		
	- Advance from Customers	-	-
	- Other Liabilities	15,595,751	15,320,751
	Total other long term liabilities	15,595,751	15,320,751

NOTE NO. 5 : OTHER CURRENT LIABILITIES

S. No	Particulars	As on	As on
		31.03.2013	31.03.2012
		₹	₹
I	a) Other liabilities	747,076	562,966
	Total other current liabilities	747,076	562,966

NOTE NO. 6 : SHORT TERM PROVISIONS

S. No	Particulars	As on	As on
		31.03.2013	31.03.2012
		₹	₹
I	a) Others (Specify the nature)		
	Statutory Liabilities	7,020	3,551
	b) Income Tax	141,988	41,988
	Total short term provisions	149,008	45,539

NOTE NO. 7
FIXED ASSETS AS ON 31st MARCH, 2013

Sl. No.	Particulars	Gross Block			Depreciation/Amortization				Net Block as on 31.03.2012	Net Block as on 31.03.2013	
		As on 01.04.2012	Additions during the year	Sale / Deletions during the year	As on 31.03.2013	Dep. As on 01.04.2012	Dep. For the year 2012-2013	Dep Reserve on Deletions			Total Depreciation
1	OFFICE EQUIPMENT	41,104	-	-	41,104	8,463	8,858	-	17,321	23,783	32,641
2	COMPUTERS	174,800	-	-	174,800	160,942	13,858	-	174,800	-	13,858
	TOTAL	215,904	-	-	215,904	169,405	22,716	-	192,121	23,783	46,499
	Previous Year	215,904	-	-	215,904	139,118	30,287	-	169,405	46,499	46,499



NOTE NO. 8 : LONG TERM LOANS AND ADVANCES

S. No.	Particulars	As on 31.03.2013	As on 31.03.2012
		₹	₹
I	Long - term loans and advances: a) Security Deposit Secured Unsecured	181,515	181,515
	Total Long term loans & advances (net)	181,515	181,515

NOTE NO.9 : OTHER NON - CURRENT ASSETS

S. No.	Particulars	As on 31.03.2013	As on 31.03.2012
		₹	₹
I	Unamortised Expenses Interest Accrued on Deposits	3,295,060 -	3,295,060 -
	Total other non current assets	3,295,060	3,295,060
	Less : Provision for Bad and Doubtful debts	-	-
	Total non - current assets(net)	3,295,060	3,295,060

NOTE NO. 10 : TRADE RECEIVABLES

S. No.	Particulars	As on 31.03.2013	As on 31.03.2012
		₹	₹
I	Outstanding for a period exceeding six months from the date they are due for payment Secured, Considered Good Unsecured, Considered Good	858,248 -	543,248 -
	Total trade recivable	858,248	543,248
	Less : Allowences for Bad and Doubtful debts	-	-
	Total Trade Receivables(net)	858,248	543,248

NOTE NO. 11 : CASH AND BANK BALANCES

S. No.	Particulars	As on 31.03.2013	As on 31.03.2012
		₹	₹
I	Cash and cash equivalents : a) Balances with banks : 1) On Current Accounts 2) Margin Money against Bank Guarantees b) Cash on hand	17,487 3,158,392 8,235	53,933 2,960,697 1,412
	Total Cash and Cash Equivalents	3,184,114	3,016,042



NOTE NO. 12 : SHORT TERM LOANS AND ADVANCES

S. No.	Particulars	As on	As on
		31.03.2013	31.03.2012
		₹	₹
I	short - term loans and advances:		
	a) Other loans And advances(Specify the nature)		
	Secured - Others	12,043,049	11,785,916
	Secured - for Staff Advances	-	-
	Prepaid Taxes	320,948	290,583
	Balances with Government Departments	2,500,000	2,500,000
	Total short term loans & advances	14,863,997	14,576,499
	Less : Provision for Doubtfull Debts	-	-
	Total short term loans & advances(net)	14,863,997	14,576,499

NOTE NO. 13 : REVENUE FROM OPERATIONS

S. No.	Particulars	As on	As on
		31.03.2013	31.03.2012
		₹	₹
I	Revenue from operations in respect of non-finance company		
	(a) Sale of Services	675,000	735,248
	(b) Other Operating Revenues	-	-
	Total Revenue from Operations	675,000	735,248

NOTE NO. 14 : OTHER INCOME

S. No.	Particulars	As on	As on
		31.03.2013	31.03.2012
		₹	₹
I	(a)Interest income	222,390	219,240
	(b)Other non-operating income	-	38,934
	Total Other Income	222,390	258,174

NOTE NO. 15 : EMPLOYEE BENEFIT EXPENSES

S. No.	Particulars	As on	As on
		31.03.2013	31.03.2012
		₹	₹
I	(a) Salaries & Wages	75,000	72,000
	(b) Contribution to Provident & Other Funds	-	-
	(c) Staff Welfare Expenses	-	-
	Total Employee Benefit Expenses	75,000	72,000

**NOTE NO. 16 : ADMINISTRATIVE EXPENSES**

S. No.	Particulars	As on	As on
		31.03.2013	31.03.2012
		₹	₹
I	(a) Telephone, Postage and Others	151,939	161,970
	(b) Conveyance	1,526	5,158
	(c) Printing & Stationery Expenses	23,240	49,660
	(d) Rates & Taxes	39,442	61,322
	(e) Consultancy Charges	17,500	57,204
	(f) Advertisement expenses	15,972	2,702
	(g) Listing Fees	48,971	57,435
	(h) Miscellaneous Expenses	132,619	78,347
	(i) Auditors Remuneration	56,180	56,180
		Total Administrative Expenses	487,389

NOTE NO. 17 : FINANCE COST

S. No.	Particulars	As on	As on
		31.03.2013	31.03.2012
		₹	₹
I	Interest Expenses :		
	- Bank charges and Commission	27,009	31,512
	Total Finance Cost	27,009	31,512



A. SIGNIFICANT ACCOUNTING POLICIES

General:

- (i) These accounts are prepared on the historical cost basis and on the accounting principles of a going concern
- (ii) Accounting policies not specifically referred to otherwise are consistent and in consonance with generally accepted accounting principles.

Revenue Recognition:

- (i) Revenue from Internet is recognised on accrual basis.
- (ii) Other income comprises of Interest earned on Bank Deposits.

Fixed Assets:

- (i) Fixed assets are stated at cost less accumulated depreciation. Cost of acquisition of fixed assets is inclusive of freight, duties, taxes and incidental expenses thereto.

Depreciation and Amortisation :

- (i) Depreciation is provided on straight-line method on pro-rata basis and at the rates and manner specified in the Schedule XIV of the Companies Act, 1956.

- (ii) Preliminary Expenses are amortised over the period of 10 years.

- (iii) Public Issue Expenses are amortised over the period of 10 years.

Taxation :

The current charge for income tax is calculated in accordance with the relevant tax regulations applicable to the Company. Deferred tax asset and liability is recognised for future tax consequences attributable to the timing differences that result between the profit offered for income tax and the profit as per the financial statements. Deferred tax asset & liability are measured as per the tax rates/laws that have been enacted or substantively enacted by the Balance Sheet date.

Earning Per Share:

The earning considered in ascertaining the company's earning per share comprises net profit after tax. The number of shares used in computing basic earning per share is the weighted average number of shares outstanding during the year

Gratuity:

No provision for gratuity has been made as no employee has put in qualifying period of service for entitlement of this benefit.



B. NOTES ON ACCOUNTS

18 Particulars of Employees in accordance with Sub-section (2A) of Section 217 of the Companies Act, 1956 read with Companies (Particulars of Employees) Rule 1975. NIL

19 Auditor's Remuneration :	Current Year	Previous Year
	(₹)	(₹)
Audit Fee	56,180/-	56,180/-

20 The Company is engaged in the provision of Internet services. The production and sales in quantitative terms are not possible, as required under paragraphs 3 & 4C of part -II of Schedule VI to the Companies Act, 1956.

21 There are no dues to SSI Units outstanding for more than 30 days.

22 No confirmations were obtained from debtors/creditors as to the balances receivable from/payable to them as at year end.

23 In accordance with Accounting Standard 22 (AS 22) issued by the ICAI, the Company has accounted for deferred income tax during the year. The deferred income tax assets provision for the current year amounts to ₹ 5,938/- towards deferred income tax Asset. (Previous year ₹ 6,988/- towards deferred income tax Asset).

24. The company is contingently liable for ₹ 22.00 lacs towards bank guarantees issued in favour of DOT, ISP.

25 Previous years figures have been regrouped wherever necessary.

26 The figures have been rounded off to the nearest rupee.

As per our report of even date.

For and on behalf of the Board

For P.MURALI & CO.,
FRN: 007257S
Chartered Accountants

Sd/-
P. Murali Mohana Rao
Partner
M.No 023412

Sd/-
P . Syam Prasad
Director

Sd/-
BVSS Prasad
Director

Place : Secunderabad

Date : 27.05.2013

**Statement of Cash Flows for the year ended 31.03.2013**

₹ In lakhs

		31.03.2013	31.03.2012
A	Cash Flow from operating activity		
	Net Profit before tax	2.85	3.30
	Adjustments for:		
	Depreciation	0.23	0.00
	Miscellaneous expenditure written off	0.00	0.00
	Provision for Gratuity & Earned Leave & others	0.00	0.00
	Loss on sale of Assets/ Investments	0.00	0.00
	Other Income	(2.22)	(2.58)
	Operating Profit before working capital changes	0.86	0.72
	Adjustments for:		
	Trade and other receivables	(3.15)	(3.18)
	Inventories	0.00	0.00
	Trade advances	(2.57)	1.83
	Trade Payable	1.88	(0.42)
	Cash generated from operations	(2.99)	(1.05)
	Direct Taxes paid (net)	(0.30)	(0.12)
	Cashflow before extraordinary items	(3.29)	(1.17)
	Extraordinary items	0.00	(1.74)
	Net Cash flow from operating activity	(3.29)	(2.91)
B.	Cash Flow from Investing Activity		
	Disposal of Fixed assets	0.00	0.00
	Un Secured Loans	2.75	2.21
	Investments	0.00	0.00
	Miscellaneous Expenditure	0.00	0.00
	Other income	2.22	2.58
	Loss on Sale of Assets/ Investments	0.00	0.00
	Net Cash used for investing activity	4.97	4.79
C.	Cash Flow from financing activities		
	Repayment of Working Captial loan	0.00	0.00
	Deferred sales tax loan payment	0.00	0.00
	Dividend paid	0.00	0.00



VIRGO GLOBAL MEDIA LIMITED

Net cash generated from financing activity	0.00	0.00
Cash and cash equivalents (Opening Balance)	30.16	28.28
Net increase in Cash & Cash equivalents (A+B+C)	1.68	1.88
Cash and cash equivalents (Closing Balance)	31.84	30.16

For P. Murali & Co.
FRN : 007257S
Chartered Accountants

For and on behalf of the Board

Sd/-
P. Murali Mohana Rao
Partner
M No. 23412

Sd/-
P Syam Prasad
Director

Sd/-
BVSS Prasad
Director

Place: Secunderabad
Date : 27.05.2013



VIRGO GLOBAL MEDIA LIMITED

(Plot no.5, Mithila Nagar, Road No.10, Banjara Hills, Hyderabad – 500 034)

PROXY FORM

I/Weof
being a member/ members of the above named company hereby appoint
..... of
..... as my/our proxy to vote for me/
us on my/our behalf at the 15th Annual General Meeting of the company to be held on
Saturday, the September 28, 2013 at 2.30 p.m. at Plot No. 1 & 9 IDA Phase II, Cherlapally,
Hyderabad – 500 051.and at any adjournment thereof.

please Affix
Re.1
Revenue
Stamp

Signed this..... day of _____ 2013.

NOTE:

- a) A Member entitled to attend and vote at the meeting is entitled to appoint a proxy and vote instead of himself.
- b) Proxy need not be a member.
- c) The proxy form duly completed should be deposited at the registered office of the company not less than 48 hours before the time fixed for holding the meeting.

.....cut here.....

VIRGO GLOBAL MEDIA LIMITED

(Plot no 5, Mithila Nagar, Road No.10, Banjara Hills, Hyderabad – 500 034)

ATTENDANCE SLIP

(Please present this slip at the entrance of the meeting venue)

Regd. Folio/ : _____ Shares held:_____

Client ID/ DPID : _____

I hereby record my presence at the 15th Annual General Meeting to be held on Saturday, the September 28, 2013 at 2.30 p.m. at Plot No. 1 & 9 IDA Phase II, Cherlapally, Hyderabad – 500 051.

Name of the Shareholder :

Name of the Proxy :

Signature of member/proxy :

- Note:
- 1) To be signed at the time of handing over this slip.
 - 2) Members are requested to register their names at least 15 minutes prior to the commencement of the meeting.

Book - Post
Printed Matter

If undelivered please return to :



VIRGO GLOBAL MEDIA LIMITED
Plot No. 5, Mithila Nagar
Road.10, Banjara Hills,
Hyderabad - 500 034.