

20th June 2019

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| BSE Limited Corporate Services Department Phiroze Jeejeebhoy Towers Dalal Street, Mumbai-400 001 Scrip Code: 532529 | The National Stock Exchange of India Limited Corporate Communications Department "Exchange Plaza" Bandra Kurla Complex, Bandra (East) Mumbai-400051 Scrip Symbol: NDTV |
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Sub: Clarification on news item appearing in "Media/Publication"

Dear Sir,

This is with reference to emails of NSE and BSE of even date and letter (Ref. NSE/CM/Surveillance/8297 dated 20th June 2019) of NSE on the media report, "ITAT upholds case against NDTV's Prannoy Roy and Radhika Roy" (Source: economictimes.indiatimes.com June 20, 2019).

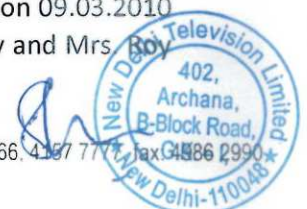
This matter pertains to the appeals filed by Dr. Prannoy Roy and Mrs. Radhika Roy against the order of the Commissioner of Income Tax (Appeals) for assessment years 2009-10 and 2010-11. Although we believe that the Income Tax Appellate Tribunal ("ITAT") order in the aforesaid matter is not required to be disclosed, please find below the desired clarifications as per the information made available by Dr. Prannoy Roy and Mrs. Radhika Roy:

Transaction for FY 2008-09 (AY 2009-10)

1. Dr. Prannoy Roy and Mrs. Radhika Roy opened a joint demat account sometime in 2007. A total of 4835850 shares of New Delhi Television Ltd. ("NDTV") were purchased by them in open offer through exchange at RS. 430/- per share resulting into cost of acquisition of Rs. 2,07,95,15,500/- and put in this account on 26.12.2007.
2. Thereafter, total 12,50,000 shares (62,5000 each) of NDTV were transferred from their individual demat account to their joint demat account on 22.01.2008 (47,5000 shares from each individual accounts) and 17.03.2008. These 12,50,000 shares were held by Dr. Roy and Mrs. Roy for more than 5 years and constituted long term capital assets.
3. Thereafter, from this joint demat account, 12,50,000 shares were sold through stock exchange on 19.06.2008, at the rate of Rs. 450/- per share with net realization of Rs. 562,800,000/-.
4. The dispute with the tax department was whether sale of these 12,50,000 shares constituted long term capital gains or short term capital gains. Dr. Roy and Mrs. Roy continue to believe, based on legal advice, that sale of these 12,50,000 shares constitute long term capital gains since these shares were acquired and held for more than 5 years.

Transactions for FY 2009-10 (AY 2010-11)

1. During the relevant period, Dr. Roy and Mrs. Roy transferred 57,81,841 equity shares each of NDTV to RRPR Holding Private Ltd. ("RRPR") on 03.08.2009 at face value of Rs. 4/- per share. Thereafter, Mrs. Roy purchased 34,78,925 shares of NDTV from RRPR on 09.03.2010 @ face value of Rs.4/- per share. RRPR is a company incorporated by Dr. Roy and Mrs. Roy and they hold the entire share capital of RRPR in equal proportion.



2. The case of the tax department is that transfer of 57,81,841 shares should have happened at listed price of Rs. 140/- per share and not at face value of Rs. 4/- per share whereas Dr. Roy and Mrs. Roy continue to believe that at the relevant time there was no provision in the Income tax Act, 1961 which allowed the tax department to substitute a transaction done at face value of shares with the listed price of the shares.
3. The other case made by the tax department is that 34,78,925 shares purchased by Dr. Roy and Mrs. Roy from RRPR on 09.03.2010 should have also happened at the listed price of Rs.140/- per share and not the face value of Rs. 4/- per share whereas Dr. Roy and Mrs. Roy continue to believe that they did not receive any benefit from purchasing the said shares from their own company at face value.


Hence, there is no question of concealment of income, as alleged in news item referred in your email/ letter, and Dr. Roy and Mrs. Roy will be filing appeals to the Hon'ble High Court immediately upon reopening of the courts.

Please take the same on record.

Thanking you,

Yours faithfully,

For New Delhi Television Limited


Shiv Ram Singh
Company Secretary

