



SUN TV NETWORK LIMITED

Murasoli Maran Towers, 73, MRC Nagar Main Road, MRC Nagar, Chennai - 600 028, India.
Tel : +91-44-4467 6767 Fax : +91-44-4067 6161 Email: tvinfo@sunnetwork.in
Website: www.suntv.in CIN.: L22110TN1985PLC012491

Form A

Covering Letter of the Annual Audit Report to be filed with the
BSE Limited / National Stock Exchange of India Limited



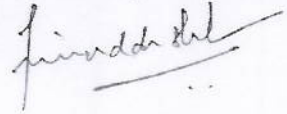

1	Name of the Company	Sun TV Network Limited
	BSE Limited	Scrip Code: 532733 - Scrip Id: SUNTV
	National Stock Exchange of India Limited	Symbol: SUNTV - Series: EQ
2	Annual Standalone and Consolidated Financial Statements for the year ended	31 st March, 2015
3	Type of Audit Observation	<p>Emphasis of Matter</p> <p>Without qualifying our opinion, we draw attention to notes 42 and 43, regarding matters of material uncertainty in relation to assets of the company and investments in subsidiaries respectively.</p> <p>Note 42. Provisional Attachment order from Enforcement Directorate:-</p> <p>Subsequent to March 31 2015, the Company and one of its subsidiaries, South Asia FM Limited ("SAFM"), have received an order from the Enforcement Directorate, Ministry of Finance, Government of India, provisionally attaching Freehold Land and Buildings of the Company aggregating Rs.266.76 crores and fixed deposits with banks and mutual fund investments aggregating Rs. 21.34 crores of SAFM, under the Prevention of Money Laundering Act, 2002 in connection with an investigation not involving the Company / SAFM. Based on the legal opinion received, the Management is confident that the said Provisional Attachment Order by the Enforcement Directorate is not tenable against the Company and / or SAFM. The Company has filed a Writ Petition challenging the said Order and the matter is pending before the Hon'ble High Court of Madras and management is confident of a favourable outcome in due course. Accordingly, the management is of the view that no accounting adjustments are considered necessary in these financial statements in this regard. Furthermore, the Company / the Group continue to be in full possession of the assets sought to be attached and continue to use the same in the normal course of its business.</p> <p>Note 43. Investment in Subsidiaries operating in Radio business:-</p> <p>The Ministry of Information and Broadcasting of the Government of India ('MIB') has, during the year, invited applications for the e-Auction of Private FM Radio Phase - III. The Company, its subsidiaries and its investees have filed applications to migrate their existing FM Radio licenses (including three of which expired on 31 March 2015 and others expiring on various dates in FY 2016-17 and thereafter) from Phase II to the Phase III licensing regime</p>





SUN TV NETWORK LIMITED

Murasoli Maran Towers, 73, MRC Nagar Main Road, MRC Nagar, Chennai - 600 028, India.
Tel : +91-44-4467 6767 Fax : +91-44-4067 6161 Email: tvinfo@sunnetwork.in
Website: www.suntv.in CIN.: L22110TN1985PLC012491

		("FM License Migration Applications"), which are currently being processed by the MIB and their communication is awaited. Management is confident of receiving the approvals for the Company's FM License Migration Applications, which is essential for the continued operations of these FM Radio stations and the recoverability of the Company's investments, direct and indirect, in its radio operations / investees. Accordingly, no impairment to asset values and / or diminution other than temporary in the value of the related assets/investments, have been considered necessary in this regard.
4	Frequency of Audit Observation	First time
5	To be signed by Chief Executive Officer / Managing Director	For Sun TV Network Limited  K. Vijaykumar Managing Director and Chief Executive Officer
	Chief Financial Officer	For Sun TV Network Limited  V.C. Unnikrishnan Chief Financial Officer
	Auditor of the Company	Refer our Audit Report dated May 29, 2015 on the Standalone and Consolidated Financial Statements of the Company. For S.R. Batliboi & Associates LLP Chartered Accountants ICAI Firm registration number: 101049W  Aniruddh Sankaran Partner Membership No.: 211107
	Audit Committee Chairman	For Sun TV Network Limited  J. Ravindran Chairman - Audit Committee