



Registered Office: DB Corp Ltd., Plot no 280, Sarkhej-Gandhinagar Highway, Near YMCA Club, Makarba, Ahmedabad (Gujarat) 380051

Press Release

Mumbai, May 16, 2019

DB Corp Limited (DBCL), India's largest print media company and home to flagship newspapers Dainik Bhaskar, Divya Bhaskar, Divya Marathi and Saurashtra Samachar, today announced its financial results for the quarter and year ended March 31, 2019. The highlights of the Company's operational and financial performance are as follows:

➤ **Dainik Bhaskar's well-implemented Circulation expansion strategy has delivered strong results on account of increased market share.**

- ⤴ **A focussed and well-executed Circulation expansion strategy has delivered excellent readership results which are recently published. Dainik Bhaskar Group stands as Torch bearer of Readership growth. As per recent IRS Survey, all Hindi Newspapers adds 93.27 Lac new readers; Dainik Bhaskar adds 63.55 lac new readers; a growth of 13.71% majorly in legacy markets of Madhya Pradesh-Chhattisgarh, Rajasthan, Haryana, Punjab, Gujarat and in newer market of Bihar.**
- ⤴ **We continue to maintain our position as No 1 newspaper of Urban India as well as of NCCS A, NCCS B and NCCS AB both**
- ⤴ **As per last ABC circulation reported data, we continue to maintain No 1 Circulated newspaper of India as well as leadership in Madhya Pradesh-Chhattisgarh, Rajasthan, Gujarat, Haryana, Chandigarh, Punjab(4 urban Cities), besides maintaining close no 2 formidable position in other markets.**
- ⤴ **Circulation strategy was complimented by strong editorial and product enrichment efforts along with unique and impactful reader engagement initiatives.**

Performance highlights for Q4 FY2019 – Consolidated [All Comparisons with Q4 FY2018]

- ⤴ **Advertising Revenues reported growth of 7% YOY to Rs. 4130 million in current period from Rs. 3859 million**
- ⤴ **Circulation Revenue has increased 2% YoY to Rs.1273 million from Rs. 1252 million in the corresponding period last fiscal**
- ⤴ **Total Revenue registered a growth of 4.2% to Rs. 5911 million in current period from Rs. 5675 million**
- ⤴ **EBIDTA Stands at Rs. 1067 million (EBIDTA margin 18%), against EBIDTA of Rs. 1051 million (EBIDTA margin 19%)**
- ⤴ **PAT stands at Rs. 545 million (PAT Margin 9.2%), against Rs. 571 million (PAT Margin 10.1%)**
- ⤴ **Radio business revenue grew by 8% YOY to Rs. 390 million from Rs. 361 million reported during corresponding period last year.**
- ⤴ **Radio business EBIDTA grew by 13% YOY to Rs. 132 million (margin 34%) from Rs. 116 million (margin 32%).**
- ⤴ **Radio business PAT grew by 14% YOY to Rs. 63 million (margin 16%) from Rs. 55 million (margin 15%)**

- ⤴ Digital business revenue stands at Rs. 99 million versus Rs. 131 million reported during corresponding period last year.
- ⤴ Board has considered and approved the second interim dividend of 80% i.e. Rs. 8 per share on the face value of Rs.10 per share per below details :

Our Flag Ship Newspaper Dainik Bhaskar is celebrating diamond jubilee of its business, i.e. completion of 60 years. Our late founder Shri Dwarka Prasad Agarwal has established this business in 1958 at Bhopal and our beloved Chairman late Shri Ramesh Chandra Agarwal has expanded the business to pan India, i.e. from 1 state of MP to 12 States today. We are proud to take his legacy and vision forward. In memory of our Founders and on completion of Diamond Jubilee of our business, Board has decided to celebrate the occasion by announcing Second Interim Dividend of 80% (i.e. Rs.8 per share) on the face value of Rs.10 per share as per below details :

a. Rs. 4 per share on the occasion of Diamond Jubilee as a special dividend

b. Further Rs. 4 per share, thus taking the total Second Interim Dividend to Rs. 8 per share .

Performance highlights for FY 2019 – Consolidated [All Comparisons with FY2018]

- ⤴ Advertising Revenues grew by 7.4% YOY to Rs. 17625 million in current period as against Rs. 16416 million.
- ⤴ Total Revenue grew by 6.2% YOY to Rs. 24794 million in current period from Rs. 23349 million generated during last fiscal.
- ⤴ Circulation Revenue grew by 5.1% YOY to Rs. 5237 million from Rs. 4981 million.
- ⤴ EBIDTA for current fiscal stood at Rs. 5209 million (margin 21%); against EBIDTA of Rs. 5875 million (margin 25%) reported during FY18, after considering forex loss of Rs. 48.4 million.
- ⤴ PAT stood at Rs. 2738 million (PAT Margin 11%), against Rs. 3240 million (PAT Margin 14%), delivered in FY18, after considering forex loss of Rs. 58.4 million.
- ⤴ Radio business revenues grew by 14.4% YOY to Rs. 1549 million, against Rs. 1354 million in FY 18.
- ⤴ Radio business EBIDTA grew by 45% YOY to Rs. 525 million (margin 34%) against Rs. 362 million (27% margin).
- ⤴ Radio Business PAT grew by 70% YOY to Rs. 260 million (margin 17%) against Rs. 153 million (11% margin).
- ⤴ Digital business revenue stands at Rs. 487 million against Rs. 529 million.

Key developments and initiatives

- Strategic initiatives to deliver rich content to the reader; leading to higher customer engagement and circulation growth:
 - Dainik Bhaskar Group has maintained its leadership as the Largest Newspaper Group of Urban India, as per latest Indian Readership Survey 2019 Q1 that were announced on 26th April 2019
 - Dainik Bhaskar is Urban India's No.1 Newspaper (IRS 2019 Q1 | AIR - Urban | Main + Variant)

- **Dainik Bhaskar Group is Urban India's No.1 Newspaper Group**
(IRS 2019 Q1 | AIR - Urban | Main + Variant | Excluding financial dailies)
- **Dainik Bhaskar is Urban India's No. 1 Newspaper in NCCS A, NCCS B & NCCS AB segment**
(IRS 2019 Q1 | AIR - Urban | Main + Variant)
- **India's largest circulated newspaper & newspaper group: Dainik Bhaskar & Dainik Bhaskar Group continues to be the India's largest circulated newspaper as per Audit Bureau of Circulation July- December'2018.**
- Dainik Bhaskar maintains its position as the largest circulated national daily of Rajasthan as per the Audit Bureau of Circulation (ABC) results for the six month period (July – December'2018)
 - Dainik Bhaskar added 76212 copies in just 1 year , reaching a circulation of over 16.25 lacs copies
- **Radio business:** Phase 3 stations bottom line is now positive, on the back of strong inventory management, programme profile, strong cost efficiencies and growing popularity.

Commenting on the performance for Q4 & FY 2018-19, Mr. Sudhir Agarwal, Managing Director, DB Corp Ltd said, *"We are happy to report another quarter of noteworthy progress and implementation of growth-oriented initiatives, inspite of a higher base in the corresponding fiscal which conveys that DBCL team is working hard to deliver results. Our sustained focus over the past 5-6 quarters on our circulation expansion in our legacy markets as well as in the newer markets is paying off as reflected in the latest published readership and circulation number, by MRUC and ABC respectively. The benefit of softening newsprint prices along with the cost cutting initiatives, already implemented is expected to improve our bottom line.*

We continue to look forward with cautious optimism and we are hopeful that as we move towards political certainty, the semi-urban and rural consumption and demand cycle is expected to stabilize. The implementation of second phase of economic reform is expected accelerate the consumption and industry growth going ahead.

At a broader level, all fundamental business growth drivers are in the place which positions us well to capitalize on emerging industries opportunities. The positive outlook on India reflected by global institutions is providing a strong impetus to the positive sentiment that signals a new fiscal ahead."

Q4 FY 2019 financial results highlights: (comparisons with Q4' FY 18 & Q3' FY19)

(Rs. Mn)

Heads	Qtr 4 FY18	Qtr 4 FY19	YOY Growth	Qtr 3 FY 19	QOQ Growth
Print Advertisement	3369	3645	8.2%	4208	(13.4%)
Radio Advertisement	361	390	8.2%	465	(16.2%)
Digital Advertisement	131	99	(24.1%)	141	(29.7%)
Print Circulation Rev	1252	1273	1.7%	1301	(2.1%)
Consol Operational Revenue	564	507	(10.1%)	503	0.8%
Consol Total Income	5675	5911	4.2%	6616	(10.7%)
Print EBIDTA	985	959	(2.6%)	1198	(19.9%)
Radio EBIDTA	116	132	13.1%	202	(34.7%)
Consol EBIDTA	1051	1067	1.5%	1417	(24.7%)

◆ **Print-Mature Business EBIDTA margin stand at 23%**

An analysis and break-up of Mature and Emerging Business financials on a quarterly basis is given below. We classify emerging business as those which are below 4 years of age or profitable since last 4 quarters, whichever is earlier.

		Q4 FY 19				(Rs. Mn)
Particulars	Mature Editions	*Emerging Editions	Radio Business	Internet Business	DBCL Standalone	
Total Revenues	5083	340	390	98	5910	
EBIDTA before Expansion	1154	(93)	132	(7)	1186	
EBIDTA Margin	23%	(27%)	34%	(7%)	20%	
EBIDTA after Expansion	1090	(147)	132	(7)	1067	
EBIDTA Margin	21%	(43%)	34%	(7%)	18%	

* Emerging Business, includes Bihar small part of Maharashtra & Surat Hindi edition, besides Mobile App & E-real Estate Business

➤ **Strategic areas of focus and key updates:**

- **Editorial strategy:** Circulation Strategy and strong Reader Connect enabling to achieve newer milestones in readership continues to deliver result:
 - **Indian Readership Survey 2019 Q1 significant highlights** (All comparisons are on like – to-like basis with IRS 2017 ,Main+Variant):
 - **Dainik Bhaskar adds 63.55 lac new readers; grows by 13.71%, considering TR-Urban +Rural; Total Readership**
 - **Dainik Bhaskar is Urban India’s No.1 Newspaper, as per AIR - Urban**
 - **Dainik Bhaskar Group is Urban India’s No.1 Newspaper Group, as per AIR – Urban, which excludes financial dailies on a like to like basis**
 - **Dainik Bhaskar is Urban India’s No. 1 Newspaper in NCCS A, NCCS B & NCCS AB segment, considering AIR - Urban**
 - **Dainik Bhaskar has added 8.93 lac readers, grows by 18% in Rajasthan, based on AIR – Urban + Rural**
 - **Dainik Bhaskar grows by 16%. Adds 2.03 lac new readers in Bihar, as per AIR – Urban + Rural**
 - **India's largest circulated newspaper & newspaper group: Dainik Bhaskar & Dainik Bhaskar Group continues to be the India's largest circulated newspaper as per Audit Bureau of Circulation July- December’2018.**
 - **Dainik Bhaskar maintains its position as the largest circulated national daily of Rajasthan as per the Audit Bureau of Circulation (ABC) results for the six month period (July – December’2018) , adds 76212 copies in just 1 year , reaching a circulation of over 16.25 lacs copies**
 - **Launched new readers' engagement scheme ‘Run Banao Karodon Ke Inaam Paao’ to encash the ensuing cricket season - starting from India-Australia series, followed by IPL, and then ICC World Cup. Shikhar Dhawan was roped in as an ambassador to garner interest among non-readers, which duly reflected in the circulation number**

- Launched '*Mahabharat 2019*', an exclusive drive at Pan-India level on Lok Sabha election with the introduction of special election jacket, special election pages : The Initiative continues to gather huge readership appeal through various special properties on election with the aim to bring extensive ground coverage and in-depth analysis for its readers
- '**No Negative Monday**', pioneering initiative of **Dainik Bhaskar Group** to bring in significant change in the attitude and stance of news publishing **commemorates its 4th Anniversary**. This movement continues with great thrust to encourage positive thinking in society; Inspirational editorials from eminent personalities like Sachin Tendulkar was brought as a Guest editor on "*India becoming a playing country rather than being a sports loving country only*" has been widely appreciated by readers across the country.

❖ **Digital strategy: Digital business charts clear way forward, oriented towards growth and monetisation**

- www.Dainikbhaskar.com the largest Hindi News Website continues to secure the No. 1 spot in Hindi News.
- www.Divyabhaskar.com continues to remain #1 Gujarati website,
- Digital business intensified its focus to further strengthen loyal user base and potential monetisation of the platform
 - **Brand affinity yielding traction:** Dainik Bhaskar group leveraging its premium brand equity and loyal user base through introduction of subscription based model on its digital platforms.
 - **Knowledge & Research based content approach:** widely welcomed by the advertisers. Advertisers have been given access to the premium content users who are the major decision makers.
 - **Change in traffic acquisition and marketing approach to leverage the brand:** Adapted new strategy for user acquisition from moving away from social journalism to serious knowledge based news journalism, a key to our brand, to build a higher loyal customer base.
 - **Launched new version of "Divya Bhaskar" App** to strengthen the leadership position in Gujarat Market
 - App offers a knowledge & research based content to provide unique and rich user experience to connect and create loyal user base
 - **Homeonline: continues to add to the digital strength:**
 - Launched in August 2016, Homeonline.com is currently operating in 25 cities, being one of the most popular real estate sites in Bhopal, Raipur, Indore, Jaipur, Ahmedabad and Surat with current Daily Avg User (DAU) of ~4,000 & Monthly Unique Visitors (MUV) of ~105,000
 - In Jan - Mar 2019 achieved 1 million page views; listing grew by 68% Q-o-Q to 30,000 properties in Mar 2019.

❖ **Radio strategy:** Maintaining leadership position in Chandigarh / Haryana / Punjab / Rajasthan / Madhya Pradesh & Chhattisgarh and continues to be the largest player in Rest of Maharashtra

- **Phase 3 stations bottom line is now positive, on the back of strong inventory management, programme profile, strong cost efficiencies and growing popularity.**
- **Strong audience connect through engagement and innovative on-ground activations:**
 - **MY FM launches "Cheers with Engineer Dev":** MY FM launched this new show to infuse fun, positive and light-hearted listening in during the late evening time, featuring the non-cliché on air friend 'Dev'.
 - **MY FM revamps programming in Maharashtra after "Aapki Marzi" Campaign:** My FM concluded a massive 360-degree campaign 'Aapki Marzi' for its listeners in Maharashtra in order to keep the content in sync with the listeners' expectations. Marathi content was expanded across the stations in the state, basis the feedback received.

- **'MY FM Jashn' in Jaipur and Indore:** 'MY FM Jashn' concluded in Jaipur and Indore. Events were starred by two mega artist Vipul Goel (Stand-up Comedian) and Kavi Sammelan Kumar Vishwas & Team, which was attended by over 10k audiences in both the cities
- **Jiyo Dil Se Awards Season VII** – MY FM concluded its 7th season of its annual award '*Jiyo Dil Se Awards*' on a high spirit at Chandigarh city.
- **MY FM Ke Rangrez Season 5** – MY FM concluded the largest painting competition in Tier II & III markets with a participation of ~2.7 lacs kids.

❖ **Awards and recognitions:**

- Dainik Bhaskar Group wins 3 awards at ACEF Global Customer Engagement Award
 - Gold : Harman XI in search of True Talent wins under the category 'Newspaper for customer engagement (Best use of celebrity endorsement)'
 - Silver :Best newspaper for customer engagement (effectiveness) for Marketing of new #2 newspaper of Bihar
 - Bronze : Best newspaper for customer engagement (Creativity) for Junior Editor in partnership with Dell
- Dainik Bhaskar Group wins 3 awards at Publishers Abby 2019
 - Silver : Best client-brand activation / display advertising innovation by publisher for Harman XI in search of true talent
 - Bronze : Mitti Ke Ganesh wins under the category 'CSR/Cause Related marketing initiative in traditional or online space'
 - Bronze : Smart Soch wins under the category 'Best marketing of a printed newspaper/edition'
- Talentrack Award- won Silver for Best Digital Content-Development & CSR for Sarthak Deepawali
- Customer Experience Loyalty Awards :Best Integrated Media Campaign for Jeeto 15 Crore
- 4 PRCI (Public Relations Council of India) Excellence Awards
 - 1 Crystal - Print Regional: Samvad (Marathi)
 - 3 Silver
 - Table Calendar: Theme Samvad
 - Excellence in Events & Campaign: Marathi Literature Festival 2018
 - Best CSR Campaign: Mitti Ke Ganesh
- MY FM bags a Silver at Afaqs miawards for Marketing Campaign "Just Because it Fits"

❖ **CSR Initiative:**

- **Abir- Gulal Holi:** A Print campaign was carried to encourage people to play dry Holi using natural colors in order to spread the message to conserve water

About DB Corp Ltd

DB Corp Ltd. is India's largest print media company that publishes 5 newspapers with Dainik Bhaskar 46 editions, Divya Bhaskar 9 editions & Divya Marathi 6 editions with 220 sub-editions in 3 multiple languages (Hindi, Gujarati and Marathi) across 12 states in India. Our flagship newspapers Dainik Bhaskar (in Hindi) established in 1958, Divya Bhaskar and Saurashtra Samachar (in Gujarati) and Divya Marathi (in Marathi) have a total readership of 6.6 crores, making us the most widely read newspaper group in India with presence in Madhya Pradesh, Chhattisgarh, Rajasthan, Haryana, Punjab, Chandigarh, Himachal Pradesh, Delhi, Gujarat,

Maharashtra, Bihar and Jharkhand. Our other noteworthy newspaper brands are Saurashtra Samachar and DB Star. DBCL is the only media conglomerate that enjoys a leadership position in multiple states, in multiple languages and is a dominant player in its all major markets. The company's other business interests also span the radio segment through the brand "94.3 MY FM" Radio station with presence in 7 states and 30 cities. Its growing digital business is led by 9 portals for rapidly expanding digital audiences, and 4 actively downloaded mobile applications.

For further information please visit www.bhaskarnet.com or contact:

Mr. P.K. Pandey

Head – Investor Relations

Tel: +91-22-71981500

Email: prasoon@dbcorp.in

Address for investor communication:

DB Corp Ltd.

G 3 A/ 4-6 Kamanwala Chamber

New Udyog Mandir – 2, Mogul Lane,

Mahim (W), Mumbai, 400016