



VIMAL KUMAR

## Independent Auditor's Report

To the Members of SITI BROADBAND SERVICES PRIVATE LIMITED

Report on the Audit of the Standalone Financial Statements

### Opinion

1. We have audited the accompanying standalone financial statements of SITI BROADBAND SERVICES PRIVATE LIMITED ('the Company'), which comprise the Balance Sheet as at 31 March 2022, the Statement of Profit and Loss (including Other Comprehensive Income), the Cash Flow Statement and the Statement of Changes in Equity for the year then ended, and a summary of the significant accounting policies and other explanatory information.
2. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 ('Act') in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India including Indian Accounting Standards ('Ind AS') specified under section 133 of the Act, of the state of affairs (financial position) of the Company as at 31 March 2022, and its loss (financial performance including other comprehensive income), its cash flows and the changes in equity for the year ended on that date.

### Basis for Opinion

3. We conducted our audit in accordance with the Standards on Auditing specified under section 143(10) of the Act. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ('ICAI') together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### Key Audit Matters

4. Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the standalone financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.
5. We have determined the matter described below to be the key audit matters to be communicated in our report.

We have determined that there are no key audit matters to communicate in our report.

Information other than the Financial Statements and Auditor's Report thereon



6. The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Annual Report, but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

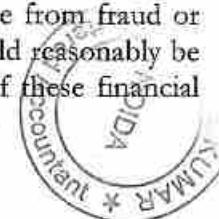
In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information; we are required to report that fact. We have nothing to report in this regard.

### **Responsibilities of Management for the Standalone Financial Statements**

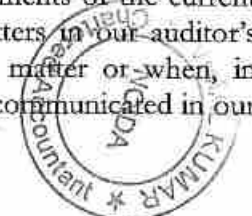
7. The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these standalone financial statements that give a true and fair view of the state of affairs (financial position), profit or loss (financial performance including other comprehensive income), changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Ind AS specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, 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.
8. In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.
9. Those Board of Directors are also responsible for overseeing the Company's financial reporting process.

### **Auditor's Responsibilities for the Audit of the Financial Statements**

10. Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Standards on Auditing will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.



11. As part of an audit in accordance with Standards on Auditing, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
  - Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for explaining our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
  - Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
  - Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
  - Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
12. We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.
13. We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.
14. From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our



report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

### **Report on Other Legal and Regulatory Requirements**

15. As required by section 197(16) of the Act, we report that the Company has not paid remuneration to its directors during the year in accordance with the provisions of and limits laid down under section 197 read with Schedule V to the Act.
16. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of section 143(11) of the Act, we give in the Annexure II a statement on the matters specified in paragraphs 3 and 4 of the Order.
17. Further to our comments in Annexure II, as required by section 143(3) of the Act, we report that:
  - a) we have sought and 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 it appears from our examination of those books and proper returns adequate for the purposes of our audit have been received from the branches not visited by us;
  - c) the standalone financial statements dealt with by this report are in agreement with the books of account;
  - d) in our opinion, the aforesaid standalone financial statements comply with Ind AS specified under section 133 of the Act;
  - e) on the basis of the written representations received from the directors and taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2022 from being appointed as a director in terms of section 164(2) of the Act;
  - f) we have also audited the internal financial controls over financial reporting (IFCoFR) of the Company as on 31 March 2022 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date and our report dated 20<sup>th</sup> May 2022 as per Annexure I expressed unmodified opinion;
  - g) with respect to the other matters to be included in the Auditor's Report in accordance with rule 11 of the Companies (Audit and Auditors) Rules, 2014 (as amended), in our opinion and to the best of our information and according to the explanations given to us:
    - i. the Company, as detailed to the standalone financial statements, has disclosed the impact of pending litigation on its financial position as at 31 March 2022;
    - ii. the Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses as at 31 March 2022;



- iii. there were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company during the year ended 31 March 2022;
- iv. the disclosure requirements relating to holdings as well as dealings in specified bank notes were applicable for the period from 8 November 2016 to 30 December 2016, which are not relevant to these standalone financial statements. Hence, reporting under this clause is not applicable.

For Vimal Kumar  
Chartered Accountants  
FRN: 524642

A circular professional stamp for Vimal Kumar, Chartered Accountant, with the FRN number 524642. The stamp is partially obscured by a handwritten signature in black ink.

CA Vimal Kumar  
Proprietor  
M.No:- 524642

UDIN - 22524642ANLWVQ8749  
Date: 20.05.2022  
Place- Noida

Annexure I to the Independent Auditor's Report of even date to the members of (Siti Broadband Services Private Limited), on the financial statements for the year ended 31 March 2022

## **Annexure I**

### **Independent Auditor's report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")**

1. In conjunction with our audit of the standalone financial statements of Siti Broadband Services Private Limited ("the Company") as of and for the year ended 31 March 2022, we have audited the internal financial controls over financial reporting (IFCoFR) of the company of as of that date.

#### **Management's Responsibility for Internal Financial Controls**

2. The Company's Board of Directors is responsible for establishing and maintaining internal financial controls based on Internal control over financial reporting criteria established by the respective company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting ("the Guidance Note") issued by the Institute of Chartered Accountants of India ("ICAI"). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of the company's business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

#### **Auditors' Responsibility**

3. Our responsibility is to express an opinion on the Company's IFCoFR based on our audit. We conducted our audit in accordance with the Standards on Auditing, issued by the Institute of Chartered Accountants of India (ICAI) and deemed to be prescribed under section 143(10) of the Act, to the extent applicable to an audit of IFCoFR, and the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by the ICAI. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate IFCoFR were established and maintained and if such controls operated effectively in all material respects.
4. Our audit involves performing procedures to obtain audit evidence about the adequacy of the IFCoFR and their operating effectiveness. Our audit of IFCoFR included obtaining an understanding of IFCoFR, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.
5. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's IFCoFR.



- Annexure I to the Independent Auditor's Report of even date to the members of (Siti Broadband Services Private Limited), on the financial statements for the year ended 31 March 2022

### **Meaning of Internal Financial Controls over Financial Reporting**

6. A company's IFCoFR is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's IFCoFR includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

### **Inherent Limitations of Internal Financial Controls over Financial Reporting**

7. Because of the inherent limitations of IFCoFR, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the IFCoFR to future periods are subject to the risk that IFCoFR may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

### **Opinion**

8. In our opinion, the Company has, in all material respects, adequate internal financial controls over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2022, based on the internal control over financial reporting criteria established by the respective company considering the essential components of internal control stated in the Guidance Note issued by the ICAI.

For Vimal Kumar  
Chartered Accountants  
FRN:- 524642



CA Vimal Kumar  
Proprietor  
M.No:- 524642

UDIN - 22524642ANLWVQ8749  
Date: 20.05.2022  
Place- Noida



**VIMAL KUMAR**

**Annexure II to Independent Auditors' Report**

**Independent Auditors' Report of even date to the members of Siti Broadband Services Private Limited on the standalone financial statements for the year ended 31st March 2022**

Based on the audit procedures performed for the purpose of reporting a true and fair view on the financial statements of the Company and taking into consideration the information and explanations given to us and the books of account and other records examined by us in the normal course of audit, we report that:

(i) (a) A) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.

B) The company has maintained proper records showing full particulars of intangible assets.

(b) According to the information and explanations given to us the fixed assets have been physically verified by the management during the year in a phased periodical manner which, in our opinion, is reasonable, having regard to the size of the Company and nature of the assets. No material discrepancies were noticed on such verification.

(c) Since the company does not own any immovable properties the provisions of the said clause of the Order are not applicable.

(d) The company has not revalued any of its property, plant and equipment and intangible assets during the year ended March 31, 2022.

(e) No proceedings have been initiated during the year or are pending against the company as at March 31, 2022 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and the rules made there under.

(ii) (a) The company does not have any inventory. Accordingly, the provisions of clause 3(ii) of the Order are not applicable.

(b) The Company has been sanctioned Term Loan of Rs.5 crore from financial institutions secured against all movable and immovable fixed assets & current assets of the company.

As informed to us by the management the company has not been submitting the quarterly returns/ statements to the financial institution therefore we are unable to comment whether the quarterly returns/statements are in agreement with the books of accounts of the company or not.

(iii) According to the information and explanations provided to us the company has not made investments, provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured to companies, firms, limited liability partnerships or any other parties during the year hence clause 3(iii)(a) to 3(iii) (f) is not applicable to the company.







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- (iv) Since the company has not made investments, nor provided any guarantee or security or granted any loans or advances, accordingly the provisions of clause 3(iv) of the Order are not applicable.
- (v) To the best of our knowledge & according to the information and explanations given to us the Company has not accepted any deposits within the meaning of Sections 73 to 76 of the Act and the Companies (Acceptance of Deposits) Rules, 2014 (as amended). Accordingly, the provisions of clause 3(v) of the Order are not applicable.
- (vi) To the best of our knowledge and belief, the Central Government has not specified maintenance of cost records under sub-section (1) of Section 148 of the Act, in respect of Company's products/ services. Accordingly, the provisions of clause 3(vi) of the Order are not applicable.
- (vii) (a) To the best of our knowledge and according to the information and explanations given to us the Company is regular in depositing undisputed statutory dues including provident fund, employees' state insurance, income-tax, GST, duty of customs, duty of excise and other material statutory dues as applicable, with the appropriate authorities. Further according to the information and explanation given to us, no undisputed amounts payable in respect thereof were outstanding at the year-end for a period of more than six months from the date they become payable.
- (b) There are no dues in respect of income-tax, GST, duty of customs, duty of excise, value added tax etc that have not been deposited with the appropriate authorities on account of any dispute.
- (viii) There were no transactions relating to previously unrecorded income that were surrendered or disclosed as income in the tax assessments under the Income Tax Act, 1961 (43 of 1961) during the year. Hence clause 3(viii) of the Order is not applicable to the company.
- (ix) (a) The company has not defaulted in repayment of loans or borrowings to any bank or financial institution during the year except as under.

Nature of borrowings including debt securities	Name of the lender	Amount not paid on due date	Whether principal or interest	Number of days delay or unpaid	Remarks, if any
Term Loan	Aditya Birla Finance Limited	411,068/-	Interest Rs. 411,068/-	31 days	

(b) According to the information and explanations provided to us, the company has not been is a declared willful defaulter by any bank or financial institution or government or government authority.

(c) The Company has not taken any term loan during the year and there are no





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unutilized term loans at the beginning of the year hence the reporting under clause 3(ix) c) is not applicable to the company.

(d) According to the information and explanations given to us and the procedures performed by us, and on an overall examination of the financial statements of the company, we report that no funds raised on short term basis have been used for long term purposes by the company.

(e) According to the information and explanations given to us and on an overall examination of the financial statements of the company, the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries or associate companies. Accordingly, reporting under clause 3(ix)(e) of the order does not arise.

(f) The company does not hold any investment in any subsidiary, associates or joint venture (as defined under the Companies Act 2013) during the year ended March 31, 2022. Hence clause 3(ix) (f) of the Order is not applicable.

(x) (a) The company has not raised any funds during the year from initial public offer or further public offer.

Accordingly, reporting under clause 3(x)(a) of the order does not arise.

(b) According to the information and explanations given to us and on the basis of our examination of the records of the company, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally convertible) during the year hence the clause 3(x)(b) of the Order is not applicable.

(xi) (a) Based upon the audit procedures performed for the purpose of reporting true and fair view of the financial statement and as per the information and explanations given by the management, we report that no fraud on or by the Company has been noticed or reported during the course of our audit.

(b) During the year, no report under sub-section (12) of section 143 of the Act has been filed in Form ADT – 4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.

(c) As represented to us by the Management there have been no whistle blower complaints received by the Company during the year.

(xii) Since the company is not a Nidhi company the provisions of clause 3(xii) of the order are not applicable.

(xiii) As per the information and explanation provided to us, all the transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the Financial Statements etc., as required by the applicable accounting standards.

(xiv) (a) In our opinion and based on our examination, the company does not have an internal audit system commensurate with the size and nature of its business and is





## VIMAL KUMAR

not required to have an internal audit system as per the provisions of section 138 of the Companies Act, 2013.

(b) Since the company is not required to have the internal audit system hence the clause 3(xiv)(b) is not applicable to the company.

(xv) According to the information and explanation provided to us the company has not entered into any non-cash transactions with directors or persons connected with him during the year accordingly the provisions of clause 3(xv) of the order are not applicable

(xvi) (a) In our opinion and according to the information and explanation provided to us the company is not required to be registered u/s 45-IA of the Reserve Bank of India Act, 1934. Hence reporting under clause 3(xvi)(a), (b) and (c) of the Order is not applicable.

(b) In our opinion, there is no Core Investment Company within the group as defined in the core investment Companies(Reserve Bank ) Directions,2016 and accordingly, the requirement to report on clause 3(xvi)(d) of the Order is not applicable to the Company.

(xvii) The Company has not incurred cash losses in the current year and immediately preceding financial year.

(xviii) There has been resignation of the statutory auditors during the year and based on the information and explanations given to us by the management and the response to our communication with the outgoing auditors, there have been no issues, objections or concerns raised by the outgoing auditors.

(xix) According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the standalone financial statements, we are of the opinion that no material uncertainty exists as on the date of the audit report that Company is capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the company as and when they fall due.





**VIMAL KUMAR**

(xx) Since the provisions of Section 135 of the Companies Act, 2013 with regard to corporate social responsibility are not applicable to the company hence clause 3(xx) of the Order is not applicable.

**For Vimal Kumar**  
**Chartered Accountants**  
**FRN:- 524642**



**CA Vimal Kumar**  
**Proprietor**  
**M.No:- 524642**  
**UDIN - 22524642ANLWVQ8749**  
**Date: 20.05.2022**  
**Place- Noida**

**SITI Broadband Services Pvt. Ltd.**  
**Balance sheet as at March 31, 2022**  
**CIN NO:- U64100DL2014PTC267911**

		in million	
	Note	As at March 31, 2022	As at March 31, 2021
<b>ASSETS</b>			
<b>Non-current assets</b>			
a) Property, plant and equipment	4	114.79	118.09
b) Other intangible assets	5	1.27	2.61
c) Financial assets			
i) Others	6	21.29	21.25
		<u>137.35</u>	<u>141.94</u>
<b>Current assets</b>			
a) Financial assets			
i) Trade receivables	7	5.86	4.32
ii) Cash and cash equivalents	8	139.41	68.41
iii) Investments	9	1.28	1.28
iv) Others	10	73.23	65.27
b) Other current assets	11	19.71	23.21
		<u>237.49</u>	<u>162.48</u>
<b>Total assets</b>		<u><u>374.84</u></u>	<u><u>304.43</u></u>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
a) Equity share capital	12 (a)	0.10	0.10
b) Other equity	12 (b)	(580.88)	(455.81)
		<u>(580.78)</u>	<u>(455.71)</u>
<b>LIABILITIES</b>			
<b>Non-current liabilities</b>			
a) Financial liabilities			
i) Long Term Borrowings	13	44.00	50.00
ii) Other financial liabilities	14	250.00	250.00
b) Deferred tax liability (net)	15	4.32	4.32
c) Other non-current liabilities	14	41.32	5.37
		<u>339.64</u>	<u>309.69</u>
<b>Current liabilities</b>			
a) Financial liabilities			
i) Trade payables	16		
Total Outstanding dues of creditors other than micro enterprises/small enterprises		613.61	449.81
ii) Other financial liabilities	17	0.24	0.24
b) Other current liabilities	18	2.14	0.40
		<u>615.98</u>	<u>450.45</u>
<b>Total equity and liabilities</b>		<u><u>374.84</u></u>	<u><u>304.43</u></u>
Summary of Significant accounting policies	1-3		

The accompanying notes are an integral part of these standalone financial statements.

This is the standalone balance sheet referred to in our report of even date.

For Vimal Kumar  
Chartered Accountants  
Firm Registration Number - 524642

CA Vimal Kumar  
Proprietor  
Mno. - 524642  
Dated  
Place



For and on behalf of the Board of Directors of  
SITI BROADBAND SERVICES PVT LTD

Archit  
Archit Kulshrestha  
Director  
DIN- 09532727

Amit Kumar Gupta  
Director  
DIN-08069127

SITI Broadband Services Pvt. Ltd.

Statement of profit and loss for the year ended March 31, 2022

CIN NO:- U64100DL2014PTC267911

	Note	March 31, 2022	March 31, 2021
in million			
<b>Income</b>			
Revenue from operations	19	293.82	187.72
Other income	20	6.02	3.47
<b>Total income</b>		<b>299.85</b>	<b>191.19</b>
<b>Expenses</b>			
Carriage sharing, pay channel and related costs		91.29	55.24
Finance costs	21	56.29	46.26
Depreciation and amortisation of non-financial assets	22	32.50	32.06
Other expenses	23	244.85	171.58
<b>Total expenses</b>		<b>424.92</b>	<b>305.15</b>
<b>Loss before exceptional item and tax</b>		<b>(125.07)</b>	<b>(113.96)</b>
Exceptional item		-	-
<b>Loss before tax</b>		<b>(125.07)</b>	<b>(113.96)</b>
<b>Tax expense</b>			
Current tax		-	-
Deferred Tax		-	-
<b>Loss for the year</b>		<b>(125.07)</b>	<b>(113.96)</b>
<b>Earnings (loss) per share</b>			
Basic (loss) per share	24	(12,507.07)	(11,396.23)
Diluted (loss) per share	24	(12,507.07)	(11,396.23)

The accompanying notes are an integral part of these standalone financial statements.

This is the standalone statement of profit and loss referred to in our report of even date

For Vimal Kumar  
Chartered Accountants  
Firm Registration Number - 524642

CA Vimal Kumar  
Proprietor  
Mno. - 524642  
Dated  
Place



For and on behalf of the Board of Directors of  
Siti Broadband Services Private Limited

Archit  
Archit Kulshrestha  
Director  
DIN- 09532727

Amit Kumar Gupta  
Director  
DIN-08069127

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SITI Broadband Services Pvt. Ltd.  
Cash flow statement for the year ended March 31, 2022  
CIN NO:- U64100DL2014PTC267911

**Standalone Cash Flow Statement**

(₹ in Mn)

Particulars	(₹ in Mn)	
	As at March 31, 2022	As at March 31, 2021
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>		
Loss before tax	(125.1)	(114.0)
Adjustment for:		
Depreciation and amortisation expenses	32.5	32.1
Interest income on bank deposits	(6.02)	(3.47)
Interest expense for borrowings at amortised cost	36.16	45.74
<b>Operating profit before working capital changes</b>	<b>(42.4)</b>	<b>(39.6)</b>
Adjustments for changes in:		
Decrease in trade receivables	0.46	(0.70)
Decrease/(increase) in other financial assets	(8.00)	22.4
Decrease in other current and non-current assets	3.50	8.94
Decrease in other financial liabilities	1.74	(16.93)
(Decrease)/increase in other current and non-current liabilities	35.95	1.54
Increase in trade payables	112.04	139.53
<b>Cash generated from operations</b>	<b>104.1</b>	<b>95.1</b>
Income taxes paid		
<b>Net cash flow generated from operating activities</b>	<b>104.1</b>	<b>95.1</b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment, and intangible assets	(27.9)	(1.3)
Interest received (net)	6.02	3.5
<b>Net cash flow used in investing activities</b>	<b>(21.8)</b>	<b>2.2</b>
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>		
Proceeds from borrowings (current, financial liabilities) (net)		10.00
Proceeds from borrowings (non-current, financial liabilities)		
Repayment of borrowings (non-current, financial liabilities)	(6.0)	
Interest and ancillary borrowing costs paid	(3.29)	(45.74)
<b>Net cash flow used in financing activities</b>	<b>(11.3)</b>	<b>(35.7)</b>
<b>Net decrease/(increase) in cash and cash equivalents</b>	<b>71.0</b>	<b>61.6</b>
Cash and cash equivalents at the beginning of the period	68.4	6.8
<b>Cash and cash equivalents at the end of the period</b>	<b>139.4</b>	<b>68.4</b>

**Notes:**

a. Cash and cash equivalents include:

		(₹ in laacs)	
		As at March 31, 2022	As at March 31, 2021
Cash on hand		-	0.20
Balances with banks on current accounts		139.4	68.21
Cheques and drafts on hand			
		<b>139.4</b>	<b>68.4</b>

b. Amendment to Ind AS 7:

The non-cash changes in liabilities arising from financing activities pertain to impact of fair value changes and foreign exchange fluctuations which are considered to be insignificant.

c. The above cash flow statement has been prepared under the "Indirect Method" as set out in Indian Accounting Standard 7 (Ind AS 7) on "Statement of Cash Flows".

d. Figures in brackets indicate cash outflow.

e. Purchase of property, plant and equipment and intangible assets includes movements of capital work-in-progress, intangible assets under development, capital advances and payables for property, plant and equipment during the period.

For Vimal Kumar  
Chartered Accountants  
Firm Registration Number - 524642


CA Vimal Kumar  
Proprietor  
Mno. - 524642  
Dated  
Place

For and on behalf of the Board of Directors of  
Siti Broadband Services Private Limited

  
  
Archit Kulshrestha  
Director  
DIN - 09532727  
Amit Kumar Gupta  
Director  
DIN - 08069127

Standalone statement of changes in equity for the year ended March 31, 2021

A Equity share capital		in million
		Amount
Balance as at April 01, 2020		0.10
10000 (Previous year 10000) equity shares of INR 10 each		-
Balance as at March 31, 2021		0.10
10000 (Previous year 10000) equity shares of INR 10 each		-
Balance as at March 31, 2022		0.10

	Reserves and surplus			Other Components of Equity		Total other equity
	Securities premium reserve	Retained earnings	General reserve	Money received against warrants	Other comprehensive Income Foreign currency monetary item translation difference account (FCMITDA)	
Balance as at April 01, 2021		(455.81)				(455.81)
Loss for the year		(125.07)				(125.07)
Remeasurement of defined benefit liability						
Total comprehensive income for the year		(125.07)				(125.07)
Security premium on conversion of warrants and OPFDS into equity shares						
Security premium on issue of shares against employee stock options						
Conversion of OPFDS into equity shares						
Money received against warrants issued						
Conversion of warrants into equity shares						
FCMITDA created during the year						
FCMITDA amortised during the year						
Employee shares based reserve created						
Reversed on share options exercised during the year						
Balance as at March 31, 2022		(580.88)				(580.88)

\*\* Transaction with owner in capacity as owners- NIL

The accompanying notes are an integral part of these standalone financial statements.

This is the statement of changes in equity referred to in our report of even date.

For Vimal Kumar  
Chartered Accountants  
Firm Registration Number - 524642

CA Vimal Kumar  
Proprietor  
Mno. - 524642  
Dated  
Place



For and on behalf of the Board of Directors of  
Siti Broadband Services Private Limited

Archit Kulshrestha  
Director  
DIN- 09532727

Armit Kumar Gupta  
Director  
DIN-08069127



SITI Broadband Services Pvt. Ltd

Summary of significant accounting policies and other explanatory information for the year ended March 31, 2022

4 Property, plant and equipment

	in million	
	Plant and equipment	Total
<b>Gross carrying amount</b>		
Balance as at March 31, 2020	245.76	245.76
Additions		-
<b>Balance as at March 31, 2021</b>	<b>245.76</b>	<b>245.76</b>
<b>Gross carrying amount</b>		
Balance as at March 31, 2021	245.76	245.76
Additions	27.86	27.86
<b>Balance as at March 31, 2022</b>	<b>273.63</b>	<b>273.63</b>
<b>Accumulated depreciation</b>		
Balance as at March 31, 2020	96.96	96.96
Charge for the year	30.72	30.72
<b>Balance as at March 31, 2021</b>	<b>127.68</b>	<b>127.68</b>
<b>Accumulated depreciation</b>		
Balance as at March 31, 2021	127.68	127.68
Charge for the year	31.16	31.16
<b>Balance as at March 31, 2022</b>	<b>158.83</b>	<b>158.83</b>
<b>Net carrying amount as at March 31, 2021</b>	<b>118.09</b>	<b>118.09</b>
<b>Net carrying amount as at March 31, 2022</b>	<b>114.79</b>	<b>114.79</b>

*Vinod Kumar*  


*Anshu*  


SITI Broadband Services Pvt. Ltd

Summary of significant accounting policies and other explanatory information for the year ended March 31, 2022

5 Other intangible assets

	in million	
	Software	Total
<b>Gross carrying amount</b>		
Balance as at March 31, 2021	8.04	8.04
Additions	-	-
Disposals	-	-
<b>Balance as at March 31, 2022</b>	<b>8.04</b>	<b>8.04</b>
<b>Accumulated amortisation</b>		
Balance as at March 31, 2021	5.43	5.43
Charge for the year	1.34	1.34
Disposals	-	-
<b>Balance as at March 31, 2021</b>	<b>6.77</b>	<b>6.77</b>
<b>Net carrying amount as at March 31, 2021</b>	<b>2.61</b>	<b>2.61</b>
<b>Net carrying amount as at March 31, 2022</b>	<b>1.27</b>	<b>1.27</b>


SITI Broadband Services Pvt. Ltd

Summary of significant accounting policies and other explanatory information for the year ended March 31, 2022

		in million	
		As at	As at
		31-Mar-22	31-Mar-21
<b>6</b>	<b>Others (non-current, financial assets)</b>		
	<b>Unsecured, considered good unless otherwise stated</b>		
	Margin money deposit (pledged) and deposit with statutory authorities with maturity of more than twelve months	21.11	21.11
	Security deposits (considered good)	0.18	0.14
		<u>21.29</u>	<u>21.25</u>
<b>7</b>	<b>Trade receivables</b>		
	Unsecured, considered good	3.86	4.32
		<u>3.86</u>	<u>4.32</u>
	<b>Classified as:</b>		
	Non-current trade receivables	3.86	4.32
	Current trade receivables	<u>3.86</u>	<u>4.32</u>
<b>8</b>	<b>Cash and cash equivalents</b>		
	Cash on hand	-	0.20
	Balances with banks		
	on current accounts	1.61	41.91
	Cheques and drafts on hand	1.61	42.11
	<b>Other balances with banks</b>		
	Deposits with maturity of upto one Year	137.80	26.30
		<u>139.41</u>	<u>68.41</u>
<b>9</b>	<b>Investments (current, financial assets)</b>		
	<b>Investment in mutual fund at fair value through profit and loss (non trade, trade quoted)</b>		
	Others	1.28	1.28
		<u>1.28</u>	<u>1.28</u>
	Aggregate amount of		
	Quoted investments	1.28	1.28
	Market value of quoted investment	1.28	1.28
<b>10</b>	<b>Others (current, financial assets)</b>		
	<b>Unsecured, considered good</b>		
	Amounts recoverable	63.17	59.70
	Interest accrued and not due on fixed deposits	10.06	5.56
		<u>73.23</u>	<u>65.27</u>
<b>11</b>	<b>Other current assets</b>		
	<b>Unsecured, considered good unless otherwise stated</b>		
	Balances with Government authorities	16.59	21.78
	Prepaid expenses	3.13	1.43
		<u>19.71</u>	<u>23.21</u>



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SITI Broadband Services Pvt. Ltd.

Summary of significant accounting policies and other explanatory information for the year ended March 31, 2022

	in million	
	As at 31-Mar-22	As at 31-Mar-21
<b>12 (a) Equity share capital</b>		
Authorised share capital		
10,000 equity shares of Rs. 10 each	0.10	0.10
<b>Total authorised capital</b>	<b>0.10</b>	<b>0.10</b>
Issued share capital		
10,000 equity shares of Rs. 10 each	0.10	0.10
<b>Total issued capital</b>	<b>0.10</b>	<b>0.09</b>
Subscribed and fully paid up capital		
10,000 equity shares of Rs. 10 each	0.10	0.10
<b>Total paid up capital</b>	<b>0.10</b>	<b>0.10</b>
	<b>0.10</b>	<b>0.10</b>

(A) Reconciliation of the shares outstanding at the beginning and at the end of the reporting period

Equity shares

	31-Mar-22		31-Mar-21	
	No. of shares	in million	No. of shares	in million
Balance at the beginning of the year	10,000	0.01	10,000	0.01
Add:				
Issued on conversion of warrants	-	-	-	-
Issued on conversion of Optionally Fully Convertible Debentures	-	-	-	-
Issued during the year	-	-	-	-
Issued on exercise of employee stock options	-	-	-	-
<b>Balance at the end of the year</b>	<b>10,000</b>	<b>0.01</b>	<b>10,000</b>	<b>0.01</b>

(B) Details of shareholders holding more than 5% shares

	As at 31-Mar-22		As at 31-Mar-21	
	No. of shares	% of holding	No. of shares	% of holding
Equity shares				
SITI NETWORKS LTD	10,000	100.00%	10,000	100.00%

12 (b) Other reserve

Securities premium reserve  
Retained earnings

	As at 31-Mar-22	As at 31-Mar-21
Securities premium reserve	(580.88)	(455.81)

Particulars

	31-Mar-22	31-Mar-21
--	-----------	-----------

1 Retained earnings

Opening balance  
Addition during the year  
Closing balance

Opening balance	(455.81)	(341.83)
Addition during the year	(125.07)	(113.96)
<b>Closing balance</b>	<b>(580.88)</b>	<b>(455.81)</b>



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SITI Broadband Services Pvt. Ltd.

Summary of significant accounting policies and other explanatory information for the year ended March 31, 2022

	in million	
	As at	As at
	31-Mar-22	31-Mar-21
<b>13 Borrowings (non-current, financial liabilities)</b>		
Long-term maturities of finance lease obligations	44.00	50.00
	<b>44.00</b>	<b>50.00</b>
<b>14 Other (non-current, financial liabilities)</b>		
Security deposits received from customers	41.32	5.37
Payables Others	250.00	250.00
	<b>291.32</b>	<b>255.37</b>
<b>15 Other (non-current, non-financial liabilities)</b>		
Deffered Tax Liability	4.32	4.32
	<b>4.32</b>	<b>4.32</b>
<b>16 Trade payables</b>		
- Total outstanding dues of creditors	613.61	449.81
	<b>613.61</b>	<b>449.81</b>
<b>17 Other financial liabilities (Current)</b>		
Advance Received	0.24	0.24
	<b>0.24</b>	<b>0.24</b>
<b>18 Other (current, non-financial liabilities)</b>		
Statutory dues payable	2.14	0.40
	<b>2.14</b>	<b>0.40</b>

*Vimal Kumar*



*Archit*

*[Signature]*

SITI Broadband Services Pvt. Ltd.

Summary of significant accounting policies and other explanatory information for the year ended March 31, 2022

	in million	
	31-Mar-22	31-Mar-21
<b>19 Revenue from operations</b>		
<b>Sale of services</b>		
Subscription income	293.82	187.72
Activation and Set top boxes pricing charges		
	<u>293.82</u>	<u>187.72</u>
<b>20 Other income</b>	<u>31-Mar-22</u>	<u>31-Mar-21</u>
Interest income on		
Bank deposits	6.02	3.47
Others		
Other non-operating income		
	<u>6.02</u>	<u>3.47</u>
<b>21 Finance costs</b>	<u>31-Mar-22</u>	<u>31-Mar-21</u>
Interest expense	56.16	45.74
Interest cost on discounting of financial instruments		
Bank charges	0.14	0.53
Amortisation of ancillary borrowing costs		
	<u>56.29</u>	<u>46.26</u>
<b>22 Depreciation and amortisation of non-financial assets</b>	<u>31-Mar-22</u>	<u>31-Mar-21</u>
Depreciation of property, plant and equipment	31.16	30.72
Amortisation of intangible assets	1.34	1.34
	<u>32.50</u>	<u>32.06</u>
<b>23 Other expenses</b>	<u>31-Mar-22</u>	<u>31-Mar-21</u>
Rent	9.57	17.50
Rates and taxes	0.17	0.25
Communication expenses	0.18	0.13
Repairs and maintenance		
- Others	6.43	3.79
Legal, professional and consultancy charges	0.61	0.38
Printing and stationery	1.58	0.32
Service charges	7.08	1.26
Auditors' remuneration*	-	0.40
Advertisement and publicity expenses	0.67	0.60
Other operational cost	216.86	144.81
Business and sales promotion	0.55	1.72
Miscellaneous expenses	1.14	0.43
	<u>244.85</u>	<u>171.58</u>
		in million
<b>*Auditors' remuneration:</b>	<u>31-Mar-22</u>	<u>31-Mar-21</u>
as an auditor		0.40
for other services (certifications)		
for reimbursement of expenses		
		<u>0.40</u>
<b>24 Earnings (loss) per share</b>	<u>31-Mar-22</u>	<u>31-Mar-21</u>
Loss attributable to equity shareholders	(125.07)	(113.96)
Weighted average number of equity shares outstanding during the year (nos.)	10,000	10,000
Weighted average number of equity shares outstanding during the year for calculating basic and diluted earnings per share (nos.)	10,000	10,000
Loss per share (₹)		
Basic	(12,507.07)	(11,396.23)
Diluted	(12,507.07)	(11,396.23)



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# Siti Broadband Services Private Limited

CIN:-U64100DL2014PTC267911

## NOTES: SIGNIFICANT ACCOUNTING POLICIES FOR THE YEAR ENDING 31<sup>st</sup> MARCH, 2022

### **1 CORPORATE INFORMATION:**

SITI BROADBAND SERVICES PVT LTD (hereinafter referred to as the 'Company') is registered in New Delhi, and is a wholly owned subsidiary of SITI Networks Limited (hereinafter referred to as the 'Parent Company'). The Company is in the business of providing Internet services to the end consumers.

### **2 BASIS OF PREPARATION:**

The financial statements have been prepared in accordance with the Indian Accounting Standards (Ind AS) as prescribed by Ministry of Corporate Affairs pursuant to Section 133 of the Companies Act, 2013 ('Act') read with relevant rules of the Companies (Accounts) Rules, 2014 read with companies (Indian Accounting Standard) Rules, 2015 and the provisions of the Act (to the extent notified).

All assets and liabilities have been classified as current and non-current as per the Company's normal operating cycle and other criteria set out in the Schedule III of the Act. Based on the nature of business and the time between the acquisition of assets and their realization in cash and cash equivalents, the Company has ascertained its operating cycle as 12 months for the purpose of current and non-current classification of assets and liabilities

### **3.1 USE OF ESTIMATES:**

The preparation of the financial statements in conformity with Ind AS requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities on the date of the financial statements and reported amounts of revenues and expenses for the year. Actual results could differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Any revision to accounting estimates is recognized prospectively in the current and future periods.

Borrowing costs directly attributable to acquisition or construction of those fixed assets which necessarily take a substantial period of time to get ready for their intended use are capitalized.

### **3.2 RECOGNITION OF REVENUE:**

Revenue is recognized when it is probable that the economic benefits will flow to the Company and it can be reliably measured. Revenue is measured at the fair value of the consideration received/receivable net of rebates and taxes. The Company applies the revenue recognition criteria to each separately identifiable component of the sales transaction. Subscription income is recognized on completion of services and when no significant uncertainty exists regarding the amount of consideration that will be derived.

### **3.3 RECOGNITION OF INCOME AND EXPENSE:**

Items of income and expenditure are recognized on accrual basis.

### **3.4 Cash & Cash Equivalents**

Cash & Cash equivalents comprise of cash at bank and in hand, cheques in hand and short term investments with an original maturity of three months or less.


# Siti Broadband Services Private Limited

CIN:-U64100DL2014PTC267911

## 3.5 TRADE RECEIVABLES:

Trade Receivable are recognized initially at fair value and subsequently measured at amortized cost using the effective interest method, loss promise for impairment. These are subsequently adjusted with the credit risk involved.

## 3.6 PLANT, PROPERTY AND EQUIPMENT

Plant, properties and equipments are carried at the cost of acquisition or construction less accumulated depreciation. The cost includes non-refundable taxes, duties, freight and other incidental expenses related to the acquisition and installation of the respective assets.

Depreciation on property, plant and equipment is provided on the straight-line method, computed on the basis of useful lives.

Assets	Life in Years
Buildings	60
Plant & Equipment	8
Computers	3
Office Equipment	5
Furniture & Fixtures	10
Air Conditioners	5
Studio Equipment	13
Vehicles	8
Set Top Boxes	8
Integrated receiver and decoder (IRD) boxes	10

Leasehold improvements are amortized over the lease term or estimated useful life, whichever is less. Leasehold land is amortized over the effective period of lease.

Plant and equipment taken over under scheme of arrangement in the earlier years are depreciated over the management's estimate of remaining useful life, a period of 5 years.

The residual values, useful lives and method of depreciation of are reviewed at each financial year end and adjusted prospectively, if appropriate.

Assets costing less than Rs 5,000 each, are depreciated in full excluding residual value in year of purchase.

Intangible assets are amortised using straight line method over the estimated useful life.

No depreciation has been provided on tangible assets where the remaining carrying amount is equal to the 5% of the original cost.

## 3.7 INVESTMENTS:

Non-current investments are carried at cost less any other-than-temporary diminution in value, determined separately for each individual investment.

Current investments are carried at the lower of cost and fair value. The comparison of cost and fair value is done separately in respect of each category of investment.

However, the company does not have any investments during the current year.




# Siti Broadband Services Private Limited

CIN:-U64100DL2014PTC267911

## **3.8 INVENTORIES:**

Inventories are valued at the lower of cost and net realizable value. Cost of inventories comprises all cost of purchase, cost of conversion and other costs incurred in bringing the inventories to their present location and condition.

However, the company does not have any inventory during the current year.

## **3.9 INCOME TAXES:**

Tax expense comprises of current and deferred tax. Current income tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income Tax Act, 1961 enacted in India.

Deferred income taxes reflect the impact of timing differences between taxable income and accounting income for the year and reversal of timing differences of earlier years.

During the current year, the company has incurred losses and hence there is no tax liability.

## **3.10 EVENTS OCCURRING AFTER BALANCE SHEET DATE:**

Events occurring after balance sheet date which affect the financial position to a material extent are taken into cognizance, if any.

## **3.11 PROVISIONS, CONTINGENT ASSETS AND CONTINGENT LIABILITIES:**

Provisions are recognized only when there is a present obligation, as a result of past events, and when a reliable estimate of the amount of obligation can be made at the reporting date. These estimates are reviewed at each reporting date and adjusted to reflect the current best estimates. Provisions are discounted to their present values, where the time value of money is material.

Contingent liability is disclosed for:

- Possible obligations which will be confirmed only by future events not wholly within the control of the Group or
- Present obligations arising from past events where it is not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount of the obligation cannot be made.

Contingent Liabilities are generally not provided for in the accounts are shown separately under notes to the accounts if any.

Contingent assets are neither recognized nor disclosed. However, when realization of income is virtually certain, related asset is recognized.

## **3.12 FOREIGN CURRENCY TRANSACTIONS:**

**Appendix B to Ind AS 21, Foreign currency transactions and advance consideration:** On March 28, 2018, Ministry of Corporate Affairs ("MCA") has notified the Companies (Indian Accounting Standards) Amendment Rules, 2018 containing Appendix B to Ind AS 21, Foreign currency transactions and advance consideration which clarifies the date of the transaction for the purpose of determining the exchange rate to use on initial recognition of the related asset, expense or income, when an entity has received or paid advance consideration in a foreign currency. The amendment will come into force from April 1, 2018.


# Siti Broadband Services Private Limited

CIN:-U64100DL2014PTC267911

## **3.13 REVENUE FROM CONTRACTS:**

**Ind AS 115- Revenue from Contract with Customers:** On March 28, 2018, Ministry of Corporate Affairs ("MCA") has notified the Ind AS 115, Revenue from Contract with Customers. The core principle of the new standard is that an entity should recognize revenue to depict the transfer of promised goods or services to customers in an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services. Further, the new standard requires enhanced disclosures about the nature, amount, timing and uncertainty of revenue and cash flows arising from the entity's contracts with customers.

The standard permits two possible methods of transition:

- Retrospective approach - Under this approach the standard will be applied retrospectively to each prior reporting period presented in accordance with Ind AS 8- Accounting Policies, Changes in Accounting Estimates and Errors;
- Retrospectively with cumulative effect of initially applying the standard recognized at the date of initial application (Cumulative catch - up approach) The effective date for adoption of Ind AS 115 is financial periods beginning on or after April 1, 2018.

## **3.14 Financial liabilities**

### **Initial recognition and measurement**

All financial liabilities are recognised initially at fair value and transaction cost that is attributable to the acquisition of the financial liabilities is also adjusted. These liabilities are classified as amortised cost.


# Siti Broadband Services Private Limited

CIN:-U64100DL2014PTC267911

## NOTE: EXPLANATORY/ CLARIFICATORY NOTES :

- A. No dividend has been proposed by the Directors of the Company due to nominal profits of the company.
- B. Balances of sundry creditors and debtors are subject to confirmation from the respective parties.
- C. In the opinion of the Board, current assets, loans & advances have a value in the ordinary course of business at least equal to that stated in Balance Sheet.
- D. Auditors Remuneration:2021-22:

<u>SL. NO.</u>	<u>PARTICULARS</u>	<u>F/Y 2021-22</u>	<u>F.Y 2020-21</u>
1.	AUDIT FEES	Rs. 50,000/-	Rs. 1,25,000/-

## E. RELATED PARTY DISCLOSURES:-

<u>S. No.</u>	<u>Names of the entities</u>	<u>Nature</u>
1	Siti Networks Limited	Holding Company
2	Indian Cable Net Company Limited	Fellow Subsidiary
3	Siti Maurya Cable Net Private Limited	Fellow Subsidiary
4	Indinet Service Private Limited	Fellow Subsidiary
5	Master Channel Community Network Private Limited	Fellow Subsidiary
6	Siti Vision Digital Media Private Limited	Fellow Subsidiary
7	Siti Guntur Digital Network Private Limited	Fellow Subsidiary
8	Siti Siri Digital Network Private Limited	Fellow Subsidiary
9	SITI Godaari Digital Services Private Limited	Fellow Subsidiary
10	Siti Sagar Digital Cable Network Private Limited	Fellow Subsidiary
11	Siti Global Private Limited	Fellow Subsidiary
12	Siti Prime Uttaranchal Communication Private Limited	Fellow Subsidiary
13	Siti Saistar Digital Media Private Limited	Fellow Subsidiary
14	Variety Entertainment Private Limited	Fellow Subsidiary
15	Central Bombay Cable Network Limited	Fellow Subsidiary
16	Siti Cable Broadband South Limited	Fellow Subsidiary
17	Wire and Wireless Tisai Satellite Limited	Joint Venture of Siti Networks Limited
18	Siti Jind Digital Media Communications Private Limited	Fellow Subsidiary
19	Siti Jai Maa Durgee Communications Private Limited	Fellow Subsidiary
20	Siti Karnal Digital Media Network Private Limited	Fellow Subsidiary
21	Siti Krishna Digital Media Private Limited	Fellow Subsidiary
22	Siti Jony Digital Cable Network Private Limited	Fellow Subsidiary
23	Siti Faction Digital Private Limited	Fellow Subsidiary

*Vinod Kumar*  
NOIDA  
Chartered Accountant

# Siti Broadband Services Private Limited

CIN:-U64100DL2014PTC267911

24	Voice Snap Services Private Limited	Associate Company of Siti Networks Limited
25	C&S Medianet Private Limited	Associate Company of Siti Networks Limited
26	Siti Networks India LLP	Fellow Subsidiary
27	Paramount Digital Media Services Private Limited	Joint Venture (Joint Venture of Variety Entertainment Private Limited)(w.e.f. 30/01/2020)

## Other Related Parties:

Mr. Amit Kumar Gupta - Director  
Mr. Archit Kulshrestha - Director

F. Transactions entered into by the Company with its holding company during the relevant Financial Year are as under:

### Sale/ purchase of goods and services

	Year ended	Amount Received (Rs.)	Amount Paid (Rs.)	Amount owed by related parties(Rs.)	Amount owed to related parties (Rs.)
<b>Holding Company</b>					
Siti Networks Limited	March 31, 2022	202477075	4,52,23,544		15,71,24,170
	March 31, 2021	55,48,242	8,67,16,144	6,43,62,858	
<b>Fellow Subsidiary</b>					
Central Bombay	March 31, 2021	-	-	-	5,68,31,336
	March 31, 2020	-	-	-	5,68,31,336

G. The basic earnings per share ("EPS") is computed by dividing the net profit after tax for the year by the weighted average number of equity shares outstanding during the year.

Particulars	( in Rs.)	
	31-March-2022	31-March-2021
Profit/(Loss) after Tax	(12,50,70,685.41)	(1,13,962,294)
Number of Equity Shares	10,000	10,000
Nominal Value of Equity Shares	10	10
<b>Basics Earnings per Share</b>	<b>(12,507.07)</b>	<b>(11396.23)</b>

H. Other disclosures are made as under:


# Siti Broadband Services Private Limited

CIN:-U64100DL2014PTC267911

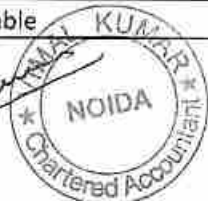
i. Value of Import on CIF Basis	-	NIL
ii. Expenses in Foreign Currency	-	NIL
iii. Amount remitted in Foreign Currency	-	NIL
iv. Earnings in Foreign Currency	-	NIL

## I. TAX EXPENSE

Tax Expense			
The major components of income tax for the year are as under:			Rs in million
		March 31, 2022	April 01, 2021
<b>Income tax related to items recognised directly in the statement of profit and loss</b>			
Current tax - current year		-	-
Deferred tax charge / (benefit)		-	-
<b>Total</b>		-	-
Effective tax rate			
A reconciliation of the income tax expense applicable to the profit before income tax at statutory rate to the income tax expense at the Company's effective income tax rate for the year ended 31 March, 2022 and 31 March, 2021 is as follows:			
Profit/(Loss) before tax			(125.07)
Effective tax rate			26%
Tax at statutory income tax rate (due to unabsorbed losses)			0
Tax effect on non-deductible expenses			
Additional allowances for tax purposes			
Effect of tax on group companies incurring losses			
Effect of tax rate difference of subsidiaries			
Other permanent difference		-	
<b>Tax expense recognised in the statement of profit and loss</b>		-	

## J. FAIR VALUE MEASUREMENT

Fair value measurements				
A. Financial instruments by category				Rs in million
		NOTES	March 31, 2022	
			FVTPL	Amortised Cost
<b>Financial assets</b>				
Bank deposits			-	
Amount recoverable			-	63.17

*Vinay Kumar*  


# Siti Broadband Services Private Limited

CIN:-U64100DL2014PTC267911

Interest accrued and not due on fixed deposits			-	10.06
Security deposits			-	
Unbilled revenues			-	
Trade receivables			-	3.86
Investments (Current, financial assets)			-	1.28
Cash and cash equivalents			-	139.41
<b>Total financial assets</b>			-	<b>217.77</b>
<b>Financial liabilities</b>				
Borrowings (Non-current, financial liabilities)			-	44.00
Borrowings (Current, financial liabilities)			-	
Payables for purchase of property, plant and equipment			-	
Security deposits received from customer			-	
Trade payables			-	613.61
Other financial liabilities (current)			-	2.38
<b>Total financial liabilities</b>			-	<b>659.98</b>
				Rs in million
				March 31, 2021
			FVTPL	Amortised cost
<b>Financial assets</b>				
Bank deposits			-	
Amount recoverable			-	59.70
Interest accrued and not due on fixed deposits			-	5.56
Security deposits			-	
Unbilled revenues			-	
Trade receivables			-	4.32
Investment (Current, financial assets)			-	
Cash and cash equivalents			-	68.41
Other bank balances			-	137.99
<b>Total financial assets</b>			-	<b>139.27</b>
<b>Financial liabilities</b>				
Borrowings (non-current, financial liabilities)			-	50.00
Borrowings (Current, financial liabilities)			-	
Payables for purchase of property, plant and equipment			-	
Security deposits			-	
Trade payables			-	449.81
Other financial liabilities (current)			-	0.64
<b>Total financial liabilities</b>			-	<b>500.45</b>
<b>B. Fair value of financial assets and liabilities measured at amortised cost</b>				Rs in million

*Vinod Kumar*  
  
 Vinod Kumar  
 Chartered Accountant  
 NOIDA

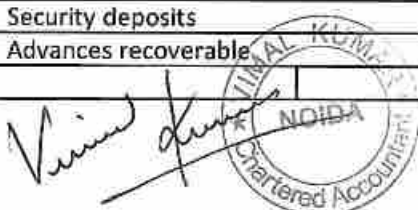
# Siti Broadband Services Private Limited

CIN:-U64100DL2014PTC267911

	March 31, 2022		March 31, 2021	
	Carrying amount	Fair value	Carrying amount	Fair value
<b>Financial assets</b>				
Bank deposits	-	-	-	-
Amount recoverable	63.17	63.17	59.70	59.70
Interest accrued and not due on fixed deposits	10.06	10.06	5.56	5.56
Security deposits			-	-
Investment	1.28	1.28	1.28	1.28
Unbilled revenue			-	-
Trade receivables	3.86	3.86	4.32	4.32
Cash and cash equivalents	139.41	139.41	68.41	68.41
Other bank balances				
<b>Total financial assets</b>	<b>217.77</b>	<b>217.77</b>	<b>140.55</b>	<b>140.55</b>
<b>Financial liabilities</b>				
Borrowings (non-current, financial liabilities)	50.00	50.00	50.00	50.00
Borrowings (current, financial liabilities)			-	-
Payables for purchase of property, plant and equipment			-	-
Security deposits			-	-
Trade payables	432.58	432.58	449.81	432.58
Other financial liabilities (current)	0.64	0.64	0.64	0.64
<b>Total financial liabilities</b>	<b>483.22</b>	<b>483.22</b>	<b>483.22</b>	<b>483.22</b>

## K. CREDIT RISK

	Credit rating	Particulars	March 31, 2022	March 31, 2021
	A: Low credit risk	Investment, Cash and cash equivalents And other financial Assets except security deposits and amount recoverable	139.41	68.41
	B: High credit risk	Trade receivables, security deposits and amount recoverable	77.09	69.58
<b>As at March 31, 2022</b>				<b>Rs in million</b>
<b>Particular</b>		<b>Estimated gross carrying amount at default</b>	<b>Expected credit losses</b>	<b>Carrying amount net Of impairment provision</b>
Trade receivables		-	-	-
Security deposits		-	-	-
Advances recoverable		63.17	-	63.17


  
 T. J. KUMAR  
 Chartered Accountant  
 NOIDA

# Siti Broadband Services Private Limited

CIN:-U64100DL2014PTC267911

As at March 31, 2021				Rs in million
Particular		Estimated Gross carrying amount at Default	Expected credit losses	Carrying amount net Of impairment provision
Trade receivables		-	-	-
Security deposits		-	-	-
Advances recoverable		59.70	-	59.70
Loss allowance on March 31, 2020				-
Changes in loss allowance				-
Loss allowance on March 31, 2021				-

## L. LIQUIDITY RISK

2022

Rs in million

Particulars	Less than 1 year	1-5 year	Total
Borrowings	-	-	-
Trade payables	432.52	-	432.52

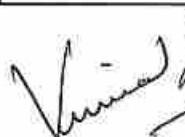

2021

Rs in million

Particulars	Less than 1 year	1-5 year	Total
Borrowings	-	-	-
Trade payables	449.81	-	449.81

## M. FINANCE COST BIFURCATED AS FVTPL AND FVTAC

	Mar-22	Mar-21
<b>Interest on items at amortised cost</b>		
Term Loan		
Working Capital Facilities		
Non-Convertible debentures	0.00	0.00
Financial liabilities		
Others	0.00	0.00
<b>Interest on items at FYTPL</b>	-	-
Financial liabilities	-	-
<b>Other Ancilliary Borrowing cost</b>		
Processing Fees		



# Siti Broadband Services Private Limited

CIN:-U64100DL2014PTC267911

## N. ASSETS PLEDGED AS SECURITY

The carrying amounts of assets pledged as security as attached below.

### Assets pledged as security


The carrying amount of assets pledged as security are:

	in million	
	March 31, 2022	March 31, 2021
<b>Current assets</b>		
a) Inventories	-	-
b) Financial assets		
i) Trade receivables	3.86	4.32
ii) Cash and cash equivalents	139.41	68.41
iii) Investments	1.28	1.28
iv) Other financial assets	73.23	65.27
c) Other current assets	19.71	23.21
	<b>237.49</b>	<b>162.48</b>
<b>Non-current assets</b>		
a) Property, plant and equipment	114.79	118.09
b) Other intangible assets	1.27	2.61
e) Financial assets		
i) Others	21.29	21.25
f) Other non-current assets		
	<b>137.35</b>	<b>141.94</b>
	<b>374.84</b>	<b>304.43</b>

## O. INFORMATION UNDER SECTION 186 (4) OF THE COMPANIES ACT 2013 AND REGULATION 34 OF SEBI (LISTING REGULATION & DISCLOSURE REQUIREMENT), 2015

Name of the Loanee	Base rate + spread rate	Secured/ Unsecured	Repayments Details	Max Bal. O/s during the year	As at 31 March' 22	Max Bal. O/s during the year 2021	As at 31 March'21
Aditya Birla Finance Limited	11% p.a.	Secured	Repayment in 19 qtrly installments after moratorium of 5 qtrs .	4,40,00,000	4,40,00,000	5,00,00,000	5,00,00,000
<b>Total</b>	-	-		<b>4,40,00,000</b>	<b>4,40,00,000</b>	<b>5,00,00,000</b>	<b>5,00,00,000</b>

Term loans from bank are secured by pari passu mortgage and charge in favour of lender in a form satisfactory to the lender of all of the Company's movable fixed assets, both present and future, and as well as current assets.

*Vinay Kumar*  


**4 Promoters Shareholding in Share Capital Note**

Sno.	Promoter's Name	No. of Shares	% of Total Shares	% Change during the year
1	Siti Networks Limited	10000	100	-

*Vinod Kumar*  


**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022**  
(All amounts in ₹ million, unless stated otherwise)

**6 Financial Ratios**

Sr. No.	Particulars	31 March 2022	31 March 2021	Change
i)	<b>Current Ratio (A/B)</b>	<b>0.39</b>	<b>0.36</b>	7%
	Current assets (A)	237.49	162.48	
	Current liabilities (B)	615.98	450.45	
ii)	<b>Return on equity ratio (A/B)</b>	<b>0.22</b>	<b>0.25</b>	-14%
	Net profit for the year (A)	-125.07	-113.96	
	Total equity (B)	-580.78	-455.71	
iii)	<b>Net capital turnover ratio (A/B)</b>	<b>(1.22)</b>	<b>(1.28)</b>	-5%
	Revenue from operations (A)	293.82	187.72	
	Capital employed or net assets (B)	-241.24	-146.12	
iv)	<b>Return on capital employed (A/B)</b>	<b>0.29</b>	<b>0.46</b>	-38%
	Earning before interest but after taxes (A)	-68.78	-67.79	
	Capital employed or net assets (B)	-241.24	-146.12	
v)	<b>Return on investment</b>	<b>0.52</b>	<b>0.78</b>	-34%
	Net profit after tax (A)	-125.07	-113.96	
	Capital employed or net assets (B)	-241.24	-146.12	

**Notes:**

- 1 Ratios relating to balance sheet items have been presented as at 31 March 2022 and 31 March 2021. Whereas, ratios relating to items of statement of profit and loss account has been presented for financial year ended 31 March 2022 and 31 March 2021.
- 2 Net profit after tax excludes other comprehensive income
- 3 Net assets is the total of equity share capital and other equity.
- 4 Total debt comprise of borrowings from external lenders.
- 5 Credit purchases comprise of purchases during the year and other expenses
- 6 Reason for change by more than 25%  
Higher total equity as a result of profit after tax during the current year and lower debt movement as compared to previous year  
Due to higher earning before interest and depreciation and lower debt movement as compared to previous year  
Increase due to current year profit after tax  
Due to higher cost of goods sold due to increase revenue in current year  
Due to increase revenue from operations  
Due to increase in purchases and other expenses  
Due to increase revenue from operations.  
Due to increased net profit after tax as a result of increased revenue from operations.  
Due to higher earning before interest but before taxes.  
Due to increased net profit after tax as a result of increased revenue from operations.

*Vinod Kumar*  


Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022  
(All amounts in ₹ million, unless stated otherwise)

7 Trade payable ageing schedule

As at 31 March 2022

Particulars	Unbilled	Not due	Outstanding for following periods from due date of payment				Total
			Less than 1 year	1-2 years	2-3 years	More than 3 years	
i) MSME	-	-	-	-	-	-	-
ii) Others	403.98	43.50	127.87	38.26	-	-	613.61
iii) Dispute dues - MSME	-	-	-	-	-	-	-
iv) Dispute dues - Others	-	-	-	-	-	-	-
<b>Total</b>	<b>403.98</b>	<b>43.50</b>	<b>127.87</b>	<b>38.26</b>	<b>-</b>	<b>-</b>	<b>613.61</b>

As at 31 March 2021

Particulars	Unbilled	Not due	Outstanding for following periods from due date of payment				Total
			Less than 1 year	1-2 years	2-3 years	More than 3 years	
i) MSME	-	-	-	-	-	-	-
ii) Others	349.54	-	100.27	-	-	-	449.81
iii) Dispute dues - MSME	-	-	-	-	-	-	-
iv) Dispute dues - Others	-	-	-	-	-	-	-
<b>Total</b>	<b>349.54</b>	<b>-</b>	<b>100.27</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>449.81</b>

8 Trade receivable ageing schedule

As at 31 March 2022

Particulars	Unbilled	Not due	Outstanding for following periods from due date of payment					Total
			Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	
<b>Undisputed</b>								
(i) Considered good	-	-	-	-	0.75	1.40	1.71	3.86
(ii) Significant increase in credit risk	-	-	-	-	-	-	-	-
(iii) Credit impaired	-	-	-	-	-	-	-	-
<b>Disputed</b>								
(iv) Considered good	-	-	-	-	-	-	-	-
(v) Significant increase in credit risk	-	-	-	-	-	-	-	-
(vi) Credit impaired	-	-	-	-	-	-	-	-
<b>Unbilled</b>								
<b>Total</b>					<b>0.75</b>	<b>1.40</b>	<b>1.71</b>	<b>3.86</b>

As at 31 March 2021

Particulars	Unbilled	Not due	Outstanding for following periods from due date of payment					Total
			Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	
<b>Undisputed</b>								
(i) Considered good	-	-	0.22	0.53	1.40	2.17	-	4.32
(ii) Significant increase in credit risk	-	-	-	-	-	-	-	-
(iii) Credit impaired	-	-	-	-	-	-	-	-
<b>Disputed</b>								
(iv) Considered good	-	-	-	-	-	-	-	-
(v) Significant increase in credit risk	-	-	-	-	-	-	-	-
(vi) Credit impaired	-	-	-	-	-	-	-	-
<b>Unbilled</b>								
<b>Total</b>			<b>0.22</b>	<b>0.53</b>	<b>1.40</b>	<b>2.17</b>	<b>-</b>	<b>4.32</b>

9 Dividend paid

No dividend was paid during the current year as well as in preceding financial year. Further no dividend is proposed for the current financial year.

- 10 The Code on Social Security, 2020 which would impact the contributions by the Company towards Provident Fund and Gratuity has received presidential assent on 28 September 2020. The effective date from which the changes are applicable is yet to be notified and the final rules are yet to be framed. The Company will carry out an evaluation of the impact and record the same in the financial statements in the period in which the Code becomes effective and the related rules are published.


**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022**

*(All amounts in ₹ million, unless stated otherwise)*

- 11 (a) The Company has not advanced or loaned or invested funds (either borrowed funds or share premiums or any other sources or kind of funds) to any other persons or entities, including foreign entities (Intermediaries) with the understanding (whether recorded in writing or otherwise) that the intermediary shall (i) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or (ii) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.
- b) The Company has not received any funds from any persons or entities, including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the company shall (i) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or (ii) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
- 12 There are no transactions that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 which have not been recorded in the books of account.
- 13 Note on assets pledged in accordance with changes as per Schedule-III.
- 14 The Company does not have any transactions or relationships with any companies struck off under Section 248 of the Companies Act, 2013 or Section 560 of the Companies Act, 1956.
- 15 Previous period figures have been re-grouped / reclassified wherever necessary, to conform to current period's classification in order to comply with the requirements of the amended Schedule III of the Companies Act, 2013 effective from 01 April 2021.
- 16 The financial statements were approved for issue by the board of directors on 20 May 2022.

For Vimal Kumar  
Chartered Accountants  
Firm Registration Number - 524642



CA Vimal Kumar  
Proprietor  
Mno. - 524642  
Dated - 20/05/2022  
Place  
UDIN - 22524642AJOVZZ1126

For and on behalf of the Board of Directors of  
Seti Broadband Services Private Limited



Archit Kulshrestha  
Director  
DIN- 09532727



Amit Kumar Gupta  
Director  
DIN-08069127



**VIMAL KUMAR**

**Independent Auditor's Report**

**To the Members of SITI BROADBAND SERVICES PRIVATE LIMITED**

**Report on the Audit of the Consolidated Financial Statements**

**Opinion**

1. We have audited the accompanying Consolidated financial statements of SITI BROADBAND SERVICES PRIVATE LIMITED ("the Company"), and its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group"), (its associates and joint ventures}, which comprise the Consolidated Balance Sheet as at 31 March 2022, the Consolidated Statement of Profit and Loss (including Other Comprehensive Income), the Consolidated Cash Flow Statement and the Consolidated Statement of Changes in Equity for the year then ended, and a summary of the significant accounting policies and other explanatory information.
2. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid consolidated financial statements give the information required by the Companies Act, 2013 ("Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India including Indian Accounting Standards ("Ind AS") specified under section 133 of the Act, of the consolidated state of affairs (consolidated financial position) of the Group as at 31 March 2022, and its consolidated loss (consolidated financial performance including other comprehensive income), its consolidated cash flows and the consolidated changes in equity for the year ended on that date.

**Basis for Opinion**

3. We conducted our audit in accordance with the Standards on Auditing specified under section 143(10) of the Act. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("ICAI") together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

**Key Audit Matters**

4. Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the consolidated financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.
5. We have determined the matter described below to be the key audit matters to be communicated in our report.



We have determined that there are no key audit matters to communicate in our report.

#### **Information other than the Consolidated Financial Statements and Auditor's Report thereon**

6. The Holding Company's Board of Directors is responsible for the other information. Other information does not include the consolidated financial statements and our auditor's report thereon.

Our opinion on the consolidated financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the consolidated financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed on the other information obtained prior to the date of this auditor's report, we conclude that there is a material misstatement of this other information, we are required to report that fact. Reporting under this section is not applicable as no other information is obtained at the date of this auditor's report.

#### **Responsibilities of Management for the Consolidated Financial Statements**

The Holding Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these consolidated financial statements that give a true and fair view of the consolidated state of affairs (consolidated financial position), consolidated profit or loss (consolidated financial performance including other comprehensive income), consolidated changes in equity and consolidated cash flows of the Group including its associates and joint ventures in accordance with the accounting principles generally accepted in India, including the Ind AS specified under section 133 of the Act. The respective Board of Directors/management of the companies included in the Group and its associates and joint ventures are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the consolidated financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial statements by the Directors of the Holding Company, as aforesaid.

7. In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.
8. Those Board of Directors are also responsible for overseeing the Company's financial reporting process.

## Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

9. Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Standards on Auditing will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.
10. As part of an audit in accordance with Standards on Auditing, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:
  - Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
  - Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for explaining our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
  - Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
  - Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
  - Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
11. We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.
12. We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.





13. From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

#### **Other Matter**

14. We did not audit the financial statements of one subsidiary, whose financial statements reflect total assets of Rs.54.23 mn and net assets of Rs.(22.10) mn as at 31 March 2022, total revenues of Rs.8.17 mn and net cash inflows amounting to Rs. (28.62) mn for the year ended on that date, as considered in the consolidated financial statements. These financial statements have been audited by other auditors whose report(s) have been furnished to us by the management and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of these {subsidiaries, associates and joint ventures}, and our report in terms of sub-section (3) of Section 143 of the Act, in so far as it relates to the aforesaid subsidiaries, associates and joint ventures, is based solely on the reports of the other auditors.

Our opinion above on the consolidated financial statements, and our report on other legal and regulatory requirements below, are not modified in respect of the above matters with respect to our reliance on the work done by and the reports of the other auditors.

#### **Report on Other Legal and Regulatory Requirements**

15. As required by section 197(16) of the Act, we report that the Company has not paid remuneration to its directors during the year in accordance with the provisions of and limits laid down under section 197 read with Schedule V to the Act.
16. As required by Section 143 (3) of the Act, based on our audit and on the consideration of the report of the other auditor on separate financial statements and other financial information of the subsidiaries, associates and joint ventures, we report, to the extent applicable, that:
- a) we have sought and 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 it appears from our examination of those books and proper returns adequate for the purposes of our audit have been received from the branches not visited by us;
  - c) the Consolidated financial statements dealt with by this report are in agreement with the books of account;
  - d) in our opinion, the aforesaid Consolidated financial statements comply with Ind AS specified under section 133 of the Act;



- e) on the basis of the written representations received from the directors and taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2022 from being appointed as a director in terms of section 164(2) of the Act;
- f) we have also audited the internal financial controls over financial reporting (IFCoFR) of the Company as on 31 March 2022 in conjunction with our audit of the Consolidated financial statements of the Company for the year ended on that date and our report dated 20<sup>th</sup> May 2022 as per Annexure I expressed unmodified opinion;
- g) with respect to the other matters to be included in the Auditor's Report in accordance with rule 11 of the Companies (Audit and Auditors) Rules, 2014 (as amended), in our opinion and to the best of our information and according to the explanations given to us:
- i. the Company, as detailed to the Consolidated financial statements, has disclosed the impact of pending litigation on its financial position as at 31 March 2022;
  - ii. the Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses as at 31 March 2022;
  - iii. there were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company during the year ended 31 March 2022;
  - iv. the disclosure requirements relating to holdings as well as dealings in specified bank notes were applicable for the period from 8 November 2016 to 30 December 2016, which are not relevant to these Consolidated financial statements. Hence, reporting under this clause is not applicable.

For Vimal Kumar  
Chartered Accountants  
FRN: 524642



CA Vimal Kumar  
Proprietor  
M.No:- 524642

UDIN - 22524642AJOVZZ1126

Date: 20.05.2022  
Place- Noida

## Annexure I

### Independent Auditor's report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

1. In conjunction with our audit of the consolidated financial statements of Siu Broadband Services Private Limited ("the Company") as of and for the year ended 31 March 2022, we have audited the internal financial controls over financial reporting (IFCoFR) of the company as of that date.

#### Management's Responsibility for Internal Financial Controls

2. The Company's Board of Directors is responsible for establishing and maintaining internal financial controls based on Internal control over financial reporting criteria established by the respective company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting ("the Guidance Note") issued by the Institute of Chartered Accountants of India ("ICAI"). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of the company's business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

#### Auditors' Responsibility

3. Our responsibility is to express an opinion on the Company's IFCoFR based on our audit. We conducted our audit in accordance with the Standards on Auditing, issued by the Institute of Chartered Accountants of India (ICAI) and deemed to be prescribed under section 143(10) of the Act, to the extent applicable to an audit of IFCoFR, and the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by the ICAI. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate IFCoFR were established and maintained and if such controls operated effectively in all material respects.
4. Our audit involves performing procedures to obtain audit evidence about the adequacy of the IFCoFR and their operating effectiveness. Our audit of IFCoFR included obtaining an understanding of IFCoFR, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.



Company to the extent that it is not a part of the consolidated financial statements of the Holding Company. Further, the consolidated financial statements of the Holding Company are audited by the auditor.

5. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's IFCoFR.

#### **Meaning of Internal Financial Controls over Financial Reporting**

6. A company's IFCoFR is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's IFCoFR includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

#### **Inherent Limitations of Internal Financial Controls over Financial Reporting**

7. Because of the inherent limitations of IFCoFR, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the IFCoFR to future periods are subject to the risk that IFCoFR may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

#### **Opinion**

8. In our opinion, the Company has, in all material respects, adequate internal financial controls over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2022, based on the internal control over financial reporting criteria established by the respective company considering the essential components of internal control stated in the Guidance Note issued by the ICAI.

#### **Other Matters**

9. We did not audit the IFCoFR in so far as it relates to one subsidiary companies, which are companies covered under the Act, whose financial statements/financial information reflect total assets of Rs.54.23 mn and net assets of Rs.(22.10) mn as at 31 March 2022, total revenues of Rs.8.17 mn and net cash inflows amounting to Rs. (28.62) mn for the year ended on that date, as considered in the consolidated financial statements. The IFCoFR in so far as it relates to such subsidiary company have been audited by other auditors whose report has been furnished to us by the management and our report on the adequacy and operating effectiveness of the IFCoFR for the Holding Company, its subsidiary company, as aforesaid, under Section 143(3)(i) of the Act in so far as it relates to such subsidiary company, is based solely on the reports of the auditors of such companies. Our opinion is not modified in



with reference to the report submitted by the auditor of the company in the name of M/s. [Name of the company] Chartered Accountants, [Address of the auditor] on the [Date of the report] under [Section of the Act].

respect of this matter with respect to our reliance on the work done by and on the reports of the other auditors.

For Vimal Kumar  
Chartered Accountants  
FRN:- 524642



CA Vimal Kumar  
Proprietor  
M.No:- 524642

UDIN - 22524642AJOVZZ1126

Date: 20.05.2022  
Place- Noida

**Consolidated - SITI Broadband Services Pvt. Ltd.**  
**Balance sheet as at March 31, 2022**

		in million	
	Note	As at March 31, 2022	As at March 31, 2021
<b>ASSETS</b>			
<b>Non-current assets</b>			
a) Property, plant and equipment	4	157.18	143.45
b) Other intangible assets	4	1.27	2.61
c) Goodwill		0.86	0.86
d) Financial assets			
e) Others	5	21.29	21.23
		<u>180.60</u>	<u>168.17</u>
<b>Current assets</b>			
a) Inventories			-
b) Financial assets			
i) Trade receivables	6	4.08	4.35
ii) Cash and cash equivalents	7	4.42	17.78
iii) Bank balances other than (i) above	7	137.80	26.30
c) Investments			-
e) Others	8	74.38	65.27
b) Other current assets	9	28.49	28.16
		<u>248.06</u>	<u>171.80</u>
<b>Total assets</b>		<u><u>428.66</u></u>	<u><u>340.06</u></u>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
a) Equity share capital	10 (a)	0.00	0.10
b) Other equity	10 (b)	(592.57)	(457.86)
c) Minority Interest		(0.83)	(0.28)
		<u>(603.30)</u>	<u>(458.74)</u>
<b>LIABILITIES</b>			
<b>Non-current liabilities</b>			
a) Financial liabilities			
i) Long Term Borrowings	11	102.59	83.32
ii) Other financial liabilities	12	250.00	250.00
b) Deferred tax liability (net)	13	5.03	5.01
c) Other non-current liabilities	12	41.32	5.37
		<u>401.54</u>	<u>343.69</u>
<b>Current liabilities</b>			
a) Financial liabilities			
i) Trade payables	14		
Total Outstanding dues of micro enterprises and small enterprises			
Total Outstanding dues of creditors other than micro enterprises/small enterprises		625.79	454.43
ii) Other financial liabilities	15	0.24	0.24
b) Other current liabilities	16	4.39	0.43
		<u>630.42</u>	<u>455.10</u>
<b>Total equity and liabilities</b>		<u><u>428.66</u></u>	<u><u>340.06</u></u>

Summary of Significant accounting policies 1.3

The accompanying notes are an integral part of these standalone financial statements.

This is the standalone balance sheet referred to in our report of even date.

For Vimal Kumar  
Chartered Accountant  
Firm Registration Number - 524642

CA Vimal Kumar  
Proprietor  
Mno. - 524642  
Dated - 20/05/2022  
Place  
UDIN - 225464AJOV221126

For and on behalf of the Board of Directors of  
Siti Broadband Services Private Limited

Arbit  
Arbit Kulshrestha  
Director  
DIN- 09532727

Amir  
Amir Kumar Gupta  
Director  
DIN-08069127

**Consolidated - SITI Broadband Services Pvt. Ltd.**

**Statement of profit and loss for the year ended March 31, 2022**

Consolidated Statement of Profit and Loss

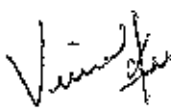
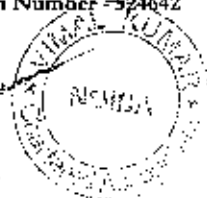
in million

	Note	March 31, 2022	March 31, 2021
<b>Income</b>			
Revenue from operations	17	301.92	187.72
Other income	18	6.10	3.62
<b>Total income</b>		<b>308.02</b>	<b>191.33</b>
<b>Expenses</b>			
Carriage sharing, pay channel and related costs		91.29	55.24
Employee benefits expense	19	7.42	0.35
Finance costs	20	59.92	46.50
Depreciation and amortisation of non-financial assets	21	35.67	32.19
Other expenses	22	262.67	174.00
<b>Total expenses</b>		<b>451.96</b>	<b>308.26</b>
<b>Loss before exceptional item and tax</b>		<b>(143.94)</b>	<b>(116.93)</b>
Exceptional item		-	-
<b>Loss before tax</b>		<b>(143.94)</b>	<b>(116.93)</b>
<b>Tax expense</b>			
Current tax		-	-
Deferred Tax		0.62	0.46
<b>Loss for the year</b>		<b>(144.56)</b>	<b>(117.39)</b>
Minority Interest		9.55	1.68
<b>Total comprehensive income</b>		<b>(135.01)</b>	<b>(115.71)</b>
<b>Earnings (loss) per share</b>			
Basic (loss) per share	23	(13,381.32)	(11,570.87)
Diluted (loss) per share	23	(13,501.12)	(11,570.87)

The accompanying notes are an integral part of these standalone financial statements.

This is the standalone statement of profit and loss referred to in our report of even date.

For Vimal Kumar  
Chartered Accountant  
Firm Registration Number - 524642

CA Vimal Kumar  
Proprietor  
Mno. - 524642  
Dated - 20/05/2022  
Place  
UDIN -

For and on behalf of the Board of Directors of  
Siti Broadband Services Private Limited

  
Archit Kulsreshtha  
Director  
DIN- 09532727

  
Amit Kumar Gupta  
Director  
DIN-08069127

Consolidated - SITT Broadband Services Pvt. Ltd.  
Cash Flow statement for the year ended March 31, 2022

Standalone Cash Flow Statement

(₹ in Mn)

	As at March 31, 2022	As at March 31, 2021
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>		
Loss before tax	(144.0)	(117.4)
Adjustment for:		
Depreciation including taxation expenses	25.7	42.2
Interest income on bank deposits	66.10	(3.55)
Interest expense for borrowings at amortised cost	51.59	(3.26)
Operating profit before working capital changes	(58.5)	(14.0)
Adjustments for changes in:		
Decrease in trade receivables	3.11	(3.0)
Decrease/(increase) in other financial assets	(25.28)	22.4
Decrease in other current and non-current assets	(13.51)	3.99
(Decrease) in other financial liabilities	9.00	(16.93)
(Decrease)/increase in other current and non-current liabilities	(40.55)	6.95
Increase in trade payables	137.65	121.15
Cash generated from operations	97.6	91.0
Income taxes paid		
Net cash flow generated from operating activities	97.6	91.0
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment, and intangible assets	(48.7)	(24.6)
Interest received (net)	6.1	2.7
Net cash flow used in investing activities	(42.0)	(21.1)
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>		
Proceeds from borrowings (non-current financial liabilities)	51.76	13.32
Interest and ancillary borrowing costs paid	(8.76)	(41.35)
Net cash flow used in financing activities	(3.5)	(27.7)
Net decrease/(increase) in cash and cash equivalents	65.1	67.1
Cash and cash equivalents at the beginning of the period	74.7	6.5
Cash and cash equivalents at the end of the period	142.2	73.6

Notes:

(₹ in Lacs)

a. Cash and cash equivalents include:

- Cash on hand
- Balances with banks on current accounts

	As at March 31, 2022	As at March 31, 2021
Cash on hand	-	0.23
Balances with banks on current accounts	142.2	73.35
	142.2	73.5

b. Ascertainment to Ind AS 7

The non-cash changes in liabilities arising from financing activities pertain to impact of fair value changes and foreign exchange fluctuations which are considered to be significant.

c. The above cash flow statement has been prepared under the 'Indirect Method' as set out in Indian Accounting Standard 7 (Ind AS 7) on 'Statement of Cash Flows'.

d. Figures in brackets indicate cash outflow.

e. Purchase of property, plant and equipment and intangible assets includes movements of capital work-in-progress, intangible assets under development, capital advances and payables for property, plant and equipment during the period.

For Viral Kumar  
Chartered Accountant  
Firm Registration Number - 524642

CA Viral Kumar  
Proprietor  
Mno. - 524642  
Date: - 20/05/2022  
Place  
UDIN -



For and on behalf of the Board of Directors of  
SITT Broadband Services Private Limited

Archit Kulkarni  
Director  
DIN- 09532727

Amul Kumar Gupta  
Director  
DIN- 00669127



**Standalone statement of changes in equity for the year ended March 31, 2021**  
**Equity share capital**

	in million	
	Amount	
Balance as at April 01, 2020		0.10
10000 (previous year) 10000 equity shares of INR 10 each		
Balance as at March 31, 2021		0.10
10000 (previous year) 10000 equity shares of INR 10 each		
Balance as at March 31, 2022		0.10

**B Other equity**

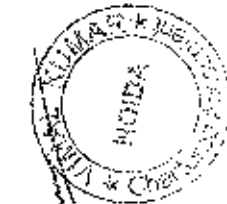
	Reserves and surplus					Other Components of Equity			Total other equity
	Securities premium reserve	Retained earnings	General reserve	Optionally fully convertible debentures	Money received against warrants	Other comprehensive Income	Foreign currency monetary items translation difference account (FCMITDA)	Employee shares based reserve	
Balance as at April 01, 2021	-	(437.56)	-	-	-	-	-	-	(437.56)
Loss for the year	-	(135.01)	-	-	-	-	-	-	(135.01)
Reversal of defined benefit liability	-	-	-	-	-	-	-	-	-
Total comprehensive income for the year	-	(135.01)	-	-	-	-	-	-	(135.01)
Balance as at March 31, 2022	-	(592.57)	-	-	-	-	-	-	(592.57)

\* \* Transaction with owner in capacity as owners- NIL

The accompanying notes are an integral part of these standalone financial statements.

This is the statement of changes in equity referred to in our report of even date

For Vimal Kumar  
 Chartered Accountants  
 Firm Registration Number - 524642



Vimal Kumar  
 CA Vimal Kumar  
 Proprietor  
 Mno. - 524642  
 Dated - 20/05/2022  
 Place  
 UDIN -

For and on behalf of the Board of Directors of  
 Sidi Broadband Services Private Limited

Amit Kulkarni  
 Director  
 DIN - 08969127


Ardhi Kalshrestha  
 Director  
 DIN - 09532727

Consolidated - SITI BROADBAND SERVICE PVT LTD.

Notes Forming Integral Part of the Balance Sheet as at the end of 31st March 2022

4 Property, plant and equipment & Intangible Assets

Sr. No	Particulars	Rate	Gross Block			Depreciation			Net Block			
			Value at the beginning	Addition during the year	Deduction during the year	Value at the end	Value at the beginning	Dep for the year 2021-22	Deduction during the year	Value at the end	WDV as on 31.03.2022	WDV as on 31.03.2021
1	Tangible Assets											
A	Office Equipments											
	Plant & Machinery		27,17,14,775	4,75,88,451	-	31,93,03,227	12,83,68,666	3,42,32,479	16,26,01,145	15,67,02,081	14,33,46,309	
	Software		80,40,000	-	-	80,40,000	54,32,242	13,39,946	67,72,188	12,67,812	26,07,758	
	Furniture & Fixture		1,97,861	-	-	1,97,861	1,08,384	10,085	1,18,469	79,392	89,477	
	Vehicle		34,000	-	-	34,000	26,022	1,586	27,608	6,392	7,978	
	Imported Net Top Box											
	Computer		1,97,580	4,71,008	-	6,68,588	1,94,263	80,962	2,75,225	3,93,363	3,317	
	Sub Total	(A)	28,01,84,216	4,80,59,459	-	32,82,43,675	13,41,29,577	3,56,65,058	16,97,94,635	15,84,49,640	14,60,54,639	
B	Sub Total	(B)										
	Total	A+B	28,01,84,216	4,80,59,459	-	32,82,43,675	13,41,29,577	3,56,65,059	16,97,94,635	15,84,49,640	14,60,54,640	

*(Signature)*  


Consolidated - SITI Broadband Services Pvt. Ltd

Summary of significant accounting policies and other explanatory information for the year ended March 31, 2022

4(a) Property, plant and equipment

	in million	
	Plant and equipment	Total
<b>Gross carrying amount</b>		
Balance as at March 31, 2020	245.76	245.76
Additions	-	-
<b>Balance as at March 31, 2021</b>	<b>245.76</b>	<b>245.76</b>
<b>Gross carrying amount</b>		
Balance as at March 31, 2021	245.76	245.76
Additions	27.86	27.86
<b>Balance as at March 31, 2022</b>	<b>273.63</b>	<b>273.63</b>
<b>Accumulated depreciation</b>		
Balance as at March 31, 2020	96.96	96.96
Charge for the year	30.72	30.72
<b>Balance as at March 31, 2021</b>	<b>127.68</b>	<b>127.68</b>
<b>Accumulated depreciation</b>		
Balance as at March 31, 2021	127.68	127.68
Charge for the year	31.16	31.16
<b>Balance as at March 31, 2022</b>	<b>158.83</b>	<b>158.83</b>
<b>Net carrying amount as at March 31, 2021</b>	<b>118.09</b>	<b>118.09</b>
<b>Net carrying amount as at March 31, 2022</b>	<b>114.79</b>	<b>114.79</b>

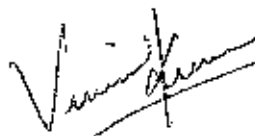


Consolidated - SITI Broadband Services Pvt. Ltd

Summary of significant accounting policies and other explanatory information for the year ended March 31, 2022

4(b) Other intangible assets

	in million	
	Software	Total
<b>Gross carrying amount</b>		
Balance as at March 31, 2020	8.04	8.04
<b>Balance as at March 31, 2021</b>	<b>8.04</b>	<b>8.04</b>
<b>Gross carrying amount</b>		
Balance as at March 31, 2021	8.04	8.04
<b>Balance as at March 31, 2022</b>	<b>8.04</b>	<b>8.04</b>
<b>Accumulated amortisation</b>		
Balance as at March 31, 2020	4.09	4.09
Charge for the year	<b>1.34</b>	<b>1.34</b>
<b>Balance as at March 31, 2021</b>	<b>5.43</b>	<b>5.43</b>
<b>Accumulated amortisation</b>		
Balance as at March 31, 2021	5.43	5.43
Charge for the year	<b>1.34</b>	<b>1.34</b>
<b>Balance as at March 31, 2021</b>	<b>6.77</b>	<b>6.77</b>
<b>Net carrying amount as at March 31, 2021</b>	<b>2.61</b>	<b>2.61</b>
<b>Net carrying amount as at March 31, 2022</b>	<b>1.27</b>	<b>1.27</b>

		in million	
		As at	As at
		31-Mar-22	31-Mar-21
5	<b>Others (non-current, financial assets)</b>		
	<b>Unsecured, considered good unless otherwise stated</b>		
	Margin money deposit (pledged) and deposit with statutory authorities with maturity of more than twelve months	21.11	21.11
	Security deposits (considered good)	0.18	0.14
		<b>21.29</b>	<b>21.25</b>
6	<b>Trade receivables</b>	As at	As at
		31-Mar-22	31-Mar-21
	Unsecured, considered good	4.08	4.39
		<b>4.08</b>	<b>4.39</b>
	<b>Classified as:</b>		
	Non-current trade receivables		
	Current trade receivables	4.08	4.39
		<b>4.08</b>	<b>4.39</b>
7	<b>Cash and cash equivalents</b>	As at	As at
		31-Mar-22	31-Mar-21
	Cash on hand	0.01	0.23
	Balances with banks		
	on current accounts	4.40	47.55
	Cheques and drafts on hand		
		4.42	47.78
	<b>Other balances with banks</b>		
	Deposits with maturity of upto one Year	137.80	26.30
		<b>142.22</b>	<b>74.08</b>
8	<b>Others (current, financial assets)</b>	As at	As at
		31-Mar-22	31-Mar-21
	<b>Unsecured, considered good</b>		
	Amounts recoverable	63.17	59.70
	Interest accrued and not due on fixed deposits	10.06	5.56
	Security deposits	0.05	
		<b>73.28</b>	<b>65.27</b>
9	<b>Other current assets</b>	As at	As at
		31-Mar-22	31-Mar-21
	<b>Unsecured, considered good unless otherwise stated</b>		
	Balances with Government authorities	25.07	26.70
	Taxes paid	-	0.03
	Prepaid expenses	3.42	1.43
	Other	-	-
		<b>28.49</b>	<b>28.16</b>



Continued - STI1 Broadband Services Pw, Ltd.  
 Summary of significant accounting policies and other explanatory information for the year ended March 31, 2022

	As at 31-Mar-22	In million As at 31-Mar-21
39 (6) Equity share capital		
Authorized share capital		
100,000 equity shares of Pw, Ltd. each	0.00	0.00
Total authorized capital	0.00	0.00
Issued share capital		
100,000 equity shares of Pw, Ltd. each	0.00	0.00
Total issued capital	0.00	0.00
Subscribed and fully paid up capital		
100,000 equity shares of Pw, Ltd. each	0.00	0.00
Total paid up capital	0.00	0.00

(8) Reconciliation of the three outstanding at the beginning and at the end of the reporting period

	31-Mar-22	31-Mar-21
Equity shares		
At the beginning of the period	10,000	10,000
At the end of the period	10,000	10,000

(9) Details of transactions totaling more than 5% share

	As at 31-Mar-22	As at 31-Mar-21
Equity shares		
Number of shares	10,000	10,000
% of holding	100.00%	100.00%

39 (7) Other reserve

	As at 31-Mar-22	As at 31-Mar-21
Share premium	992.47	992.47

Reserves

	31-Mar-22	31-Mar-21
Retained earnings	107,560	107,560
Other reserves	992.47	992.47
Total reserves	108,552.47	108,552.47



Summary of significant accounting policies and other explanatory information for the year ended March 31, 2022

	in million	
	As at	As at
	31-Mar-22	31-Mar-21
<b>11 Borrowings (non-current, financial liabilities)</b>		
Long term maturities of finance lease obligations	44.00	50.00
Loans from Directors	3.10	3.10
Loan from Associate Companies	57.49	30.22
	<b>104.59</b>	<b>83.32</b>
<b>12 Other (non-current, financial liabilities)</b>		
Security deposits received from customers	41.32	5.37
Payables Others	250.00	250.00
	<b>291.32</b>	<b>255.37</b>
<b>13 Other (non-current, non-financial liabilities)</b>		
Deffered Tax Liability	5.63	5.01
	<b>5.63</b>	<b>5.01</b>
<b>14 Trade payables</b>		
- Total outstanding dues of creditors	625.79	454.43
	<b>625.79</b>	<b>454.43</b>
<b>15 Other financial liabilities (Current)</b>		
Advance Received	0.24	0.24
	<b>0.24</b>	<b>0.24</b>
<b>16 Other (current, non-financial liabilities)</b>		
Deffered revenue		
Statutory dues payable	2.67	0.43
Others	1.72	
	<b>4.39</b>	<b>0.43</b>



Summary of significant accounting policies and other explanatory information for the year ended March 31, 2022

	in million	
	31-Mar-22	31-Mar-21
<b>17 Revenue from operations</b>		
Sale of services		
Subscriptions income	521.85	167.79
	<u>521.85</u>	<u>167.79</u>
<b>18 Other income</b>		
Interest income on		
Bank deposits	0.10	1.55
Other non-operating income	0.02	0.01
	<u>0.12</u>	<u>1.56</u>
<b>19 Employee benefits expense</b>		
Salaries, allowances and bonus	2.42	0.17
	<u>2.42</u>	<u>0.17</u>
<b>20 Finance costs</b>		
Interest expense	56.22	45.98
Bank charges	0.23	0.51
Interest on Loans	2.76	-
	<u>59.21</u>	<u>46.49</u>
<b>21 Depreciation and amortisation of non-financial assets</b>		
Depreciation of property, plant and equipment	34.75	26.45
Amortisation of intangible assets	1.32	1.31
	<u>36.07</u>	<u>27.76</u>
<b>22 Other expenses</b>		
Rent	9.73	17.51
Power and taxes	9.23	2.92
Administrative expenses	6.53	5.15
Printing and stationery	-	-
Legal, professional and consultancy charges	1.84	0.24
Printing and stationery	1.38	0.39
Service charges	73.0	1.26
Traveling and conveyance expenses	0.04	-
Medical reimbursement	0.01	0.12
Advertisement and publicity expenses	3.79	9.69
Commission charges and incentives	2.50	-
Office expenses and loss	22.53	14.85
Printing and sales promotion	0.57	1.12
Miscellaneous expenses	1.11	0.43
	<u>142.07</u>	<u>174.00</u>
<b>23 Other non-current assets</b>		
Prepaid expenses	0.01	0.11
In other services (unfulfilled)	-	-
for reimbursement of expenses	0.01	0.42
	<u>0.02</u>	<u>0.53</u>
<b>24 Earnings (Loss) per share</b>		
Loss attributable to equity shareholders	(145.71)	(115.72)
Weighted average number of equity shares outstanding during the year (in lakhs)	36,743.60	19,008
Weighted average number of equity shares outstanding during the year for calculating basic and diluted earnings per share (in lakhs)	36,000	19,000
Loss per share (₹)	(3.99)	(6.09)
Basic	(3.99)	(6.09)
Diluted	(3.99)	(6.09)

Signature: \_\_\_\_\_  
 Director of Companies, Government of Karnataka  
 NOIDA



# Consolidated - Siti Broadband Services Private Limited

## NOTES: SIGNIFICANT ACCOUNTING POLICIES FOR THE YEAR ENDING 31<sup>st</sup> MARCH, 2022

### 1 CORPORATE INFORMATION:

SITI BROADBAND SERVICES PVT LTD (hereinafter referred to as the 'Company') is registered in New Delhi, and is a wholly owned subsidiary of SITI Networks Limited (hereinafter referred to as the 'Parent Company'). The Company is in the business of providing Internet services to the end consumers.

### 2 BASIS OF PREPARATION:

The financial statements have been prepared in accordance with the Indian Accounting Standards (Ind AS) as prescribed by Ministry of Corporate Affairs pursuant to Section 133 of the Companies Act, 2013 ('Act') read with relevant rules of the Companies (Accounts) Rules, 2014 read with companies (Indian Accounting Standard) Rules, 2015 and the provisions of the Act (to the extent notified).

All assets and liabilities have been classified as current and non-current as per the Company's normal operating cycle and other criteria set out in the Schedule III of the Act. Based on the nature of business and the time between the acquisition of assets and their realization in cash and cash equivalents, the Company has ascertained its operating cycle as 12 months for the purpose of current and non-current classification of assets and liabilities

### 3.1 USE OF ESTIMATES:

The preparation of the financial statements in conformity with Ind AS requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities on the date of the financial statements and reported amounts of revenues and expenses for the year. Actual results could differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Any revision to accounting estimates is recognized prospectively in the current and future periods.

Borrowing costs directly attributable to acquisition or construction of those fixed assets which necessarily take a substantial period of time to get ready for their intended use are capitalized.

### 3.2 RECOGNITION OF REVENUE:

Revenue is recognized when it is probable that the economic benefits will flow to the Company and it can be reliably measured. Revenue is measured at the fair value of the consideration received/receivable net of rebates and taxes. The Company applies the revenue recognition criteria to each separately identifiable component of the sales transaction. Subscription income is recognized on completion of services and when no significant uncertainty exists regarding the amount of consideration that will be derived.

### 3.3 RECOGNITION OF INCOME AND EXPENSE:

Items of income and expenditure are recognized on accrual basis.

### 3.4 Cash & Cash Equivalents

Cash & Cash equivalents comprise of cash at bank and in hand, cheques in hand and short term investments with an original maturity of three months or less.



The block contains a handwritten signature in black ink and a circular stamp. The stamp is purple and contains the text 'SITI BROADBAND SERVICES PVT LTD' around the perimeter and 'MOHA' in the center.

# Consolidated - Siti Broadband Services Private Limited

## 3.5 TRADE RECEIVABLES:

Trade Receivable are recognized initially at fair value and subsequently measured at amortized cost using the effective interest method, less promise for impairment. These are subsequently adjusted with the credit risk involved.

## 3.6 PLANT, PROPERTY AND EQUIPMENT

Plant, properties and equipments are carried at the cost of acquisition or construction less accumulated depreciation. The cost includes non-refundable taxes, duties, freight and other incidental expenses related to the acquisition and installation of the respective assets.

Depreciation on property, plant and equipment is provided on the straight-line method, computed on the basis of useful lives.

Assets	Life in Years
Buildings	60
Plant & Equipment	8
Computers	3
Office Equipment	5
Furniture & Fixtures	10
Air Conditioners	5
Studio Equipment	13
Vehicles	8
Set Top Boxes	8
Integrated receiver and decoder (IRD) boxes	10

Leasehold improvements are amortized over the lease term or estimated useful life, whichever is less. Leasehold land is amortized over the effective period of lease.

Plant and equipment taken over under scheme of arrangement in the earlier years are depreciated over the management's estimate of remaining useful life, a period of 5 years.

The residual values, useful lives and method of depreciation of are reviewed at each financial year end and adjusted prospectively, if appropriate.

Assets costing less than Rs 5,000 each, are depreciated in full excluding residual value in year of purchase.

Intangible assets are amortised using straight line method over the estimated useful life.

No depreciation has been provided on tangible assets where the remaining carrying amount is equal to the 5% of the original cost.

## 3.7 INVESTMENTS:

Non-current investments are carried at cost less any other-than-temporary diminution in value, determined separately for each individual investment.

Current investments are carried at the lower of cost and fair value. The comparison of cost and fair value is done separately in respect of each category of investment.

However, the company does not have any investments during the current year.



# Consolidated - Siti Broadband Services Private Limited

## **3.8 INVENTORIES:**

Inventories are valued at the lower of cost and net realizable value. Cost of inventories comprises all cost of purchase, cost of conversion and other costs incurred in bringing the inventories to their present location and condition.

However, the company does not have any inventory during the current year.

## **3.9 INCOME TAXES:**

Tax expense comprises of current and deferred tax. Current income tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income Tax Act, 1961 enacted in India.

Deferred income taxes reflect the impact of timing differences between taxable income and accounting income for the year and reversal of timing differences of earlier years.

During the current year, the company has incurred losses and hence there is no tax liability.

## **3.10 EVENTS OCCURRING AFTER BALANCE SHEET DATE:**

Events occurring after balance sheet date which affect the financial position to a material extent are taken into cognizance, if any.

## **3.11 PROVISIONS, CONTINGENT ASSETS AND CONTINGENT LIABILITIES:**

Provisions are recognized only when there is a present obligation, as a result of past events, and when a reliable estimate of the amount of obligation can be made at the reporting date. These estimates are reviewed at each reporting date and adjusted to reflect the current best estimates. Provisions are discounted to their present values, where the time value of money is material.

Contingent liability is disclosed for:

- Possible obligations which will be confirmed only by future events not wholly within the control of the Group or
- Present obligations arising from past events where it is not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount of the obligation cannot be made.

Contingent Liabilities are generally not provided for in the accounts are shown separately under notes to the accounts if any.

Contingent assets are neither recognized nor disclosed. However, when realization of income is virtually certain, related asset is recognized.

## **3.12 FOREIGN CURRENCY TRANSACTIONS:**

**Appendix B to Ind AS 21, Foreign currency transactions and advance consideration:** On March 28, 2018, Ministry of Corporate Affairs ("MCA") has notified the Companies (Indian Accounting Standards) Amendment Rules, 2018 containing Appendix B to Ind AS 21, Foreign currency transactions and advance consideration which clarifies the date of the transaction for the purpose of determining the exchange rate to use on initial recognition of the related asset, expense or income, when an entity has received or paid advance consideration in a foreign currency. The amendment will come into force from April 1, 2018.


# Consolidated - Siti Broadband Services Private Limited

## **3.13 REVENUE FROM CONTRACTS:**

**Ind AS 115- Revenue from Contract with Customers:** On March 28, 2018, Ministry of Corporate Affairs ("MCA") has notified the Ind AS 115, Revenue from Contract with Customers. The core principle of the new standard is that an entity should recognize revenue to depict the transfer of promised goods or services to customers in an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services. Further, the new standard requires enhanced disclosures about the nature, amount, timing and uncertainty of revenue and cash flows arising from the entity's contracts with customers.

The standard permits two possible methods of transition:

- Retrospective approach - Under this approach the standard will be applied retrospectively to each prior reporting period presented in accordance with Ind AS 8- Accounting Policies, Changes in Accounting Estimates and Errors;
- Retrospectively with cumulative effect of initially applying the standard recognized at the date of initial application (Cumulative catch - up approach) The effective date for adoption of Ind AS 115 is financial periods beginning on or after April 1, 2018.

## **3.14 Financial liabilities**

### **Initial recognition and measurement**

All financial liabilities are recognised initially at fair value and transaction cost that is attributable to the acquisition of the financial liabilities is also adjusted. These liabilities are classified as amortised cost.



The image shows a handwritten signature in black ink over a circular official stamp. The stamp is from the Ministry of Corporate Affairs, India, and contains the text 'MINISTRY OF CORPORATE AFFAIRS' and 'INDIA'.

# Consolidated - Siti Broadband Services Private Limited

## NOTE: EXPLANATORY/ CLARIFICATORY NOTES :

- A. No dividend has been proposed by the Directors of the Company due to nominal profits of the company.
- B. Balances of sundry creditors and debtors are subject to confirmation from the respective parties.
- C. In the opinion of the Board, current assets, loans & advances have a value in the ordinary course of business at least equal to that stated in Balance Sheet.
- D. Auditors Remuneration:2021-22:

<u>SL. NO.</u>	<u>PARTICULARS</u>	<u>F/Y 2021-22</u>	<u>F.Y 2020-21</u>
1.	AUDIT FEES	Rs. 1,0,000/-	Rs. 4,15,000/-

## E. RELATED PARTY DISCLOSURES:-

<u>S. No.</u>	<u>Names of the entities</u>	<u>Nature</u>
1	Siti Networks Limited	Holding Company
2	Indian Cable Net Company Limited	Fellow Subsidiary
3	Siti Maurya Cable Net Private Limited	Fellow Subsidiary
4	Indinet Service Private Limited	Fellow Subsidiary
5	Master Channel Community Network Private Limited	Fellow Subsidiary
6	Siti Vision Digital Media Private Limited	Fellow Subsidiary
7	Siti Guntur Digital Network Private Limited	Fellow Subsidiary
8	Siti Siri Digital Network Private Limited	Fellow Subsidiary
9	SITI Godaari Digital Services Private Limited	Fellow Subsidiary
10	Siti Sagar Digital Cable Network Private Limited	Fellow Subsidiary
11	Siti Global Private Limited	Fellow Subsidiary
12	Siti Prime Uttaranchal Communication Private Limited	Fellow Subsidiary
13	Siti Saistar Digital Media Private Limited	Fellow Subsidiary
14	Variety Entertainment Private Limited	Fellow Subsidiary
15	Central Bombay Cable Network Limited	Fellow Subsidiary
16	Siti Cable Broadband South Limited	Fellow Subsidiary
17	Wire and Wireless Tisai Satellite Limited	Joint Venture of Siti Networks Limited
18	Siti Jind Digital Media Communications Private Limited	Fellow Subsidiary
19	Siti Jai Maa Durgee Communications Private Limited	Fellow Subsidiary
20	Siti Karnal Digital Media Network Private Limited	Fellow Subsidiary
21	Siti Krishna Digital Media Private Limited	Fellow Subsidiary
22	Siti Jony Digital Cable Network Private Limited	Fellow Subsidiary
23	Siti Faction Digital Private Limited	Fellow Subsidiary

*Vinod Kumar*  


# Consolidated - Siti Broadband Services Private Limited

24	Voice Snap Services Private Limited	Associate Company of Siti Networks Limited
25	C&S Medianet Private Limited	Associate Company of Siti Networks Limited
26	Siti Networks India LLP	Fellow Subsidiary
27	Paramount Digital Media Services Private Limited	Joint Venture (Joint Venture of Variety Entertainment Private Limited)(w.e.f. 30/01/2020)

#### Other Related Parties:

Mr. Amit Kumar Gupta - Director  
Mr. Archit Kulshrestha - Director


F. Transactions entered into by the Company with its holding company during the relevant Financial Year are as under:

#### Sale/ purchase of goods and services

	Year ended	Amount Received (Rs.)	Amount Paid (Rs.)	Amount owed by related parties(Rs.)	Amount owed to related parties (Rs.)
<b>Holding Company</b>					
Siti Networks Limited	March 31, 2022	202477075	4,52,23,544		15,71,24,170
	March 31, 2021	55,48,242	8,67,16,144	6,43,62,858	
<b>Fellow Subsidiary</b>					
Central Bombay	March 31, 2021	-	-	-	5,68,31,336
	March 31, 2020	-	-	-	5,68,31,336
Siti Siri Digital Network Private Limited	March 31, 2022	58014311	681449	5,73,32,863	
	March 31, 2021	-	-	30213256	

G. The basic earnings per share ("EPS") is computed by dividing the net profit after tax for the year by the weighted average number of equity shares outstanding during the year.

( in Rs.)		
Particulars	31-March-2022	31-March-2021
Profit/(Loss) after Tax	(13,50,11,245)	(11,57,08,701)
Number of Equity Shares	10,000	10,000

*[Handwritten Signature]*  


# Consolidated - Siti Broadband Services Private Limited

Nominal Value of Equity Shares	10	10
Basics Earnings per Share	(13,501.12)	(11,570.87)

H. Other disclosure are made as under:

i. Value of Import on CIF Basis	-	NIL
ii. Expenses in Foreign Currency	-	NIL
iii. Amount remitted in Foreign Currency	-	NIL
iv. Earnings in Foreign Currency	-	NIL

## I. TAX EXPENSE

Tax Expense			
The major components of income tax for the year are as under:			Rs in million
		March 31, 2022	April 01, 2021
<b>Income tax related to items recognised directly in the statement of profit and loss</b>			
Current tax - current year		-	-
Deferred tax charge / (benefit)		-	-
<b>Total</b>		-	-
Effective tax rate			
<b>A reconciliation of the income tax expense applicable to the profit before income tax at statutory rate to the income tax expense at the Company's effective income tax rate for the year ended 31 March, 2022 and 31 March, 2021 is as follows:</b>			
Profit/(Loss) before tax			(135.01)
Effective tax rate			26%
Tax at statutory income tax rate (due to unabsorbed losses)			0
Tax effect on non-deductible expenses			
Additional allowances for tax purposes			
Effect of tax on group companies incurring losses			
Effect of tax rate difference of subsidiaries			
Other permanent difference		-	
<b>Tax expense recognised in the statement of profit and loss</b>		-	


## J. FAIR VALUE MEASUREMENT

Fair value measurements				
<b>A. Financial instruments by category</b>				Rs in million

*Vinod K. Sharma*  


# Consolidated - Siti Broadband Services Private Limited

	NOTES	March 31, 2022	
		FVTPL	Amortised Cost
<b>Financial assets</b>			
Bank deposits		-	
Amount recoverable		-	63.17





# Consolidated - Siti Broadband Services Private Limited

Interest accrued and not due on fixed deposits			-	10.06
Security deposits			-	0.05
Unbilled revenues			-	
Trade receivables			-	4.08
Investments (Current, financial assets)			-	
Cash and cash equivalents			-	142.22
<b>Total financial assets</b>			-	<b>219.57</b>
<b>Financial liabilities</b>				
Borrowings (Non-current, financial liabilities)			-	104.59
Borrowings (Current, financial liabilities)			-	
Payables for purchase of property, plant and equipment			-	
Security deposits received from customer			-	
Trade payables			-	625.79
Other financial liabilities (current)			-	0.24
<b>Total financial liabilities</b>			-	<b>626.03</b>
				Rs in million
				March 31, 2021
			FVTPL	Amortised Cost
<b>Financial assets</b>				
Bank deposits			-	
Amount recoverable			-	59.70
Interest accrued and not due on fixed deposits			-	5.56
Security deposits			-	
Unbilled revenues			-	
Trade receivables			-	4.39
Investment (Current, financial assets)			-	
Cash and cash equivalents			-	74.08
Other bank balances			-	28.16
<b>Total financial assets</b>			-	<b>171.89</b>
<b>Financial liabilities</b>				
Borrowings (non-current, financial liabilities)			-	83.32
Borrowings (Current, financial liabilities)			-	
Payables for purchase of property, plant and equipment			-	
Security deposits			-	
Trade payables			-	454.43
Other financial liabilities (current)			-	0.43
<b>Total financial liabilities</b>			-	<b>454.86</b>
<b>B. Fair value of financial assets and liabilities measured at amortised cost</b>				Rs in million

# Consolidated - Siti Broadband Services Private Limited

	March 31, 2022		March 31, 2021	
	Carrying amount	Fair value	Carrying amount	Fair value
<b>Financial assets</b>				
Bank deposits	-	-	-	-
Amount recoverable	63.17	63.17	59.70	59.70
Interest accrued and not due on fixed deposits	10.06	10.06	5.56	5.56
Security deposits	0.05	0.05	-	-
Investment				
Unbilled revenue			-	-
Trade receivables	4.08	4.08	4.39	4.39
Cash and cash equivalents	142.22	142.22	74.08	74.08
Other bank balances				
<b>Total financial assets</b>	<b>215.49</b>	<b>215.49</b>	<b>143.73</b>	<b>143.73</b>
<b>Financial liabilities</b>				
Borrowings (non-current, financial liabilities)	104.59	104.59	83.32	83.32
Borrowings (current, financial liabilities)			-	-
Payables for purchase of property, plant and equipment			-	-
Security deposits			-	-
Trade payables	625.79	625.79	454.43	454.43
Other financial liabilities (current)	0.24	0.24	0.24	0.24
<b>Total financial liabilities</b>	<b>730.62</b>	<b>730.62</b>	<b>454.67</b>	<b>454.67</b>

## K. CREDIT RISK

	Credit rating	Particulars	March 31, 2022	March 31, 2021
	A: Low credit risk	Investment, Cash and cash equivalents And other financial Assets except security deposits and amount recoverable	142.22	74.08
	B: High credit risk	Trade receivables, security deposits and amount recoverable	77.35	52.42
<b>As at March 31, 2022</b>				<b>Rs in Million</b>
<b>Particular</b>		<b>Estimated gross carrying amount at default</b>	<b>Expected Credit Losses</b>	<b>Carrying amount net Of Impairment Provision</b>
Trade receivables		-	-	-
Security deposits		-	-	-
Advances recoverable		63.17	-	63.17

# Siti Broadband Services Private Limited

CIN:-U64100DL2014PTC267911

As at March 31, 2021				Rs in million
Particular		Estimated Gross carrying amount at Default	Expected Credit Losses	Carrying amount net Of impairment provision
Trade receivables		-	-	-
Security deposits		-	-	-
Advances recoverable		59.70	-	59.70
Loss allowance on March 31, 2020				-
Changes in loss allowance				-
Loss allowance on March 31, 2021				-

## L. ASSETS PLEDGED AS SECURITY

The carrying amounts of assets pledged as security as attached below.

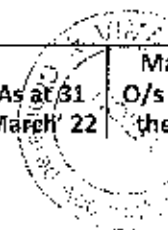
### Assets pledged as security

The carrying amount of assets pledged as security are:

	in million	
	March 31, 2022	March 31, 2021
<b>Current assets</b>		
a) Inventories		
b) Financial assets		
i) Trade receivables	4.08	4.39
ii) Cash and cash equivalents	142.22	74.08
iii) Investments		
iv) Other financial assets	73.28	65.27
c) Other current assets	28.49	28.16
	<b>248.06</b>	<b>171.90</b>
<b>Non-current assets</b>		
a) Property, plant and equipment	157.18	143.45
b) Other intangible assets	1.27	2.61
c) Financial assets		
i) Others	21.29	21.25
f) Other non-current assets		
	<b>179.74</b>	<b>167.30</b>
	<b>427.80</b>	<b>339.20</b>

## M. INFORMATION UNDER SECTION 186 (4) OF THE COMPANIES ACT 2013 AND REGULATION 34 OF SEBI (LISTING REGULATION & DISCLOSURE REQUIREMENT), 2015

Name of the Loanee	Base rate + spread	Secured/ Unsecured	Repayments Details	Max Bal. O/s during the year	As at 31 March' 22	Max Bal. O/s during the year	As at 31 March'21



# Siti Broadband Services Private Limited

CIN:-U64100DL2014PTC267911

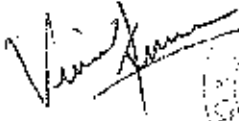
	rate					2021	
Aditya Birla Finance Limited	11% p.a.	Secured	Repayment in 19 qtrly installments after moratorium of 5 qtrs .	4,40,00,000	4,40,00,000	5,00,00,000	5,00,00,000
<b>Total</b>	-	-		<b>4,40,00,000</b>	<b>4,40,00,000</b>	<b>5,00,00,000</b>	<b>5,00,00,000</b>

Term loans from bank are secured by pari passu mortgage and charge in favour of lender in a form satisfactory to the lender of all of the Company's movable fixed assets, both present and future, and as well as current assets.

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4 Promoters Shareholding in Share Capital Note

Sno.	Promoter's Name	No. of Shares	% of Total Shares	% Change during the year
1	Siti Networks Limited	10000	100	-



Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022  
 (All amounts in ₹ million, unless stated otherwise)

6 Financial Ratios

Sr. No.	Particulars	31 March 2022	31 March 2021	Change
i)	Current Ratio (A/B)	0.68	0.75	-9%
	Current assets (A)	423.66	340.09	
	Current liabilities (B)	630.12	453.13	
ii)	Return on equity ratio (A/B)	0.23	0.25	-10%
	Net profit for the year (A)	-135.01	-119.71	
	Total equity (B)	-592.47	-457.56	
iii)	Net capital turnover ratio (A/B)	(0.62)	(0.50)	23%
	Revenue from operations (A)	361.92	187.73	
	Capital employed or net assets (B)	-487.98	-374.24	
iv)	Return on capital employed (A/B)	0.17	0.19	-8%
	Earning before interest but after taxes (A)	-84.65	-70.89	
	Capital employed or net assets (B)	-487.98	-374.24	
v)	Return on investment	0.30	0.31	-6%
	Net profit after tax (A)	-114.56	-117.39	
	Capital employed or net assets (B)	-487.98	-374.24	

Notes:

- Ratios relating to balance sheet items have been presented as at 31 March 2022 and 31 March 2021. Whereas, ratios relating to items of statement of profit and loss account has been presented for financial year ended 31 March 2022 and 31 March 2021.
- Net profit after tax excludes other comprehensive income.
- Net assets is the total of equity share capital and other equity.
- Total debt comprise of borrowings from external lenders.
- Credit purchases comprise of purchases during the year and other expenses.
- Reason for change by more than 25%  
 Higher total equity as a result of profit after tax during the current year and lower debt movement as compared to previous year  
 Due to higher earning before interest and depreciation and lower debt movement as compared to previous year  
 Increase due to current year profit after tax  
 Due to higher cost of goods sold due to increase revenue in current year  
 Due to increase revenue from operations  
 Due to increase in purchases and other expenses  
 Due to increase revenue from operations.  
 Due to increased net profit after tax as a result of increased revenue from operations.  
 Due to higher earning before interest but before taxes.  
 Due to increased net profit after tax as a result of increased revenue from operations.



Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022  
(All amounts in ₹ million, unless stated otherwise)

7 Trade payable ageing schedule

As at 31 March 2022

Particulars	Unbilled	Not due	Outstanding for following periods from due date of payment				Total
			Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i) MSME	-	-	-	-	-	-	-
(ii) Others	403.98	43.50	139.55	38.26	-	0.50	525.79
(iii) Dispute dues - MSME	-	-	-	-	-	-	-
(iv) Dispute dues - Others	-	-	-	-	-	-	-
<b>Total</b>	<b>403.98</b>	<b>43.50</b>	<b>139.55</b>	<b>38.26</b>	<b>-</b>	<b>0.50</b>	<b>625.79</b>

As at 31 March 2021

Particulars	Unbilled	Not due	Outstanding for following periods from due date of payment				Total
			Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i) MSME	-	-	-	-	-	-	-
(ii) Others	349.54	-	104.40	-	0.50	-	454.43
(iii) Dispute dues - MSME	-	-	-	-	-	-	-
(iv) Dispute dues - Others	-	-	-	-	-	-	-
<b>Total</b>	<b>349.54</b>	<b>-</b>	<b>104.40</b>	<b>-</b>	<b>0.50</b>	<b>-</b>	<b>454.43</b>

8 Trade receivable ageing schedule

As at 31 March 2022

Particulars	Unbilled	Not due	Outstanding for following periods from due date of payment					Total
			Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	
<b>Undisputed</b>								
(i) Considered good	-	-	-	0.14	0.75	1.48	1.71	4.08
(ii) Significant increase in credit risk	-	-	-	-	-	-	-	-
(iii) Credit impaired	-	-	-	-	-	-	-	-
<b>Disputed</b>								
(iv) Considered good	-	-	-	-	-	-	-	-
(v) Significant increase in credit risk	-	-	-	-	-	-	-	-
(vi) Credit impaired	-	-	-	-	-	-	-	-
<b>Unbilled</b>	-	-	-	-	-	-	-	-
<b>Total</b>	-	-	-	<b>0.14</b>	<b>0.75</b>	<b>1.48</b>	<b>1.71</b>	<b>4.08</b>

As at 31 March 2021

Particulars	Unbilled	Not due	Outstanding for following periods from due date of payment					Total
			Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	
<b>Undisputed</b>								
(i) Considered good	-	-	0.22	0.53	1.47	2.17	-	4.39
(ii) Significant increase in credit risk	-	-	-	-	-	-	-	-
(iii) Credit impaired	-	-	-	-	-	-	-	-
<b>Disputed</b>								
(iv) Considered good	-	-	-	-	-	-	-	-
(v) Significant increase in credit risk	-	-	-	-	-	-	-	-
(vi) Credit impaired	-	-	-	-	-	-	-	-
<b>Unbilled</b>	-	-	-	-	-	-	-	-
<b>Total</b>	-	-	<b>0.22</b>	<b>0.53</b>	<b>1.47</b>	<b>2.17</b>	<b>-</b>	<b>4.39</b>

9 Dividend paid

No dividend was paid during the current year as well as in preceding financial year. Further no dividend is proposed for the current financial year.

10

The Code on Social Security, 2020 which would impact the contributions by the Company towards Provident Fund and Gratuity has received presidential assent on 28 September 2020. The effective date from which the changes are applicable is yet to be notified and the final rules are yet to be framed. The Company will carry out an evaluation of the impact and record the same in the financial statements in the period in which the Code becomes effective and the related rules are published.



**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022**

*(All amounts in ₹ million, unless stated otherwise)*

11. (a) The Company has not advanced or loaned or invested funds (either borrowed funds or share premium or any other sources or kind of funds) to any other persons or entities, including foreign entities (Intermediaries) with the understanding (whether recorded in writing or otherwise) that the Intermediary shall (i) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or (ii) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.  
b) The Company has not received any funds from any persons or entities, including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the company shall (i) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or (ii) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
12. There are no transactions that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 which have not been recorded in the books of account.
13. Note on assets pledged in accordance with changes as per Schedule III
14. The Company does not have any transactions or relationships with any companies struck off under Section 248 of the Companies Act, 2013 or Section 563 of the Companies Act, 1956
15. Previous period figures have been re-grouped / reclassified wherever necessary, in conform to current period's classification in order to comply with the requirements of the amended Schedule III of the Companies Act, 2013 effective from 01 April 2021
16. The financial statements were approved for issue by the board of directors on 20/5/22

For Vimal Kumar  
Chartered Accountants  
Firm Registration Number - 524642

CA Vimal Kumar  
Proprietor  
Mob. - 924642  
Dated - 20/05/2022  
Place  
U.DEN.



For and on behalf of the Board of Directors of  
Sifi Broadband Services Private Limited

Archit Kulkarni  
Director  
DIN- 09532727

Amit Kumar Gupta  
Director  
DIN-08069427



# Consolidated - Siti Broadband Services Private Limited

## NOTE: EXPLANATORY/ CLARIFICATORY NOTES :

- A. No dividend has been proposed by the Directors of the Company due to nominal profits of the company.
- B. Balances of sundry creditors and debtors are subject to confirmation from the respective parties.
- C. In the opinion of the Board, current assets, loans & advances have a value in the ordinary course of business at least equal to that stated in Balance Sheet.
- D. **Auditors Remuneration:2021-22:**

<u>SL. NO.</u>	<u>PARTICULARS</u>	<u>F/Y 2021-22</u>	<u>F.Y 2020-21</u>
1.	AUDIT FEES	Rs. 1,00,000/-	Rs. 4,15,000/-

## E. RELATED PARTY DISCLOSURES:-

<u>S. No.</u>	<u>Names of the entities</u>	<u>Nature</u>
1	Siti Networks Limited	Holding Company
2	Indian Cable Net Company Limited	Fellow Subsidiary
3	Siti Maurya Cable Net Private Limited	Fellow Subsidiary
4	Indinet Service Private Limited	Fellow Subsidiary
5	Master Channel Community Network Private Limited	Fellow Subsidiary
6	Siti Vision Digital Media Private Limited	Fellow Subsidiary
7	Siti Guntur Digital Network Private Limited	Fellow Subsidiary
8	Siti Siri Digital Network Private Limited	Fellow Subsidiary
9	SITI Godaari Digital Services Private Limited	Fellow Subsidiary
10	Siti Sagar Digital Cable Network Private Limited	Fellow Subsidiary
11	Siti Global Private Limited	Fellow Subsidiary
12	Siti Prime Uttaranchal Communication Private Limited	Fellow Subsidiary
13	Siti Saistar Digital Media Private Limited	Fellow Subsidiary
14	Variety Entertainment Private Limited	Fellow Subsidiary
15	Central Bombay Cable Network Limited	Fellow Subsidiary
16	Siti Cable Broadband South Limited	Fellow Subsidiary
17	Wire and Wireless Tisai Satellite Limited	Joint Venture of Siti Networks Limited
18	Siti Jind Digital Media Communications Private Limited	Fellow Subsidiary
19	Siti Jai Maa Durgee Communications Private Limited	Fellow Subsidiary
20	Siti Karnal Digital Media Network Private Limited	Fellow Subsidiary
21	Siti Krishna Digital Media Private Limited	Fellow Subsidiary
22	Siti Jony Digital Cable Network Private Limited	Fellow Subsidiary
23	Siti Faction Digital Private Limited	Fellow Subsidiary

