

November 3, 2017

The General Manager
Corporate Relationship Department
BSE Limited
Phiroze Jeejeeboy Towers
Dalal Street, Fort,
Mumbai- 400 001
BSE Scrip Code: 532795

The Manager
Listing Department
National Stock Exchange of India limited
Plaza, 5th Floor, Plot no. C/1, G Block
Bandra Kurla Complex, Bandra (E)
Mumbai- 400 051
NSE Scrip Symbol: SITINET

Dear Sir,

Subject: Outcome of the Board Meeting – November 3, 2017

Pursuant to Regulation 30 and other applicable Regulations of Securities and Exchange Board of India (Listing obligations and Disclosure Requirements) Regulations, 2015, this is to inform you that the Board of Directors of the Company at their meeting held today i.e. November 3, 2017, has *inter-alia*:-

- (i) considered and approved the appointment of Prof. Sunil Kumar Maheshwari as an Additional Director of the Company in the category of Independent Director.

Brief profile of Prof. Sunil Kumar Maheshwari is as follows:

Prof. Sunil Kumar Maheshwari is a Professor in Human Resource Management Area at the Indian Institute of Management, Ahmedabad. Prof. Sunil Kumar Maheshwari has served on boards of many organizations including UCO Bank and Andhra Bank.

He is an Alumni of IIT Delhi and IIM Ahmedabad, worked with BHEL and Indian Railways (IRPS Cadre) before getting into academics in 1998. He worked as Advisor to Minister of HRD from Jan, 2009 to Jan, 2013.

His research, consulting and teaching interests are in strategic human resource management, international human resource management and business turnaround. His book titled "Turnaround Excellence," published by Penguin Books India, has been among the business best sellers. The book is based on a study of six turnaround cases.

He has widely published in both national and international journals of high repute. He has written more than 30 cases. He has been a consultant to many large national and international organizations. He has received many awards for excellence in his career.

- (ii) took note of resignation received from Mr.Sandeep Khuran resigning as Director of the Company with immediate effect, viz. 3rd November, 2017 09:30 Hours, due to personal reasons;
- (iii) considered and approved the Un-audited Financial Results of the Company for the second quarter of the financial year 2017-18 and half year ended on September 30, 2017, on a Standalone and Consolidated basis.

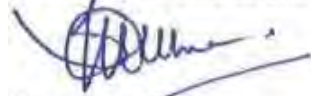
We are enclosing herewith a copy of Un-audited Financial Results along with Earning Release and Limited Review Certificate(s) on both standalone and consolidated Financial Statements issued by the Statutory Auditor of the Company.

Please note that a conference call to discuss the performance of the Company has been scheduled on Monday, November 6, 2017. Details of such call have been mentioned in the last page of Earning Release.

You are requested to kindly take the above on record.

Thanking you,

Yours truly
For SITI Networks Limited
(Formerly known as SITI Cable Network Limited)

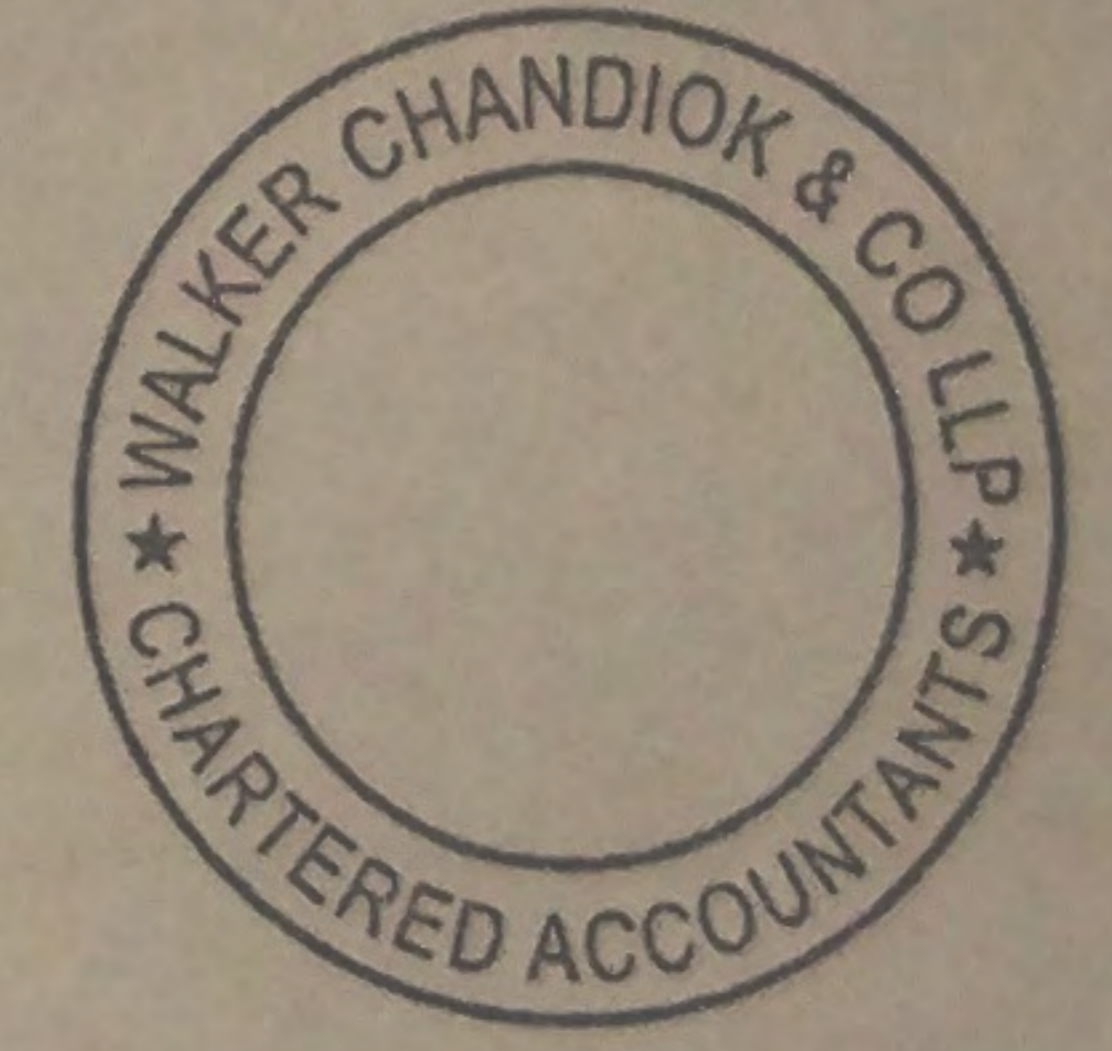


Suresh Kumar
Company Secretary and Compliance Officer
Membership No. A 14390



| Part - I UNAUDITED FINANCIAL RESULTS (CONSOLIDATED) | | | | | | |
|---|--|--------------------------------|--|--|--|------------------------------|
| Statement of Consolidated Unaudited Results for the quarter and six months ended September 30, 2017 | | | | | | |
| Particulars | Quarter ended September 30, 2017 | Quarter ended June 30, 2017 | Quarter ended September 30, 2016 | Six months ended September 30, 2017 | Six months ended September 30, 2016 | Year ended March 31, 2017 |
| | (Unaudited) | (Unaudited) | (Unaudited) | (Unaudited) | (Unaudited) | (Audited) |
| I Revenue from operations | 35,230.8 | 36,495.7 | 28,896.7 | 71,726.5 | 57,093.4 | 119,491.6 |
| II Other income | 395.6 | 615.6 | 237.0 | 1,011.2 | 728.5 | 2,588.5 |
| III Total income (I+II) | 35,626.4 | 37,111.3 | 29,133.7 | 72,737.7 | 57,821.9 | 122,080.1 |
| IV Expenses | | | | | | |
| Cost of materials consumed | 50.0 | 26.2 | 1.8 | 76.2 | 4.9 | 171.7 |
| Purchase of stock-in-trade | (0.1) | 0.7 | 209.7 | 0.6 | 959.8 | 1,450.0 |
| Carriage sharing, pay channel and related costs | 16,760.1 | 15,605.5 | 14,340.8 | 32,365.6 | 29,184.4 | 59,713.3 |
| Employee benefits expense | 2,274.7 | 2,344.6 | 2,069.8 | 4,619.3 | 3,982.0 | 8,329.0 |
| Finance costs | 3,714.9 | 3,310.3 | 2,800.2 | 7,025.2 | 5,767.3 | 12,744.7 |
| Depreciation and amortisation expense | 7,921.1 | 7,260.1 | 5,717.8 | 15,181.2 | 11,190.9 | 24,118.2 |
| Other expenses | 9,428.6 | 8,417.8 | 7,540.9 | 17,846.4 | 13,979.2 | 29,546.7 |
| Total expenses (IV) | 40,149.3 | 36,965.2 | 32,681.0 | 77,114.5 | 65,068.5 | 136,073.6 |
| V Profit/(Loss) for the period before tax and share of (loss)/profit in associates and joint ventures and exceptional items(III-IV) | (4,522.9) | 146.1 | (3,547.3) | (4,376.8) | (7,246.6) | (13,993.5) |
| VI Share of profit/(loss) of associates and joint ventures | (92.0) | 11.4 | - | (80.6) | - | 20.4 |
| VII Profit/(Loss) before exceptional items and tax (V-VI) | (4,614.9) | 157.5 | (3,547.3) | (4,457.4) | (7,246.6) | (13,973.1) |
| VIII Exceptional items | 468.0 | - | - | 468.0 | - | 2,023.6 |
| IX Profit/(Loss) before tax expenses (VII-VIII) | (5,082.9) | 157.5 | (3,547.3) | (4,925.4) | (7,246.6) | (15,996.7) |
| X Tax expense | | | | | | |
| Current Tax | 1,014.3 | 1,713.8 | 215.4 | 2,728.1 | 869.5 | 1,035.5 |
| Deferred Tax | (854.7) | (43.1) | - | (897.8) | - | 890.9 |
| XI Loss for the period (IX-X) | (5,242.5) | (1,513.2) | (3,762.7) | (6,755.7) | (8,116.1) | (17,923.1) |
| XII Other comprehensive income: | | | | | | |
| Items that will not be reclassified to profit or loss | (5.7) | (5.6) | 0.8 | (11.3) | 1.6 | 22.5 |
| Total comprehensive income for the period (including non-controlling interest) | (5,248.2) | (1,518.8) | (3,761.9) | (6,767.0) | (8,114.5) | (17,900.6) |
| Net (loss)/income attributable to: | | | | | | |
| A Owners of the parent | (6,566.4) | (2,898.3) | (4,689.4) | (9,464.8) | (10,051.4) | (18,852.9) |
| B Non-controlling interest | 1,323.1 | 1,386.0 | 926.7 | 2,709.1 | 1,935.3 | 929.8 |
| Other comprehensive (loss)/income attributable to: | | | | | | |
| A Owners of the parent | (6.6) | (4.7) | 0.8 | (11.3) | 1.6 | 13.5 |
| B Non-controlling interest | 0.9 | (0.9) | - | - | - | 9.0 |
| Total comprehensive income attributable to: | | | | | | |
| A Owners of the parent | (6,573.0) | (2,903.0) | (4,688.6) | (9,476.1) | (10,049.8) | (18,839.4) |
| B Owners of the parent | 1,324.0 | 1,385.1 | 926.7 | 2,709.1 | 1,935.3 | 938.8 |
| XIII Minority interest | | | | | | |
| XIII Paid-up equity share capital (Face value ₹ 1/- per share) | 8,721 | 8,721 | 7,941 | 8,721 | 7,941 | 8,721 |
| XIV Earnings per share (of ₹ 1/-) (not annualised) | | | | | | |
| a) Basic | (0.6) | (0.2) | (0.6) | (0.8) | (1.3) | (2.2) |
| b) Diluted | (0.6) | (0.2) | (0.6) | (0.8) | (1.3) | (2.2) |

| Part - I UNAUDITED FINANCIAL RESULTS (STANDALONE) | | | | | | |
|---|--|--------------------------------|--|--|--|------------------------------|
| Statement of Standalone Unaudited Results for the quarter and six months ended September 30, 2017 | | | | | | |
| Particulars | Quarter ended September 30, 2017 | Quarter ended June 30, 2017 | Quarter ended September 30, 2016 | Six months ended September 30, 2017 | Six months ended September 30, 2016 | Year ended March 31, 2017 |
| | (Unaudited) | (Unaudited) | (Unaudited) | (Unaudited) | (Unaudited) | (Audited) |
| I Revenue from operations | 18,779.1 | 22,015.3 | 17,985.3 | 40,794.4 | 36,199.8 | 77,267.9 |
| II Other income | 387.0 | 459.6 | 133.7 | 846.6 | 545.4 | 1,627.9 |
| III Total income (I+II) | 19,166.1 | 22,474.9 | 18,119.0 | 41,641.0 | 36,945.2 | 78,995.8 |
| IV Expenses | | | | | | |
| Cost of materials consumed | (0.0) | 7.9 | 1.8 | 7.9 | 4.0 | 6.4 |
| Purchases of stock-in-trade | 262.5 | 2,583.3 | 1,109.4 | 2,845.8 | 3,050.9 | 8,094.4 |
| Carriage sharing, pay channel and related costs | 10,623.6 | 9,798.1 | 9,516.1 | 20,421.7 | 19,868.1 | 38,086.2 |
| Employee benefits expense | 1,592.2 | 1,808.8 | 1,554.3 | 3,401.0 | 3,028.9 | 6,180.3 |
| Finance costs | 3,068.2 | 3,112.5 | 2,702.8 | 6,180.7 | 5,598.7 | 12,101.2 |
| Depreciation and amortisation expense | 4,445.3 | 4,032.1 | 3,398.8 | 8,477.4 | 6,658.7 | 13,452.4 |
| Other expenses | 5,985.9 | 4,948.2 | 4,430.2 | 10,934.1 | 8,143.8 | 17,525.0 |
| Total expenses (IV) | 25,977.7 | 26,290.9 | 22,713.4 | 52,268.6 | 46,354.0 | 95,445.9 |
| V Loss before exceptional items and tax (III-IV) | (6,811.6) | (3,816.0) | (4,594.4) | (10,627.6) | (9,408.8) | (16,458.1) |
| VI Exceptional items | 468.0 | - | - | 468.0 | - | 2,023.6 |
| VII Loss before tax (V-VI) | (7,279.6) | (3,816.0) | (4,594.4) | (11,095.6) | (9,408.8) | (14,473.7) |
| VIII Tax expense | | | | | | |
| Current Tax | 0.1 | - | - | 0.1 | - | 25.8 |
| IX Loss for the period (VII-VIII) | (7,279.7) | (3,816.0) | (4,594.4) | (11,095.7) | (9,408.8) | (14,499.5) |
| X Other comprehensive income: | | | | | | |
| Items that will not be reclassified to profit or loss | (3.3) | (3.3) | 0.8 | (6.6) | 1.6 | (13.1) |
| XI Total comprehensive income | (7,283.0) | (3,819.3) | (4,593.6) | (11,102.3) | (9,407.2) | (14,512.6) |
| XII Paid-up equity share capital (Face value ₹ 1/- per share) | 8,721 | 8,721 | 7,941 | 8,721 | 7,941 | 8,721 |
| XIII Earnings per share (of ₹ 1/-each) (not annualised) | | | | | | |
| a) Basic | (0.8) | (0.4) | (0.6) | (1.3) | (1.2) | (2.1) |
| b) Diluted | (0.8) | (0.4) | (0.6) | (1.3) | (1.2) | (2.1) |





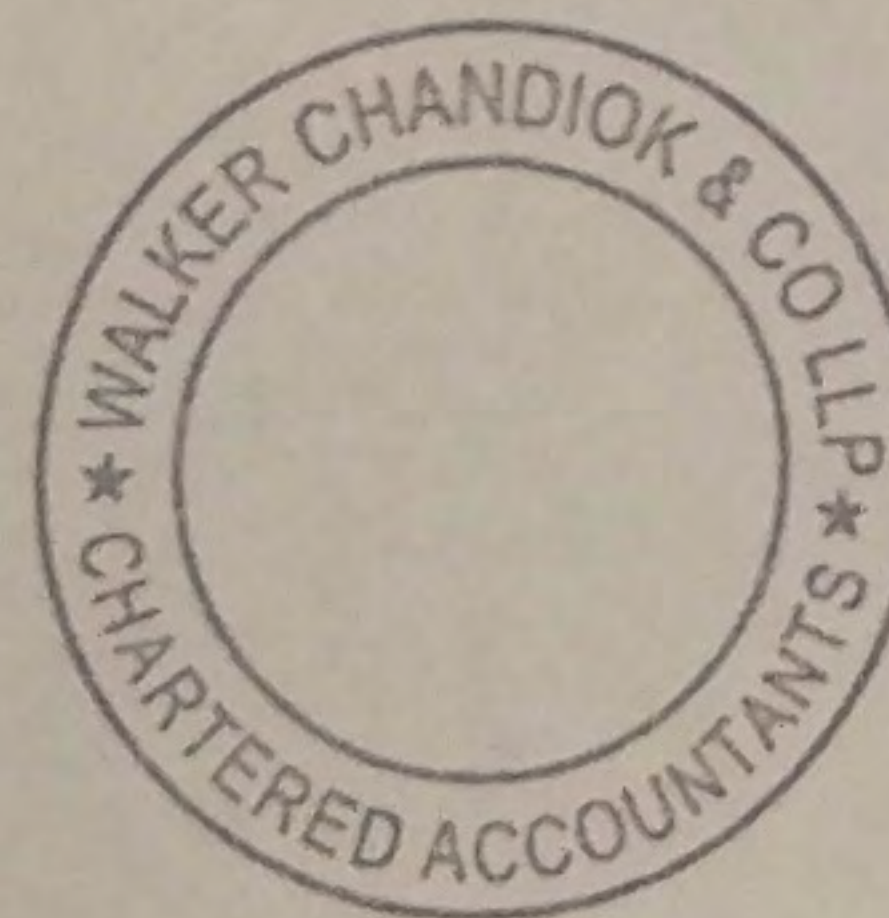
SITI NETWORKS LIMITED (Formerly SITI Cable Network Limited)
Regd. Office: Madhu Industrial Estate, 4th Floor, P. B Marg, Worli, Mumbai 400013

(59)

Notes:-

1. SITI Networks Limited (formerly SITI Cable Network Limited) ('the Company' or 'the Holding Company') predominantly operates in a single business segment of cable distribution in India only. Hence there are no separately reportable business or geographical segments as per Indian Accounting Standard ('Ind AS') 108 on Operating Segments. Further the Holding Company, its subsidiaries, its associates and its joint venture (collectively referred to as 'the Group') also predominantly operate in a single business segment of cable and broadband distribution in India only. Hence the Group has no separately reportable business or geographical segments as per Ind AS 108. The aforesaid is in line with the way operating results are reviewed and viewed by the chief operating decision maker(s).
2. These unaudited standalone and consolidated financial results including comparative financial results have been reviewed by the Audit Committee and approved by the Company's Board of Directors in their meeting held on November 3, 2017.
3. This statement of unaudited standalone and consolidated financial results for quarter and half year ended September 30, 2017 has been prepared in accordance with applicable Indian Accounting Standards specified under Section 133 of the Companies Act, 2013 and SEBI Circulars CIR/CFD/CMD/15/2015 dated 30 November 2015 and CIR/CFD/FAC/62/2016 dated 5 July 2016, and other recognised accounting practices and policies. This statement has been prepared by applying accounting policies as adopted in the last audited annual financial statements for the year ended March 31, 2017.
4. The Statutory Auditors have carried out limited review of the unaudited standalone and consolidated financial results for the quarter and half year ended September 30, 2017, as prepared by the management of the Company.
5. The digitisation of cable networks has been implemented in Phase 1 and 2 cities starting from November 1, 2012 onwards and Phase 3 and 4 cities were to be digitised by January 31, 2017 and March 31, 2017 respectively, as per the extended timelines. Owing to the initial delays in implementation of DAS, all the Multi-System Operators (MSOs) are in transition from analogue regime to DAS and are in the process of implementation of revenue sharing contracts with the local cable operators (LCOs). Accordingly, the Company and the Group has invoiced certain LCOs and recognised subscription revenue in the quarter and half year ended September 30, 2017 and the comparative periods presented based on certain estimates (net basis) derived from market trends and ongoing discussion with the LCOs. Management is of the view that the execution/implementation of such contracts will not have a significant impact on the subscription revenue recognised.
6. The Company continued to incur losses during the quarter and half year ended September 30, 2017, but in view of the present positive net worth, expected substantial subscription revenue growth by the management and continued financial support from certain stakeholder of the Company, the financial results for the quarter and half year ended September 30, 2017 continue to be prepared on a going concern basis.
7. As referred in note 5 above, the Company had recognised certain receivables in prior years pertaining to billings done on estimation (net) basis. During the financial year ended March 31, 2017, the Company had reached further negotiations with the customers and had accordingly written off such old receivables based on management's best estimates, which have been disclosed as exceptional item in the standalone and consolidated financial results for the quarter and year ended March 31, 2017.
8. Exceptional item in the quarter and half year ended September 30, 2017 represents amount incurred towards settlement as a one time cost towards restructuring of the operation to improve efficiencies.

| Particulars | Consolidated and Standalone Statement of Assets and Liabilities (₹ in lacs) | | | |
|--|---|--------------------------|----------------------------------|--------------------------|
| | Consolidated | | Standalone | |
| | 30 September 2017 (Unaudited) | 31st Mar 2017 Audited | 30 September 2017 (Unaudited) | 31st Mar 2017 Audited |
| A. Assets | | | | |
| 1. Non-current assets | | | | |
| (a) Property, plant and equipment | 162,704.2 | 140,433.0 | 89,125.3 | 77,092.3 |
| (b) Capital work-in-progress | 32,848.4 | 41,109.4 | 10,422.9 | 20,339.1 |
| (c) Goodwill | 5,615.1 | 5,825.8 | - | - |
| (d) Other intangible assets | 26,045.6 | 24,880.1 | 12,641.9 | 10,871.0 |
| (e) Intangible assets under development | 816.7 | 1,809.1 | 816.7 | 1,809.1 |
| (f) Investments in joint ventures and associates | 419.1 | 469.7 | - | - |
| (g) Financial assets | | | | |
| (i) Investments | - | - | 38,890.5 | 38,934.2 |
| (ii) Others | 10,052.3 | 9,453.7 | 9,625.1 | 9,144.5 |
| (h) Deferred tax assets (net) | 61.3 | 58.8 | - | - |
| (i) Other non-current assets | 1,341.5 | 4,474.8 | 612.1 | 648.0 |
| Sub-total of Non-current assets | 239,904.2 | 228,514.4 | 162,134.5 | 158,838.2 |
| 2. Current assets | | | | |
| (a) Inventories | 1,587.3 | 929.3 | 1,352.2 | 793.9 |
| (b) Financial assets | | | | |
| (i) Trade receivables | 41,666.2 | 36,314.0 | 51,801.3 | 52,003.4 |
| (ii) Cash and cash equivalents | 11,820.2 | 17,065.6 | 4,241.5 | 10,024.7 |
| (iii) Investments | 0.0 | 44.0 | 0.0 | 44.0 |
| (iv) Others | 10,708.0 | 14,664.2 | 10,947.2 | 11,925.0 |
| (c) Current tax assets | - | 460.0 | - | - |
| (d) Other current assets | 17,414.7 | 15,982.0 | 14,199.0 | 16,768.7 |
| Sub-total of Current assets | 83,196.4 | 85,459.1 | 82,541.2 | 91,559.7 |
| Total assets | 323,100.6 | 313,973.5 | 244,675.7 | 250,397.9 |
| B. Equity and liabilities | | | | |
| Equity | | | | |
| (a) Equity share capital | 8,726.7 | 8,726.7 | 8,726.7 | 8,726.7 |
| (b) Other equity | 35,596.1 | 45,006.1 | 32,747.6 | 43,848.0 |
| (c) Non-controlling interests | 11,913.4 | 9,204.4 | - | - |
| Sub-total - Equity | 56,236.2 | 62,937.2 | 41,474.3 | 52,574.7 |
| Liabilities | | | | |
| 1. Non-current liabilities | | | | |
| (a) Financial liabilities | | | | |
| (i) Long-term borrowings | 104,536.1 | 103,816.1 | 89,162.0 | 92,019.4 |
| (ii) Other financial liabilities | 19,755.5 | 19,785.7 | 19,804.8 | 19,827.3 |
| (b) Provisions | 810.8 | 784.5 | 531.8 | 507.0 |
| (c) Deferred tax liability (net) | 830.6 | 1,196.1 | - | - |
| (d) Other non-current liabilities | 14,190.4 | 12,188.6 | 5,242.6 | 4,269.0 |
| Sub-total - Non-current liabilities | 140,123.4 | 137,771.0 | 114,741.2 | 116,622.7 |
| 2. Current liabilities | | | | |
| (a) Financial liabilities | | | | |
| (i) Borrowings | 11,724.8 | 1,960.6 | 11,106.1 | 438.6 |
| (ii) Trade payables | 48,372.3 | 40,872.6 | 32,499.6 | 26,985.9 |
| (iii) Other financial liabilities | 47,235.2 | 51,185.0 | 37,540.6 | 44,769.5 |
| (b) Provisions | 2,204.5 | 1,617.9 | 14.7 | 13.4 |
| (c) Other current liabilities | 16,064.5 | 17,629.2 | 7,299.2 | 8,993.1 |
| (d) Current tax liability | 1,139.7 | - | - | - |
| Sub-total of current liabilities | 126,741.0 | 113,265.3 | 88,460.2 | 81,200.5 |
| Total equity and liabilities | 323,100.6 | 313,973.5 | 244,675.7 | 250,397.9 |



For and on behalf of the Board of Directors of
SITI Networks Limited (Formerly SITI Cable Network Limited)

B.K. Syngal
Independent Director

Walker Chandiook & Co LLP

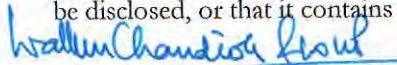
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Independent Auditor's Review Report on Standalone Quarterly Financial Results and Year to Date Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To the Board of Directors of SITI Networks Limited (formerly SITI Cable Network Limited)

1. We have reviewed the accompanying statement of unaudited standalone financial results ('Statement') of SITI Networks Limited (formerly SITI Cable Network Limited) ('the Company') for the quarter ended 30 September 2017 and the year to date results for the period 01 April 2017 to 30 September 2017, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. This Statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on the Statement based on our review.
2. We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, Review of Interim Financial Information Performed by the Independent Auditor of the Entity, issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures, applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
3. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement prepared in accordance with applicable Indian Accounting Standards specified under Section 133 of the Companies Act, 2013 and SEBI Circulars CIR/CFD/CMD/15/2015 dated 30 November 2015 and CIR/CFD/FAC/62/2016 dated 5 July 2016, and other recognised accounting practices and policies has not disclosed the information required to be disclosed in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, including the manner in which it is to be disclosed, or that it contains any material misstatement.


For Walker Chandiook & Co LLP

Chartered Accountants
Firm Registration No: 001076N/N500013


per Sumit Mahajan
Partner
Membership No.: 504822



Place: New Delhi
Date: 03 November 2017

Walker Chandiook & Co LLP

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(Formerly Walker, Chandiook & Co)
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New Delhi 110001
India

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Independent Auditor's Review Report on Consolidated Quarterly Financial Results and Year to Date Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To the Board of Directors of SITI Networks Limited (formerly SITI Cable Network Limited)

1. We have reviewed the accompanying statement of unaudited consolidated financial results ("Statement") of SITI Networks Limited (formerly SITI Cable Network Limited) ("the Company") and its subsidiaries (the Company and its subsidiaries together referred to as 'the Group'), its associates and joint ventures (Refer Annexure 1 for the list of subsidiaries, associates and joint ventures included in the Statement) for the quarter ended 30 September 2017 and consolidated year to date results for the period 01 April 2017 to 30 September 2017, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. This Statement is the responsibility of the Company's management and has been approved by the Board of Directors. Our responsibility is to issue a report on the Statement based on our review.
2. We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, Review of Interim Financial Information Performed by the Independent Auditor of the Entity, issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures, applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
3. Based on our review conducted as above and upon consideration of the review reports of the other auditors, nothing has come to our attention that causes us to believe that the accompanying Statement prepared in accordance with applicable Indian Accounting Standards specified under Section 133 of the Companies Act, 2013 and SEBI Circulars CIR/CFD/CMD/15/2015 dated 30 November 2015 and CIR/CFD/FAC/62/2016 dated 5 July 2016, and other recognised accounting practices and policies has not disclosed the information required to be disclosed in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, including the manner in which it is to be disclosed, or that it contains any material misstatement.



Walker Chandiook & Co LLP

Independent Auditor's Review Report on Consolidated Quarterly Financial Results and Year to Date Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (Cont'd)

4. We did not review the financial results of twenty subsidiaries included in the Statement whose financial results reflect total revenues of ₹ 17,313.68 lacs and ₹ 35,826.39 lacs for the quarter and period ended 30 September 2017 respectively, net profit (including other comprehensive income) of ₹ 847.46 lacs and ₹ 2,702.78 lacs for the quarter and six months ended 30 September 2017 respectively, total assets of ₹ 139,914.45 lacs and net assets of ₹ 36,982.88 lacs as at 30 September 2017. The Statement also includes the Group's share of net loss (including other comprehensive income) of ₹ 88.61 lacs and ₹ 75.13 lacs for the quarter and six months ended 30 September 2017, as considered in the Statement, in respect of an associate and two joint ventures, whose financial results have not been reviewed by us. The financial results of these nineteen subsidiaries, an associate and two joint ventures have been reviewed by other auditors whose review reports have been furnished to us by the management and our report in respect thereof is based solely on the review reports of such other auditors. Our review report is not modified in respect of this matter.
5. We did not review the financial results of four subsidiaries, included in the Statement whose financial results reflect total revenues of ₹ 1,958.57 lacs and ₹ 3,569.39 lacs for the quarter and period ended 30 September 2017 respectively, net profit (including other comprehensive income) of ₹ 634.23 lacs and ₹ 880.76 lacs for the quarter and six months ended 30 September 2017 respectively, total assets of ₹ 17,200.24 lacs and net assets of ₹ (1,106.15) lacs as at 30 September 2017. The Statement also includes the Group's share of net loss (including other comprehensive income) of ₹ 3.35 lacs and ₹ 5.44 lacs for the quarter and six months ended 30 September 2017, as considered in the Statement, in respect of an associate, whose financial results have not been reviewed by us. The financial results of these five subsidiaries and an associate have not been reviewed and have been furnished to us by the management and our report in respect thereof is based solely on such management prepared unreviewed financial results. Our review report is not modified in respect of this matter.

Walker Chandiook & Co LLP
For Walker Chandiook & Co LLP

Chartered Accountants

Firm Registration No: 001076N/N500013

Sumit Mahajan

per Sumit Mahajan

Partner

Membership No.: 504822



Place: New Delhi

Date: 03 November 2017

Walker Chandiook & Co LLP

Independent Auditor's Review Report on Consolidated Quarterly Financial Results and Year to Date Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (Cont'd)

Annexure 1

List of entities included in the Statement

Subsidiaries

1. Central Bombay Cable Network Limited
2. Indian Cable Net Company Limited
3. Master Channel Community Network Private Limited
4. Siti Bhatia Network Entertainment Private Limited
5. Siti Broadband Services Private Limited
6. Siti Faction Digital Private Limited
7. Siti Global Private Limited
8. Siti Guntur Digital Network Private Limited
9. Siti Jai Maa Durgee Communications Private Limited
10. Siti Jind Digital Media Communications Private Limited
11. Siti Jony Digital Cable Network Private Limited
12. Siti Krishna Digital Media Private Limited
13. Siti Maurya Cable Net Private Limited
14. Siti Prime Uttaranchal Communication Private Limited
15. Siti Sagar Digital Cable Network Private Limited (formerly Panchsheel Digital Communication Network Private Limited)
16. Siti Sai Star Digital Media Private Limited (formerly SaiStar Digital Media Private Limited)
17. Siti Siri Digital Network Private Limited
18. Siti Vision Digital Media Private Limited
19. Siti Cable Broadband South Limited
20. Variety Entertainment Private Limited
21. Axom Communications & Cable Private Limited
22. SITI Godaari Digital Services Private Limited (formerly Bargachh Digital Communication Network Private Limited)
23. Indinet Service Private Limited
24. Siti Karnal Digital Media Network Private Limited

Joint Ventures

1. Wire And Wireless Tisai Satellite Limited
2. C&S Medianet Private Limited

Associates

1. Siti Chattisgarh Multimedia Private Limited
2. Voice Snap Services Private Limited



SITI Networks Limited

Consolidated Financial Results Q2 FY18

Investor Release

3rd November 2017

New Delhi, India; 3rd November 2017: The Board of Directors of SITI Networks Limited (SITINET) (BSE: 532795, NSE: SITINET) in its meeting held today, has taken on record the Unaudited Consolidated Financial Results of the company for the Second Quarter ended September 30, 2017.

SITI delivers stellar revenue growth: H1 Revenue at INR727 Crores, up 30% YoY; H1 Subscription revenue up 44%; H1 Broadband revenue up 15%; H1 Operating EBITDA jumps 122% to INR49 Crores; ~25% of DOCSIS Broadband base transitioned to advanced rental plans

H1 FY18 Highlights

- Revenue at INR727 Crores; up 30% YoY
- Revenue, ex activation at INR598 Crores; up 23% YoY
- Subscription Revenue at INR375 Crores; up 44% YoY
- Broadband Revenue at INR51 Crores ; up 15% YoY
- EBITDA at INR178 Crores; up 84% YoY
- EBITDA, ex activation at INR49 Crores; up 122% YoY

Q2 FY18 Highlights

- Revenue, ex activation at INR312 Crores; up 9% QoQ & 26% YoY
- Subscription Revenue at INR205 Crores; up 21% QoQ & 52% YoY
- Broadband Revenue at INR25 Crores ; up 2% YoY
- EBITDA at INR71 Crores; up 43% YoY
- EBITDA, ex activation at INR27 Crores; up 21% QoQ & 136% YoY
- Added 0.7 mn Video customers
- Broadband Subscriber Base at 2.38 Lakh

Income Statement (Ind AS, INR Crores)

| | Period Ended | |
|---|--------------|-------------|
| | H1 FY 2018 | H1 FY 2017 |
| Total Revenue (Including activation) | 727 | 578 |
| Total Expenditure | 549 | 481 |
| EBITDA | 178 | 97 |
| Finance cost | 70 | 58 |
| Depreciation | 152 | 112 |
| PBT | (44) | (73) |

| Revenue Streams * (INR Crores) | H1 FY 2018 | H1 FY 2017 | Growth |
|-----------------------------------|---------------|---------------|--------|
| Subscription | 375 | 262 | 43.6% |
| Carriage | 148 | 148 | -0.1% |
| Activation | 129 | 75 | 72.2% |
| Broadband | 51 | 45 | 15.4% |

*On Net Billing Basis

Income Statement (As per Ind AS)

(INR Crores)

| | Quarter Ended | | |
|---|---------------|------------|-------------|
| | Q2 FY 2018 | Q1 FY 2018 | Q2 FY 2017 |
| Total Revenue (Including activation) | 356 | 371 | 291 |
| Total Expenditure | 285 | 264 | 242 |
| EBITDA | 71 | 107 | 50 |
| Finance cost | 37 | 33 | 28 |
| Depreciation | 79 | 73 | 57 |
| PBT | (46) | 2 | (35) |

| Revenue Streams * (INR Million) | Q2 FY 2018 | Q1 FY 2018 | Q2 FY 2017 | QoQ Growth | YoY Growth |
|------------------------------------|---------------|---------------|---------------|---------------|---------------|
| Subscription | 205 | 170 | 135 | 20.8% | 52.0% |
| Carriage | 71 | 77 | 76 | -7.3% | -6.2% |
| Activation | 44 | 85 | 38 | -48.0% | 15.3% |
| Broadband | 25 | 26 | 25 | -1.2% | 2.2% |

*On Net Billing Basis

| Operational Metrics | Quarter Ended | |
|--------------------------------|---------------|------------|
| | Q2 FY 2018 | Q1 FY 2018 |
| Cable Universe (Mn) | 13.2 | 13.2 |
| Active Video Subscribers (Mn) | 11.1 | 10.6 |
| Digital Subscribers added (Mn) | 0.7 | 1.6 |
| HD Subscribers ('000s) | 254 | 220 |
| Broadband Home Passes (Lakhs) | 16.2 | 16.2 |
| Broadband Subscribers (Lakhs) | 2.38 | 2.40 |

Operational Highlights

- **Video**

- Added 0.7 mn digital cable customers in West Bengal, Assam, Jharkhand, Gujarat, Andhra Pradesh and Telengana, primarily in Phase 4 areas
- Prepaid migration on track with 1.24 million subscribers brought under its ambit by 30th September 2017; Overall collection efficiency at 93% in H1FY18

- Ongoing realignment of operational expenses in process to ensure more efficient utilization and cost optimization of resources to improve recurring cashflows
- **Broadband**
 - About 55%-60% of acquisitions are now coming on longer duration plans. Currently, ~25% of DOCSIS base has been transitioned to advanced rental plans to improve customer stickiness. DOCSIS ARPU stands at INR613 whereas new Acquisition ARPU is at INR718; EOC ARPU at INR440
 - Launched Nagpur on 1st November on DOCSIS Technology with 72,000 home passes
- **Others**
 - Consolidated Gross Debt at INR1,395 Crores & Net Debt at INR1,276 Crores

While commenting on the results, **Mr. Rajesh Sethi, Chief Business Transformation Officer**, SITI Networks mentioned that

“SITI displayed strong growth in Video as Q2 subscription income jumped 21% QoQ and 52% YoY with overall collection efficiency improving to 93% for H1FY18. We continue to improve monetization levels and leverage our customer base in Phase 3&4 territories.

An emphasis on cost optimization and instilling a lean culture is expected to drive efficiencies across the board and further aid the bottomline. At the same time, an organizational restructuring is underway to evolve SITI into a more nimble and effective organization. The above levers were demonstrated in the strong 21% QoQ increase in Q2 Operating EBITDA to INR27 Crores

In Broadband, focus on further enhancement of service levels to retain customers and new geographies expansion is expected to drive growth alongwith overall improvement in the pricing environment”

About SITI Networks Limited

SITI Networks Limited (Formerly known as “SITI Cable Network Limited”) is a part of the EsseL Group, which is one of India's leading business houses with a diverse portfolio of assets in media, packaging, entertainment, technology-enabled services, infrastructure development and education.

SITI Networks Limited is one of India's largest Multi System Operator (MSO). With 15 digital head ends and a network of more than 33,000 Kms of optical fibre and coaxial cable, it provides its cable services in India's ~580 Locations and adjoining areas, reaching out to over 13.2 million viewers.

SITI Networks deploys State-of-the-art technology for delivering multiple TV signals to enhance consumer viewing experience. Its product range includes Digital & Analogue Cable Television, Broadband and Local Television Channels. SITI Networks has been providing services in analogue and digital mode, armed with technical capability to provide features like Video on Demand, Pay per View, Over-The-Top content (OTT), Electronic Programming Guide (EPG) and Gaming through a Set Top Box (STB). All products are marketed under SITI brand name.

Note: This earnings release contains consolidated results that are audited and prepared as per Indian Accounting Standards (Ind-AS).

Caution Concerning Forward-Looking Statements

This document includes certain forward-looking statements. These statements are based on management's current expectations or beliefs, and are subject to uncertainty and changes in circumstances. Actual results may vary materially from those expressed or implied by the statements herein due to changes in economic, business, competitive, technological and/or regulatory factors. SITI Networks Limited is under no obligation to, and expressly disclaims any such obligation to, update or alter its forward-looking statements, whether as a result of new information, future events, or otherwise.

Key Contact - Investor Relations

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Conference Call

On the 6th November 2017 for the Q2FY18 Results



SITI Networks Limited

On 3rd November 2017, SITI Networks Limited (BSE: 532795, NSE: SITINET EQ) is due to announce its unaudited Financial Results for the Second Quarter and First Half of Fiscal Year 2018

After the conclusion of the Board Meeting and duly informing the Stock Exchanges the results would be made available on the Company's website: www.sitinet.com

To discuss the performance of the Company, a conference call has been scheduled on 6th November 2017

We take pleasure in inviting you to a discussion with the Senior Management of SITI Networks

We invite you to join the call and look forward to your participation. Early registration is encouraged. The operator will provide instructions on asking the question before and during the call.

Best Regards,

Ankit Saint

Date: 6th November 2017

Time: 11:30 AM (India Time); 02:00 PM (HK/SG Time)

Call Leader: Ankit Saint

Call in Numbers (India):

Primary Access Toll Number: +91 22 3960 0626

Secondary Access Toll Number: +91 22 6746 5846

Local Access Number

3940 3977

Available in - Ahmedabad, Bangalore, Chandigarh, Chennai, Gurgaon (NCR), Hyderabad, Kochi/Cochin, Kolkata, Lucknow, Pune.

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Toll Free Call-in Numbers (International):

- USA - 18667462133
- UK - 08081011573
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Conference Code:

Please ask the operator for the "SITI NETWORKS" result call.