



A. K. BHALOTIA & CO.
CHARTERED ACCOUNTANTS

Poddar Court, Gate No. 2
18, Rabindra Sarani, 6th Floor,
Suit No. 16, Kolkata - 700 001
Ph. : (O) 40052475, Mobile : 9831499465
E-mail : caashishbhalotia@yahoo.co.in

INDEPENDENT AUDITOR'S REPORT

To The Members of
Indian Cable Net Company Limited

Report on the Consolidated Financial Statements

We have audited the accompanying Consolidated Financial Statements of Indian cable Net Company Limited (hereinafter referred to as "the Holding Company") and its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group"), comprising of the Consolidated Balance Sheet as at 31st March, 2018, 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 (hereinafter referred to as "the Consolidated Financial statements").

Management's Responsibility for the Consolidated Financial Statements

The Holding Company's Board of Directors is responsible for the preparation of these Consolidated financial statements in terms of the requirements of the Companies Act, 2013 (hereinafter referred to as "the Act") that give a true and fair view of the Consolidated financial position, Consolidated financial performance (including Other Comprehensive Income), Consolidated cash flows and Consolidated changes in Equity of the Group in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 and Companies (Indian Accounting Standard) Rules, 2015. The respective Board of Directors of the companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group and for preventing and detecting frauds and other irregularities; the selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the 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, which have been used for the purpose of preparation of the Consolidated financial statements by the Directors of the Holding Company, as aforesaid.

Auditor's Responsibility

Our responsibility is to express an opinion on these Consolidated financial statements based on our audit. While conducting the audit, we have taken into account the provisions of the Act, the Indian Accounting Standards and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under. We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Consolidated financial statements are free from material misstatement. An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Holding Company's preparation of the Consolidated financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Holding Company's Board of Directors, as well as evaluating the overall presentation of the Consolidated financial statements.

We believe that the audit evidence obtained by us and the audit evidence obtained by the other auditors in terms of their reports referred to in the Other Matters paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the Consolidated financial statements.





Opinion

In our opinion and to the best of our information and according to the explanations given to us, and based on the considerations of the reports of other auditors on separate financial statements and on other financial information of the subsidiaries, the aforesaid Consolidated financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the Consolidated state of affairs of the Group, as at 31st March, 2018, and their Consolidated profit (including Other Comprehensive Income), their Consolidated cash flows and Consolidated changes in equity for the year ended on that date.

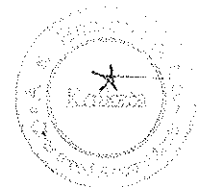
Other Matters

- (a) We did not audit the financial statements of 3 subsidiaries, whose financial statements (as adjusted with reference to Note No. 43 to financial statements) reflect total assets (after eliminating intra group transactions) of ₹ 18,132 Lakhs and Net Assets (after eliminating intra group transactions) of ₹ 4,309 Lakhs as at 31st March, 2018, total revenues (after eliminating intra group transactions) of ₹ 16,119 Lakhs and net cash flows amounting to ₹ (-)406 Lakhs for the year ended on that date, as considered in the Consolidated financial statements. These financial statements have been audited by other auditors whose reports 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 this subsidiary, and our report in terms of sub-sections (3) Section 143 of the Act, in so far as it relates to the aforesaid subsidiary, is based solely on the reports of the other auditors. Our opinion on the Consolidated financial statements, and our report on Other Legal and Regulatory Requirements below, is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditors and the financial statements certified by the Management.

Report on Other Legal and Regulatory Requirements

1. As required by Section 143(3) of the Act, based on our audit and on the consideration of report of other auditor's on separate financial statements and other financial information of the subsidiaries, we report, to the extent applicable, that:

- We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit of the aforesaid Consolidated financial statements.
- In our opinion, proper books of account as required by law relating to preparation of the aforesaid Consolidated financial statements have been kept so far as it appears from our examination of those books and the reports of the other auditors.
- The Consolidated Financial Statements dealt with by this report are in agreement with the relevant books of account maintained for the purpose of preparation of the Consolidated financial statements.
- In our opinion, the aforesaid Consolidated financial statements comply with the Indian Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 and Companies (Indian Accounting Standard) Rules, 2015.
- On the basis of the written representations received from the directors of the Holding Company as on 31st March, 2018 taken on record by the Board of Directors of the Holding Company and the reports of the statutory auditors of its subsidiary companies, none of the directors of the Group, is disqualified as on 31st March, 2018 from being appointed as a director in terms of Section 164 (2) of the Act.





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- f) With respect to the adequacy of the Internal Financial Controls over Financial Reporting of the Group and the operating effectiveness of such controls, refer to our separate report in "Annexure A": and
- 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 Auditor's) Rules, 2014 (as amended), in our opinion and to the best of our information and according to the explanations given to us and based on the considerations of the report of the other auditors on separate financial statements as also the other financial information of the subsidiaries:
- i. The Consolidated financial statements disclose the impact of pending litigations on the Consolidated financial position of the Group, as detailed in Note-44 to the Consolidated financial statements.
 - ii. The Group did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Holding Company, and its subsidiary company.

For A.K. Bhalotia & Co.
Chartered Accountants
Firm's Registration No.: 329475E

Ashish Bhalotia

A.K. Bhalotia
Proprietor
Membership Number: 065860



Kolkata
15th May, 2018



Annexure – A to the Independent Auditor's Report

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

In conjunction with our audit of the Consolidated financial statements of Indian Cable Net Company limited ("the holding Company") and its subsidiaries, (the holding company and its subsidiaries together referred to as ("the group")) as of and for the year ended 31st March 2018, we have audited the internal financial controls over financial reporting of Indian Cable Net Co. Limited ("the Holding Company") and its subsidiary companies which are companies incorporated in India, as of that date.

Management's Responsibility for Internal Financial Controls

The Respective Board of Directors of the Holding Company and its subsidiary companies, which are companies incorporated in India, are responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting 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 its 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 Companies Act, 2013.

Auditors' Responsibility

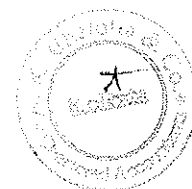
Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") issued by ICAI and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both issued by the Institute of Chartered Accountants of India. 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 internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, 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 judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained and the audit evidence obtained by the other auditors in terms of their reports referred to in the Other Matters Paragraph below is sufficient and appropriate to provide a basis for our audit opinion on the Groups internal financial controls system over financial reporting as aforesaid.

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting 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 internal financial control over financial reporting 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;





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(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

Because of the inherent limitations of internal financial controls over financial reporting, 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 internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, the Holding Company and its subsidiary companies, which are companies incorporated in India, have, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2018, 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 on Audit of Internal Financial Controls Over Financial Reporting issued by the ICAI.

Other Matters

We did not audit IFCoFR in so far it relates to 3 subsidiary company, which are companies incorporated in India, whose financial statements reflect total assets (after eliminating Intra group transactions) of ₹ 18.132 Lakhs as at 31 March 2018. Total Revenues (after eliminating Intra group transactions) of ₹ 16.119 Lakhs and Net Cash flows amounting to ₹ (-) 406 Lakhs for the year ended on that date has been considered in the Consolidated financial statements. Our report on the adequacy and operating effectiveness of the IFCoFR for the holding company and its Subsidiary companies which are companies incorporated in India under section 143(3)(i) of the act in so far as it relates to the aforesaid subsidiaries which are companies incorporated in India, is solely based on the corresponding reports of the auditors of such companies. Our opinion is not modified in respect of the above matter with respect to our reliance on the work done by and the reports of the other auditors.

For A.K.Bhalotia & Co.
Chartered Accountants
Firm's Registration No.: 329475E

Ashish Bhalotia

A.K.Bhalotia
Proprietor
Membership Number: 065860



Kolkata

15th May, 2018

INDIAN CABLE NET COMPANY LIMITED
Consolidated Balance Sheet as at March 31, 2018

| | Notes | March 31, 2018 | March 31, 2017 |
|--|-------|----------------|----------------|
| (₹) in Lakhs | | | |
| A. Assets | | | |
| 1. Non-current assets | | | |
| (a) Property, plant and equipment | 4 | 48,729 | 33,605 |
| (b) Capital work-in-progress | 4 | 4,871 | 18,837 |
| (c) Investment Property | 6 | 6,692 | - |
| (d) Goodwill | 5 | 2,656 | 3,077 |
| (e) Other intangible assets | 5 | 11,566 | 13,127 |
| (f) Financial assets | | | |
| (i) Other Financial Assets | 7 | 326 | 302 |
| (g) Other non-current assets | 8 | - | 31 |
| Sub-total of Non-current assets | | 74,841 | 68,978 |
| 2. Current assets | | | |
| (a) Inventories | 9 | 1,304 | 135 |
| (b) Financial assets | | | |
| (i) Trade receivables | 10 | 9,705 | 7,203 |
| (ii) Cash and cash equivalents | 11 | 4,423 | 3,830 |
| (iii) Bank Balances other (ii) above | 11 | 3,255 | 1,216 |
| (iv) Loans | 12 | 111 | 78 |
| (v) Other Financial Assets | 13 | 402 | 1,318 |
| (c) Current tax assets | 14 | 565 | 460 |
| (d) Other current assets | 15 | 1,728 | 2,552 |
| Sub-total of Current assets | | 21,493 | 16,792 |
| Total assets | | 96,333 | 85,770 |
| B. Equity and liabilities | | | |
| Equity | | | |
| (a) Equity share capital | 16 | 8,640 | 8,640 |
| (b) Other equity | 17 | 31,551 | 27,691 |
| (c) Non-controlling interests | | 2,262 | 1,742 |
| Sub-total - Equity | | 42,453 | 38,073 |
| Liabilities | | | |
| 1. Non-current liabilities | | | |
| (a) Financial liabilities | | | |
| (i) Long-term borrowings | 18 | 12,101 | 15,272 |
| (ii) Other financial liabilities | 19 | 375 | 375 |
| (b) Provisions | 20 | 230 | 212 |
| (c) Deferred tax liability (net) | 21 | 940 | 722 |
| (d) Other non-current liabilities | 22 | 5,916 | 5,004 |
| Sub-total - Non-current liabilities | | 19,561 | 21,586 |
| 2. Current liabilities | | | |
| (a) Financial liabilities | | | |
| (i) Borrowings | 23 | 1,210 | 1,522 |
| (ii) Trade payables | 24 | 12,191 | 7,215 |
| (iii) Other financial liabilities | 25 | 17,165 | 13,807 |
| (b) Other current liabilities | 26 | 3,739 | 3,543 |
| (c) Provisions | 27 | 15 | 24 |
| Sub-total of current liabilities | | 34,320 | 26,110 |
| Total equity and liabilities | | 96,333 | 85,770 |

Summary of significant accounting policies 3

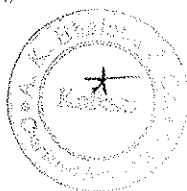
The accompanying notes are an integral part of these financial statements.

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

For A.K. Bhalotia & Co.
Chartered Accountants
(Firm Registration No. - 3294751E)

A.K. Bhalotia
A.K. Bhalotia
Proprietor
Membership No. 065860

Place - Kolkata
Date - 15/5/18



For Indian Cable Net Co Ltd
(U92132WB1995PLC075754)

S. Agarwal
Sudendra Kumar Agarwal
Director
DIN-00569816

L. K. Kaur
Laxmi Singh Kaur
Company Secretary

M. Galgali
Mukund Galgali
Director
DIN-01998552

A. K. Singh
Atul Kumar Singh
V.P. (I & A)



INDIAN CABLE NET COMPANY LIMITED

Consolidated Statement of Profit and Loss for the year ended March 31, 2018

(₹) in Lakhs

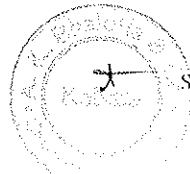
| | Notes | March 31, 2018 | March 31, 2017 |
|--|-------|----------------|----------------|
| I Revenue | | | |
| Revenue from operations | 28 | 49,519 | 34,752 |
| Other income | 29 | 808 | 1,057 |
| Total revenue | | 50,327 | 35,809 |
| II Expenses | | | |
| Cost of materials consumed | 30 | 166 | 165 |
| Purchases of traded goods | 31 | 2,705 | 811 |
| Carriage sharing, pay channel and related costs | 32 | 24,657 | 18,508 |
| Employee benefits expense | 33 | 1,741 | 1,369 |
| Finance costs | 34 | 877 | 358 |
| Depreciation and amortisation expenses | 35 | 9,032 | 6,712 |
| Other expenses | 36 | 5,546 | 4,075 |
| Total expenses | | 44,723 | 31,997 |
| III Profit/(Loss) before exceptional items | | 5,603 | 3,811 |
| Exceptional items | | - | - |
| IV Profit/(Loss) before tax | | 5,603 | 3,811 |
| Tax Expenses | | 1,251 | 1,749 |
| (a) Current Tax | | | |
| For Current Year | | 1,100 | 1,000 |
| For Earlier Year | | (465) | (26) |
| (b) Deferred Tax | | 615 | 776 |
| V Profit/(Loss) for the year | | 4,352 | 2,062 |
| Other Comprehensive Income | 37 | 18 | (9) |
| VI Total Comprehensive Income for the year | | 4,370 | 2,053 |
| VII Profit attributable to : | | | |
| Owners of the Company | | 3,836 | 1,513 |
| Non Controlling Interest | | 516 | 549 |
| Other Comprehensive Income attributable to: | | | |
| Owners of the Company | | 15 | (9) |
| Non Controlling Interest (BY ₹6130) | | 3 | (0) |
| VIII Profit/(Loss) to Equity Share Holders | | 4,370 | 2,053 |
| Earnings Per Share | 38 | | |
| Basic | | 4.44 | 1.75 |
| Diluted | | 4.44 | 1.75 |
| Summary of significant accounting policies | 3 | | |
| The accompanying notes are an integral part of these financial statements. | | | |

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

For A.K. Bhalotia & Co.
Chartered Accountants
(Firm Registration No. - 3294751E)

For Indian Cable Net Co Ltd
(U92132WB1995PLC075754)

A.K. Bhalotia
A.K. Bhalotia
Proprietor
Membership No.-065860



Surendra Kumar Agarwala
Surendra Kumar Agarwala
Director
DIN-00569816

Mukund Galgali
Mukund Galgali
Director
DIN-01908552

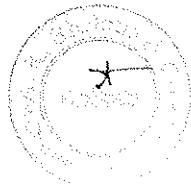
Place - Kolkata
Date - 15/5/18

Laxman Singh Kaira
Laxman Singh Kaira
Company Secretary

Atul Kumar Singh
Atul Kumar Singh
V.P. & A)

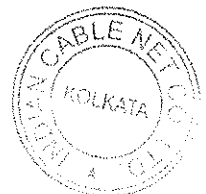


| INDIAN CABLE NET COMPANY LIMITED | | |
|---|---------------------------|---------------------------|
| Consolidated Cash Flow Statement for year ended 31 st March 2018 | | |
| PARTICULARS | (₹) in Lakhs | |
| | 31 st Mar 2018 | 31 st Mar 2017 |
| A. Cash Flow from Operating Activities: | | |
| Net Profit before taxation, exceptional item & prior period items | 5,603 | 3,811 |
| Adjustment for :- | | |
| Depreciation | 9,032 | 6,712 |
| Loss on sale/disposal/decapitalisation of Fixed Assets | 1 | (57) |
| Loss on sale of Investments | - | 3 |
| Bad Debts written off (Net of Provisions) | 41 | 22 |
| Provision for Retirement Benefit | 32 | 34 |
| Provision for STBs Churn | 1 | 6 |
| Provision for expenses | - | (75) |
| Liability no longer required written back (Net) | (60) | (153) |
| Gain on Forex Forward Contract | 0 | (9) |
| Provision for doubtful Debt & Advance | 1,593 | 727 |
| Unrealised Foreign Exchange Gain/Loss | (51) | (240) |
| Interest Paid & Borrowing cost | 877 | 469 |
| Interest on Fixed Deposit/ TF Refund / Others | (199) | (241) |
| Operating profit before working capital changes | 16,870 | 11,058 |
| Change in working capital | | |
| Increase/(Decrease) in Trade payables | 5,087 | 1,690 |
| Increase/(Decrease) in other current liabilities | 197 | 1,567 |
| Increase/(Decrease) in other non current liabilities | 912 | 1,500 |
| Increase/(Decrease) in other current financial liabilities | (2,480) | (2,004) |
| Increase/(Decrease) in other non current financial liabilities | 0 | (158) |
| Decrease/ (Increase) in Trade receivable | (4,136) | (1,010) |
| Decrease/ (Increase) in Inventories | (1,169) | 344 |
| Decrease/(Increase) in current advances | (33) | 1 |
| Decrease/ (Increase) in long-term loans and advances given | - | (5) |
| Decrease/ (Increase) in short-term loans and advances given | - | (26) |
| Decrease/(Increase) in Other Non Current Financial Assets | (24) | (16) |
| Decrease/(Increase) in Other Current Financial Assets | 916 | (1,116) |
| Decrease/ (Increase) in other current assets | 824 | (926) |
| Decrease/ (Increase) in other non-current assets | 31 | (31) |
| Cash Generation from Operating Activities before exceptional item | 16,994 | 10,867 |
| Exceptional item | - | - |
| Cash Generation from Operating Activities after exceptional item | 16,994 | 10,867 |
| Income Tax Paid (including TDS) | (1,135) | (516) |
| Net Cash Generation from operating Activities | 15,858 | 10,351 |
| B. Cashflow From Investing Activities: | | |
| Purchase of Fixed Assets/ CWIP | (4,910) | (17,957) |
| Sale of Fixed Assets/Decapitalisation | 5 | 4 |
| Sale of Shares | - | 1 |
| Purchase of Shares | - | (4) |
| Interest | 199 | 241 |
| Investment in FD/Term Deposit | (1,819) | (884) |
| Net Cash deployed in Investing Activities | (16,522) | (18,600) |
| C. Cashflow From Financing Activities: | | |
| Interest Paid | (877) | (466) |
| Borrowings Taken ** | 2,354 | 5,864 |



Agarwala
Lokesh

M. J.



| INDIAN CABLE NET COMPANY LIMITED | | |
|---|-------------------------------|-------------------------------|
| Consolidated Cash Flow Statement for year ended 31 st March 2018 | | |
| PARTICULARS | ₹ in Lakhs | |
| | 31 st Mar 2018 | 31 st Mar 2017 |
| Net Cash Generation from Financing Activities | 1,477 | 5,397 |
| Net Increase/(decrease) in Cash & Cash Equivalents (A+B+C) | 814 | (2,852) |
| Cash & Cash Equivalent at the beginning of the year | 3,609 | 6,461 |
| Cash & Cash Equivalent at the end of the year | 4,423 | 3,609 |
| Cash & Cash Equivalent include | As on 31 st Mar 18 | As on 31 st Mar 17 |
| Cash Balance | 175 | 717 |
| Bank Balance | 374 | 541 |
| Cheque in Hand | 2,520 | 2,351 |
| Deposits - Free Maturity within 3 months | 1,354 | - |
| Cash & Cash Equivalent Reported | 4,423 | 3,609 |

Notes: Previous years' figures are regrouped wherever necessary.

Cash Flow Statement referred in our report of even date

| Particulars | As at | Cash flows (Net) | Non cash changes | | As at |
|---------------------------|---------------|------------------|---|---------------|---------------|
| | 31 March 2017 | | The effect of changes in foreign exchange rates | other changes | 31 March 2018 |
| Borrowings - Non current* | 17,052 | 2,602 | 61 | 3 | 19,723 |
| Borrowings - Current | 1,522 | (312) | | | 1,210 |

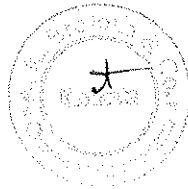
* Including Other Financial Liabilities:

| | | |
|---|-------|-------|
| Current maturities of long-term borrowings | 1,635 | 7,426 |
| Current maturities of finance lease obligations | 134 | 135 |
| Interest accrued and not due on borrowings | 16 | 61 |

For A.K. Bhalotia & Co.
Chartered Accountants
(Firm Registration No. - 329475E)

Ashish Bhalotia
A.K. Bhalotia
Proprietor
Membership No. - 065860

Place - Kolkata
Date - 15/5/18



For Indian Cable Net Co Ltd
(U92132WB1995PLC075754)

Surendra Kumar Agarwal
Surendra Kumar Agarwal
Director
DIN-00569816

Laxman Singh Kaira
Laxman Singh Kaira
Company Secretary

Mukund Gajgali
Mukund Gajgali
Director
DIN-01998552

Anil Kumar Singh
Anil Kumar Singh
V.P. & A)



INDIAN CABLE NET COMPANY LIMITED

Notes to Consolidated financial statements for the year ended 31st March 2018

1 Corporate Information

Indian Cable Net Company Limited (hereinafter referred to as "the company" or "ICNCL" or the "the Holding Company" or " the Parent Company") together with its Subsidiaries Indinet Service Pvt. Ltd. , Axom Communication and Cable Pvt. Ltd. and Sibi Maurya Cable Net Private Limited collectively referred to as a "the Group" are engaged in distribution of television channels through analogue and digital cable distribution network, primary internet (Broadband) and allied services. The company is an Unlisted Public Limited Company incorporated and domiciled in India and has a registered office at Kolkata in the state of West Bengal, India.

2. Basis of Preparation

(a) Statement of Compliance

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).

(b) Principles of Consolidation

The consolidated financial statements include the financial statements of the Holding Company, its subsidiaries and associate (collectively referred to as "The Group").

In preparing the consolidated financial statements, financial statements of the Holding Company, its subsidiaries have been combined on a line by line basis by adding the book values of the like items of assets, liabilities, income and expenses after eliminating intra-group balances / transactions and unrealised profits in full. The amount shown in respect of reserves comprise the amount of the relevant reserves as per the balance sheet of the Parent Company and its share in the post acquisition increase in the relevant reserves of the consolidated entities.

The excess/deficit of cost to the Parent Company of its investment over its portion of net worth in the consolidated entities at the respective dates on which the investment in such entities was made is recognised in the financial statements as goodwill/capital reserve. The Parent Company's portion of net worth in such entities is determined on the basis of book value of assets and liabilities as per the financial statements of the entities as on the date of investment and if not available, the financials statements for the immediately preceding period adjusted for the effects of significant changes.

Uncontrolling Interest in subsidiaries represents the minority shareholders proportionate share of the net assets and net income.

Uncontrolling interest in net profit of consolidated subsidiaries for year has been identified and adjusted against the income in order to arrive at the net income attributable to the shareholders of the company. Their share of net assets has been identified and presented in the consolidated balance sheet separately. Where accumulated losses attributable to the minorities are in excess of their equity, in the absence of the contractual obligation on the minorities, the same have been attributed to the shareholder of the Holding Company.

(c) Basis of Measurement

The financial statements have been prepared on historical cost basis, except for following :

- Financial assets and liabilities (including derivative instruments) that is measured at Fair value/ Amortised cost;
- Non-current assets held for sale – measured at the lower of the carrying amounts and fair value less cost to sell;
- Defined benefit plans – plan assets measured at fair value

(d) Functional and Presentation Currency

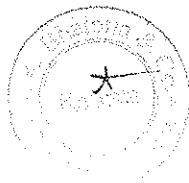
The Financial Statements have been presented in Indian Rupees (INR), which is also the Company's functional currency. All financial information presented in INR has been rounded off to the nearest lakhs as per the requirements of Schedule III, unless otherwise stated.

The accounting policies adopted in the preparation of financial statements are consistent with those of previous year, unless otherwise mentioned, and are explained below-

3 Summary of Significant Accounting Policies

(a) Use of estimates and Critical accounting judgements

The preparation of financial statements in conformity with Indian Accounting Standard (Ind AS) requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent assets and liabilities on the date of the financial statements and reported amounts of Income and Expenses during the period. Actual results could differ from those estimates. Any revision to accounting estimates is recognized prospectively in current or future periods. The most significant techniques for estimation are described in the accounting policies below. Critical accounting judgments and the key sources of estimation or uncertainty in applying the Company's accounting policies arise in relation to the following and also in relation to other accounting policies as stated elsewhere:



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INDIAN CABLE NET COMPANY LIMITED

Notes to Consolidated financial statements for the year ended 31st March 2018

(i) **Property, Plant and Equipment:** Land and buildings held for use in the production or supply of goods or services, or for administrative purposes, are stated in the balance sheet at cost less accumulated depreciation and accumulated impairment losses. Leasehold Land is amortised over the period of useful life. Fixtures and equipment are stated at cost less accumulated depreciation and accumulated impairment losses. An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected to arise from the continued use of the asset. Any gain or loss arising on the disposal or retirement of an item of property, plant and equipment is transferred to Statement of Profit and Loss.

(ii) **Intangible Asset:** Network Assets, Software and VC Cards are included in the Balance sheet as an Intangible asset where they are clearly linked to long term economic benefits for the Company. In this case they are measured initially at purchase cost and then amortised on a straight-line basis over their estimated useful lives. Intangible assets with definite useful lives acquired in a business combination (Goodwill) are reported at cost less accumulated amortisation and accumulated impairment losses.

(iii) **Revenue Recognition:** The carriage income is recognised in the Statement of Profit and Loss on the basis of contract with the broadcasters. Since this is a continuing service, therefore in few cases the Income is recognised following the trend of past basis in the absence

(iv) **Provisioning:** The Provisioning is made of the present obligation which arises due to the past events, which is expected to result in an outflow of resources embodying economic benefits. The provisioning is made in respect of Expenses and Current tax in compliance with Ind AS: 37

(b) **Property, Plant and Equipment and Depreciation**

Property, Plant and Equipment is recognised at cost less accumulated depreciation or impairment losses if any, incurred to bring the asset to the present condition and location. The cost of fixed assets comprises its purchase price net of any trade discounts and rebates, any import duties and other taxes (other than those subsequently recoverable from the tax authorities), any directly attributable expenditure on making the asset ready for its intended use and interest on borrowings attributable to acquisition of qualifying fixed assets up to the date the asset is ready for its intended use. The items of spare parts, stand-by equipments and servicing equipments that satisfy the definition and recognition criteria of Property, Plant and Equipment is classified under Capital work in progress. Capital Work in progress comprises of the cost of fixed assets that are not put to use at the reporting date.

(c) **Goodwill**

Goodwill acquired on business combination is not amortised and is shown as excess of investment over the networth.

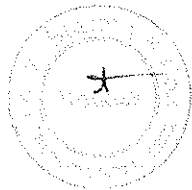
(d) **Other Intangible Asset**

Other Intangible Assets acquired separately are measured on initial recognition at cost. Following initial recognition, intangible assets are carried at cost less accumulated amortisation and accumulated impairment losses, if any.

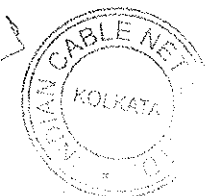
| <u>Asset</u> | <u>Estimated useful life based on SLM</u> |
|-----------------------|---|
| Network Assets | 10 years |
| Software and VC Cards | 6 years |

(e) **Depreciation on Tangible Assets**

Depreciation on tangible assets is provided on straight line method over the useful lives of assets estimated by the Management. Depreciation for assets purchased / sold during the period is proportionately charged. Leasehold land is amortized over the effective period of lease. Intangible assets are amortised over their respective individual estimated useful lives on straight line basis, commencing from the date the asset is available to the company for its use. The details of estimated life for each category of asset are as follows:



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INDIAN CABLE NET COMPANY LIMITED

Notes to Consolidated financial statements for the year ended 31st March 2018

| <u>Asset</u> | <u>Estimated useful life based on SLM</u> |
|---|---|
| Buildings | 60 years |
| Computers and Data Processing Equipment | 3 years |
| Plant and Machinery | 8 years |
| Set Top Boxes | 8 years |
| Furniture and Fixtures | 10 years |
| Vehicles | 8 years |
| Studio Equipments | 13 years |
| Office Equipments | 5 years |

(vi) **Disposal of Assets**

An item of property, plant and equipment is derecognized upon disposal or when no future economic benefits are expected to arise from the continued use of the asset. Any gain or loss arising on the disposal or retirement of an item of property, plant and equipment is determined as the difference between net disposal proceeds and the carrying amount of the asset and is recognized in the statement of profit and loss.

(vii) **Reclassification to Investment Property**

When the use of a property changes from owner-occupied to investment property, the property is reclassified as investment property at its carrying amount on the date of reclassification.

(f) **Investment Property**

Investment property is property held either to earn rental income or for capital appreciation or for both, but not for sale in the ordinary course of business, use in the production or supply of goods or services or for administrative purposes. Upon initial recognition, an investment property is measured at cost. Subsequent to initial recognition, investment property is measured at cost less accumulated depreciation and accumulated impairment losses, if any.

The management believes a period of 60 years as representing the best estimate of the period over which investment properties (which are quite similar) are expected to be used. Accordingly, the Company depreciates investment properties over a period of 60 years on a straight-line basis.

Investment properties are derecognized either when they have been disposed of or when they are permanently withdrawn from the use and no future economic benefit is expected from their disposal. The net difference between the net disposal proceeds and the carrying amount of the asset is recognized in profit or loss in the period of derecognition.

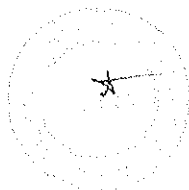
Though the Company measures investment property using cost based measurement, the fair value of investment property is disclosed in the notes. Fair values are determined based on evaluation performed by an accredited external independent valuer.

(g) **Non-current assets (or disposal groups) held for sale and discontinued operations**

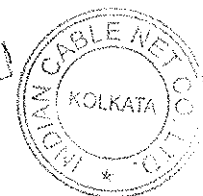
Non-current assets (or disposal groups) are classified as held for sale if their carrying amount will be recovered principally through a sale transaction rather than through continuing use and a sale is considered highly probable. They are measured at the lower of the carrying amount and the fair value less cost to sell.

An impairment loss is recognized for any initial or subsequent write-down of the asset (or disposal group) to fair value less costs to sell. A gain is recognized for any subsequent increases in fair value less costs to sell of an asset (or disposal group), but not in excess of any cumulative impairment loss previously recognized. A gain or loss not previously recognized by the date of the sale of the non-current asset (or disposal group) is recognized at the date of de-recognition.

Non-current assets (including those that are part of a disposal group) are not depreciated or amortized while they are classified as held for sale. Non-current assets (or disposal group) classified as held for sale are presented separately in the balance sheet. Any profit or loss arising from the sale or remeasurement of discontinued operations is presented as part of a single line item in statement of profit and loss.



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Asst. Mgr.



INDIAN CABLE NET COMPANY LIMITED

Notes to Consolidated financial statements for the year ended 31st March 2018

(h) Leases

Where the Group is a lessor

Leases in which the group does not transfer substantially all the risks and benefits of ownership of the asset are classified as operating leases. Assets subject to operating leases are included in Property, Plant and Equipment. Lease income on an operating lease is recognized in the statement of profit and loss on monthly rental basis, wherever applicable over the lease term.

Where the Group is a lessee

The assets where significantly all the risks and rewards is passed to the lessee is classified as Finance lease and the amortised over the useful life of the said leased asset. In case of operating lease the lease rental is treated as an expense.

(i) Impairment of Assets

(i) Financial Assets

For the purpose of computation of expected credit loss, the group has analysed the trend of provisions for doubtful debts created in earlier years. The average rate of provision has been computed based on the adjusted sales (excluding those where the group does not have any historical provision) and provision for doubtful debtors created against those sales. Further, the group has analysed expected credit loss separately for carriage revenue customer and other than carriage revenue customer primarily because the characteristics and historical losses trend was different in these two streams.

(ii) Non-Financial Assets

The Carrying amount of the fixed assets are reviewed at each balance sheet date in accordance with Indian Accounting Standard-36 on "Impairment of Assets" prescribed by the Companies (Indian Accounting Standard) rules, 2015, to determine whether there is any indication of impairment. Impairment test is performed for an individual asset, unless asset does not generate cash flows that are largely independent. Otherwise the assets are tested for Cash Generating Units (CGUs). An Impairment loss is recognised in the Statement of Profit and Loss if the assets or CGU's carrying amount exceeds the greater of Fair value less cost or Value in use. Reversal of Impairment are recognised (except Goodwill) through Statement of Profit and Loss except those routed through reserves.

The Carrying amount of the fixed assets are reviewed at each balance sheet date in accordance with Indian Accounting Standard-36 on "Impairment of Assets" prescribed by the Companies (Accounting Standard) rules, 2015, to determine whether there is any indication of impairment. Impairment test is performed for an individual asset, unless asset does not generate cash flows that are largely independent. Otherwise the assets are tested for Cash Generating Units (CGUs). An Impairment loss is recognised in the Statement of Profit and Loss if the assets or CGU's carrying amount exceeds the greater of Fair value less cost or Value in use. Reversal of Impairment are recognised (except Goodwill) through Statement of Profit and Loss except those routed through reserves.

(j) Borrowing Costs

Borrowing Costs are the interest or the other cost which the entity incurs in connection with the borrowing of the funds. These include interest expense calculated using the Effective interest method as per Ind AS 109, Finance charges of Finance lease as per Ind AS 17. Borrowing cost which are directly attributable to the acquisition, construction or production of a "Qualifying Asset" are included in the cost of the asset when it is probable that they will result in the future economic benefit to the entity and it's cost can be measured reliably.

(k) Inventories

Inventories are valued as follows-

Stock in trade & Stores and spares valued at cost on weighted average method or at net realisable value whichever is lower.

Net realisable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and estimated costs necessary to make the sale.

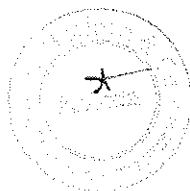
(l) Revenue Recognition

Revenue is recognized to the extent the group considers it realizable and financial benefit of the same shall flow to the group.

(m) Subscription Income from Cable Service

Subscription Income from Cable Service (net of applicable taxes and duties) are recognized on accrual basis from the date of commencement of supply at the signal injection point(s) of the customers as per schedule of rates.

In pursuance of the regulation of Telecom Regulatory Authority of India (TRAI), the company has implemented Digital Adressable (DAS) in the notified areas and accordingly subscription charges have been accounted in terms of said regulation.



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INDIAN CABLE NET COMPANY LIMITED

Notes to Consolidated financial statements for the year ended 31st March 2018

(d)(ii) Income From Activation Of Services

Income from activation of digital cable services is recognised to the extent of the estimated cost incurred in the year of activation as per the matching principle and the balance is deferred over four years based on the estimated period of customer relationship.

(d)(iii) Carriage Income

Carriage Income is recognized on accrual basis over the terms of related agreement/ negotiations provided that there is no significant uncertainty regarding the realisable amount of consideration.

(d)(iv) Other Services

- i) Income from insertion of advertisements is recognized on accrual basis from the date(s) of insertion of advertisements based on the terms specified in the release orders
- ii) Income from rendering technical services is recognized on accrual basis
- iii) Income from fiber leasing is recognized on accrual basis as per terms of the respective contracts.

(d)(v) Lease Income

Lease income from supply of set top boxes is recognised on accrual basis as per terms of agreement of lease.
Rental Income from Investment Property is recognised as per the respective lease agreements.

(d)(vi) Sales of goods

Revenue from sale of goods is recognized when all the significant risks and rewards of ownership of the goods have been passed to the buyer, usually on delivery of the goods. The group collects sales taxes, value added taxes (VAT) and Goods and Service Tax (GST) as applicable on behalf of the government and, therefore, these are not economic benefits flowing to the company. Hence, they are excluded from revenue. Revenue from High sea Sales are being recognised on transfer of title of goods to the customers.

(m) Foreign Currency Transaction

Transaction in foreign currency is recorded at the rate of exchange prevailing on the transaction date (s). Transaction remaining unsettled, is translated at the rate prevailing at the end of the financial year. The exchange rate difference arising there-from are adjusted in the Statement of Profit & Loss.

(n) Cash Flow Hedge

A Cash Flow Hedge is used when an entity is looking to eliminate or reduce the exposure that arises from changes in the cash flows of a financial asset or liability (or other eligible exposure) due to changes in a particular risk. The accounting of derivate instruments is made on commitment date rather than on settlement date. The Cash flow hedge is marked to market on the reporting date and the Cash flow hedge reserve is shown under Other Equity. The effective portion of Cash flow hedge is transferred to Other Comprehensive Income and the ineffective portion is transferred to Statement of Profit and Loss account.

(o) Financial Instruments

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

(i) Recognition and initial measurement

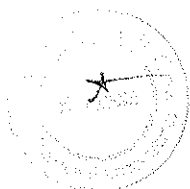
Financial assets and financial liabilities are recognised when the company becomes a party to the contractual provisions of the instrument. Financial assets and liabilities are initially measured at fair value. The transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through Profit or Loss) are added to or deducted from the fair value measured on initial recognition of financial asset or financial liability. The transaction costs directly attributable to the acquisition of financial assets and financial liabilities at fair value through Profit and Loss are immediately recognised in the Statement of Profit and Loss.

Effective interest method

The effective interest method is a method of calculating the amortised cost of a financial instrument and of allocating interest income or expense over the relevant period. The effective interest rate is the rate that exactly discounts future cash receipts or payments through the expected life of the financial instrument, or where appropriate, a shorter period.

Compound Financial Instruments

Separation of instrument into its liability and Equity component is made at the time of Initial recognition. The fair value of liability component establishes its initial carrying amount which is then deducted from the fair value of the instrument as a whole to arrive at the residual amount being recognised as the equity component. The fair value of the liability component at the initial recognition is the Present value of the contractual stream of future cash flow discounted at the market rate of Interest that would have been applied to the instrument of comparable credit quality with substantially the same cash flow.



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INDIAN CABLE NET COMPANY LIMITED

Notes to Consolidated financial statements for the year ended 31st March 2018

(ii) Classification and subsequent measurement

Financial Assets

Financial assets carried at amortised cost

A financial asset is subsequently measured at amortised cost if it is held within a business model whose objective is to hold the asset in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Financial assets at fair value through other comprehensive income

A financial asset is subsequently measured at fair value through other comprehensive income if it is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Financial assets at fair value through profit or loss

A financial asset which is not classified in any of the above categories are subsequently fair valued through profit or loss.

Financial liabilities

Financial liabilities are subsequently carried at amortised cost using the effective interest method. For trade and other payables maturing within one year from the balance sheet date, the carrying amounts approximate fair value due to the short maturity of these instruments.

(iii) Derecognition of Financial Liabilities

The group derecognises financial liabilities when, and only when, the group's obligations are discharged, cancelled or they expire.

(iv) Offsetting financial instruments

Financial assets and liabilities are offset and the net amount reported in the balance sheet when there is a legally enforceable right to offset the recognized amounts and there is an intention to settle on a net basis or realize the asset and settle the liability simultaneously. The legally enforceable right must not be contingent on future events and must be enforceable in the normal course of business and in the event of default, insolvency or bankruptcy of the counterparty.

(p) Retirement benefit costs

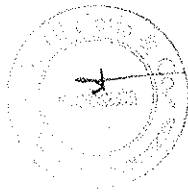
Payments to defined contribution plans are charged as an expense as they fall due. Payments made to state managed retirement benefit schemes are dealt with as payments to defined contribution schemes where the Group's obligations under the schemes are equivalent to those arising in a defined contribution retirement benefit scheme. For defined benefit retirement schemes, the cost of providing benefits is determined using the Projected Unit Credit Method, with actuarial valuation being carried out at each balance sheet date. Re-measurement gains and losses of the net defined benefit liability/ (asset) are recognised immediately in other comprehensive income. The service cost, net interest on the net defined benefit liability/ (asset) is treated as a net expense within employment costs. Past service cost is recognised as an expense when the plan amendment or curtailment occurs or when any related restructuring costs or termination benefits are recognised, whichever is earlier. The retirement benefit obligation recognised in the balance sheet represents the present value of the defined-benefit obligation as reduced by the fair value plan assets.

(q) Taxation

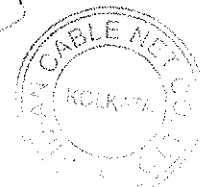
Tax expense for the year comprises current and deferred tax.

Deferred tax is the tax expected to be payable or recoverable on differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit, and is accounted for using the balance sheet liability method. Deferred tax liabilities are generally recognised for all taxable temporary differences. In contrast, deferred tax assets are only recognised to the extent that it is probable that future taxable profits will be available against which the temporary differences can be utilised.

Deferred tax is calculated at the tax rates that are expected to apply in the period when the liability is settled or the asset is realised based on the tax rates and tax laws that have been enacted or substantially enacted by the end of the reporting period.



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INDIAN CABLE NET COMPANY LIMITED

Notes to Consolidated financial statements for the year ended 31st March 2018

(r) Cash and cash equivalents
Cash and cash equivalents include cash in hand, deposits held at call with banks and other short term deposits including the Bank Overdraft.

(s) Provisions

(i) General

Provisions are recognised in the balance sheet when the Company has a present obligation (legal or constructive) as a result of a past event, which is expected to result in an outflow of resources embodying economic benefits which can be reliably estimated. Each provision is based on the best estimate of the expenditure required to settle the present obligation at the balance sheet date. When appropriate, provisions are measured on a discounted basis.

Constructive obligation is an obligation that derives from an entity's actions where:

- (a) by an established pattern of past practice, published policies or a sufficiently specific current statement, the entity has indicated to other parties that it will accept certain responsibilities; and
- (b) as a result, the entity has created a valid expectation on the part of those other parties that it will discharge those responsibilities.

When some or all of the economic benefits required to settle a provision are expected to be recovered from a third party, a receivable is recognised as an asset if it is virtually certain that reimbursement will be received and the amount of the receivable can be measured reliably.

(ii) Contingent Liabilities

A disclosure for contingent liabilities is made where there is a possible obligation or a present obligation that may probably not require an outflow of resources. When there is a possible or a present obligation where the likelihood of outflow of resources is remote, no provision or disclosure is made.

(t) Earnings Per Share

Basic earnings per share is computed by dividing profit or loss attributable to equity shareholders by the weighted average number of equity shares outstanding during the period. The group did not have any potentially dilutive securities in any of the periods presented.

(u) Segment Reporting

The group is a Multi System Operator providing Cable Television Network Services, Broadband Services and Other Related services which is considered as the only reportable segment. The groups operations are based in India.



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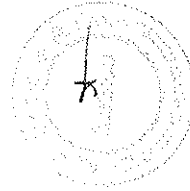
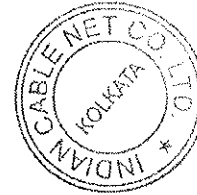
INDIAN CABLE NET COMPANY LIMITED

Notes to Consolidated financial statements for the year ended 31st March 2018

Note 4: PROPERTY, PLANT & EQUIPMENT & CAPITAL WORK IN PROGRESS

| Particulars | Lease Hold Land | Building | Plant and equipment | Computers | Office equipment | Furniture and fixtures | Vehicles | Set top boxes | Set top boxes (Under Lease) | Total | CWIP | ₹ in Lakhs | |
|--|-----------------|--------------|---------------------|------------|------------------|------------------------|------------|---------------|-----------------------------|---------------|---------------|------------|--|
| | | | | | | | | | | | | | |
| Year ended 31 March 2017 | | | | | | | | | | | | | |
| Opening Gross Carrying Amount as on 01 April 2016 | 4,697 | 2 | 7,913 | 369 | 129 | 286 | 127 | 21,909 | 1,423 | 36,854 | 1,829 | | |
| Additions | - | - | 1,813 | 110 | 17 | 3 | 9 | 9,807 | - | 11,758 | 8240 | | |
| Disposals | - | - | - | - | - | - | (7) | - | - | (7) | (3272) | | |
| Closing Gross Carrying Amount | 4,697 | 2 | 9,725 | 479 | 146 | 288 | 129 | 31,716 | 1,423 | 48,605 | 18,837 | | |
| Accumulated Depreciation | | | | | | | | | | | | | |
| Opening Accumulated Depreciation | 69 | 0.27 | 3,392 | 222 | 69 | 87 | 25 | 6,272 | - | 10,686 | - | | |
| Depreciation charge during the year | 69 | 0.02 | 839 | 79 | 18 | 29 | 15 | 3,061 | - | 4,316 | - | | |
| Disposals | - | - | - | - | - | - | (2) | - | - | (2) | - | | |
| Closing Accumulated Depreciation | 138 | 0 | 4,262 | 301 | 87 | 116 | 37 | 9,333 | 725 | 15,006 | - | | |
| Net Carrying Amount as on 31 March 2017 | 4,560 | 1 | 5,463 | 177 | 59 | 172 | 92 | 22,383 | 698 | 33,605 | 18,837 | | |
| Year ended 31 March 2018 | | | | | | | | | | | | | |
| Opening Gross Carrying Amount as on 01 April 2017 | 4,697 | 2 | 9,725 | 479 | 146 | 288 | 129 | 31,716 | 1,423 | 48,605 | 1,837 | | |
| Additions | - | 3,436 | 3,362 | 47 | 58 | 1,140 | 70 | 13,358 | - | 21,481 | 6,443 | | |
| Disposals | - | - | - | - | - | - | (21) | - | - | (21) | (3,353) | | |
| Asset Classified as held for sale | | | | | | | | | | | | | |
| Closing Gross Carrying Amount | 4,697 | 3,438 | 13,088 | 526 | 204 | 1,429 | 188 | 45,074 | 1,423 | 70,065 | 4,871 | | |
| Accumulated Depreciation and Impairment | | | | | | | | | | | | | |
| Opening Accumulated Depreciation | 138 | 0 | 4,262 | 301 | 87 | 116 | 37 | 9,333 | 725 | 15,006 | - | | |
| Depreciation charge during the year | 67.82 | 26 | 1,065 | 86 | 23 | 56 | 19 | 4,829 | 175 | 6,348 | - | | |
| Disposals | - | - | - | - | - | - | (12) | - | - | (12) | - | | |
| Closing Accumulated Depreciation and Impairment | 206 | 26 | 5,327 | 388 | 110 | 172 | 44 | 14,162 | 901 | 21,336 | - | | |
| Net Carrying Amount as on 31 March 2018 | 4,492 | 3,411 | 7,761 | 138 | 93 | 1,256 | 144 | 30,912 | 522 | 48,729 | 4,871 | | |

Note: Refer note no.62 for information on property, plant and equipment pledged as securities by the Company.



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INDIAN CABLE NET COMPANY LIMITED

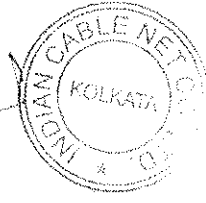
Notes to Consolidated Financial statements for the year ended 31st March 2018

Note 5: GOODWILL & OTHER INTANGIBLE ASSETS

| PARTICULARS | GOODWILL | GOODWILL ON CONSOLIDATION | DISTRIBUTION NETWORK ASSETS | VC CARDS | SOFTWARE | LICENCES | ₹ in Lakhs |
|---|----------|---------------------------|-----------------------------|----------|----------|----------|-------------------------------|
| | | | | | | | TOTAL OTHER INTANGIBLE ASSETS |
| Year ended 31 March 2017 | | | | | | | |
| Gross Carrying Amount | 4,213 | - | 15,371 | 2,201 | 156 | - | 18,941 |
| Deemed cost as at April 2016 | - | - | - | - | - | - | - |
| Additions | - | 128 | - | 906 | 312 | 32 | 1,268 |
| Closing Gross Carrying Amount | 4,213 | 128 | 15,371 | 3,111 | 768 | 32 | 19,281 |
| Accumulated Depreciation | | | | | | | |
| Opening Accumulated Depreciation | 843 | - | 3,074 | 909 | 139 | - | 4,127 |
| Amortisation for the year | 421 | - | 1,537 | 402 | 92 | 1 | 2,052 |
| Closing Accumulated Amortisation | 1,264 | - | 4,611 | 1,311 | 231 | 1 | 6,155 |
| Closing Net Carrying Amount | 2,949 | 128 | 10,760 | 1,800 | 537 | 31 | 13,127 |
| Year ended 31 March 2018 | | | | | | | |
| Gross Carrying Amount | 4,213 | - | 15,371 | 3,111 | 768 | 32 | 19,281 |
| Opening Gross Carrying Amount | 4,213 | 128 | 15,371 | 3,111 | 768 | 32 | 19,281 |
| Additions | - | - | - | 412 | 232 | - | 639 |
| Closing Gross Carrying Amount | 4,213 | 128 | 15,371 | 3,523 | 1,000 | 32 | 19,940 |
| Accumulated amortisation and impairment | | | | | | | |
| Opening Accumulated Amortisation | 1,264 | - | 4,611 | 1,311 | 231 | 1 | 6,153 |
| Additions | 421 | - | 1,537 | 538 | 132 | 2 | 2,309 |
| Closing Accumulated Amortisation and Impairment | 1,685 | - | 6,148 | 1,849 | 363 | 3 | 8,363 |
| Closing Net Carrying Amount | 2,528 | 128 | 9,223 | 1,673 | 637 | 29 | 11,566 |



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INDIAN CABLE NET COMPANY LIMITED

Notes to Consolidated financial statements for the year ended 31st March 2018

Note 6 : INVESTMENT PROPERTY

₹ in Lakhs

| PARTICULARS | INVESTMENT PROPERTY |
|---|---------------------|
| Year ended 31 March 2017 | |
| Gross Carrying Amount as on 01 April 2016 | |
| Additions | - |
| Closing Gross Carrying Amount | |
| Accumulated Depreciation | |
| Opening Accumulated Depreciation | - |
| Amortisation for the year | - |
| Closing Accumulated Amortisation | |
| Closing Net Carrying Amount as on 31 March 2017 | - |
| Year ended 31 March 2018 | |
| Gross Carrying Amount | |
| Opening Gross Carrying Amount | |
| Additions | 6,745 |
| Closing Gross Carrying Amount | 6,745 |
| Accumulated amortisation and impairment | |
| Opening Accumulated Amortisation | - |
| Additions | 53 |
| Closing Accumulated Amortisation and Impairment | 53 |
| Closing Net Carrying Amount as on 31 March 2018 | 6,692 |

Notes:

1. Information regarding income and expenditure of Investment Property

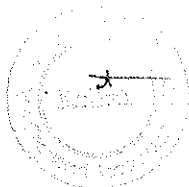
₹ in Lakh

| Particulars | For the year ended 31-Mar-17 | For the year ended 31-Mar-18 |
|--|---------------------------------|---------------------------------|
| Rental income derived from investment properties | 134 | - |
| Direct operating expenses that Generated rental income | - | - |
| Direct operating expenses that did not Generated rental income | - | - |

2. The management has determined that the investment property consists of Building - based on the nature, characteristics and risks of each property. The Company's investment properties consist of a portion of its building situated at Kolkata on the basis of present / intended use.

3. Refer note no. 62 for information on investment property pledged as securities by the Company.

4. The Fair Valuation of Investment Property as on 31 Mar 2018 was Rs 15628 lakhs as assessed by an independent valuer.



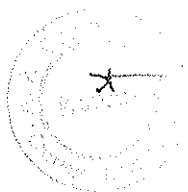
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INDIAN CABLE NET COMPANY LIMITED

Notes to Consolidated financial statements for the year ended 31st March 2018

| | (₹) in Lakhs | |
|--|----------------|----------------|
| | March 31, 2018 | March 31, 2017 |
| 7 Other Non Current Financial Assets | | |
| Security deposits - Unsecured, considered good | 197 | 180 |
| Margin money deposit (pledged) with statutory authorities | 129 | 122 |
| | 326 | 302 |
| 8 Other non-current assets | | |
| Other advances | - | 31 |
| | - | 31 |
| 9 Inventories | | |
| Set Top Box | 1101 | - |
| Stores and spares | 203 | 135 |
| | 1304 | 135 |
| 10 Trade receivables | | |
| Unsecured, considered good ⁵ | 9,705 | 7,203 |
| Unsecured, considered doubtful | 3,583 | 4,108 |
| | 13,288 | 11,311 |
| Less: Provision for doubtful debts | 3,583 | 4,108 |
| | 9,705 | 7,203 |
| * Includes receivable from related parties (Refer Note 63) | | |
| 11 Cash and bank balances | | |
| Cash and cash equivalents | | |
| Cash on hand | 175 | 717 |
| Cheques on hand | 2,520 | 2,351 |
| On current accounts | 374 | 541 |
| In deposit account (with maturity upto three months) | 1,354 | 221 |
| | 4,423 | 3,830 |
| Other Bank Balances | | |
| In deposit account (with maturity upto twelve months) ⁵ | 3,255 | 1,216 |
| | 3,255 | 1,216 |
| ⁵ Pledged with bank against borrowings | | |
| | 2,652 | 1,358 |
| 12 Loans | | |
| Unsecured, considered good | | |
| Other advances | 111 | 65 |
| Prepaid Expenses | - | 13 |
| Advances to distribution companies | 2 | 1 |
| Less: Provision for doubtful advances | (2) | (1) |
| | 111 | 78 |
| 13 Other Current Financial Assets | | |
| Interest accrued and not due on fixed deposits | 5 | - |
| Unbilled revenue | 397 | 1,318 |
| Other Advances | - | - |
| | 402 | 1,318 |
| 14 Current Tax Assets/Liabilities (net) | | |
| Current tax liabilities | | |
| Provision for tax | 2,341 | 2,026 |
| Current tax assets | | |
| Advance tax | 2,905 | 2,486 |
| | 565 | 460 |
| 15 Other current assets | | |
| Advance to Vendors | 301 | 277 |
| Advance to Related Parties | 90 | 90 |
| Balances with statutory authorities | 1,180 | 2,068 |
| Prepaid Expenses | 156 | 118 |
| | 1,728 | 2,552 |



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INDIAN CABLE NET COMPANY LIMITED

Notes to Consolidated financial statements for the year ended 31st March 2018

(₹) in Lakhs

16 Share capital

Authorised share capital

87,857,300 Equity Shares of ₹ 10/- each
30540 Preference Shares of ₹ 100/- each

Total authorised capital

| | March 31, 2018 | March 31, 2017 |
|--|----------------|----------------|
| | 8,786 | 8,786 |
| | 31 | 31 |
| | 8,816 | 8,816 |

Issued share capital

8,64,01,070 Equity Shares of ₹ 10/- each
(Out of above 313,10,000 Nos of equity shares of ₹ 10/- each allotted for consideration other than cash in pursuant to the scheme of amalgamation)

Total issued capital

| | | |
|--|--------------|--------------|
| | 8,640 | 8,640 |
| | 8,640 | 8,640 |

Subscribed and fully paid up capital

| | | |
|--|-------|-------|
| | 8,640 | 8,640 |
|--|-------|-------|

Total paid up capital

| | | |
|--|--------------|--------------|
| | 8,640 | 8,640 |
|--|--------------|--------------|

Reconciliation of the number of shares outstanding and the amount of share capital as at March 31, 2018 and March 31, 2017 are set out below

(i) Equity Shares

| | 31-Mar-18 | | 31-Mar-17 | |
|------------------------------------|-------------------|--------------|-------------------|--------------|
| | Nos | ₹ in Lakhs | Nos | ₹ in Lakhs |
| At the beginning of the period | 86,401,070 | 8,640 | 86,401,070 | 8,640 |
| Outstanding at the end of the year | 86,401,070 | 8,640 | 86,401,070 | 8,640 |

(ii) Preference Share

There is no movement in Preference Share Capital.

Terms & rights attached to equity shares

The company has only one class of equity shares having par value of ₹ 10 per share. Each holder of equity shares is entitled to one vote per share.

In the event of liquidation of the company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

Out of Equity shares issued by the Company, shares held by its holding company, ultimate holding company and their subsidiaries/ associates are as below:

| Particulars | 31/Mar/18 | | 31/Mar/17 | |
|---|------------|------------|------------|------------|
| | Nos | ₹ in Lakhs | Nos | ₹ in Lakhs |
| Equity Shares | | | | |
| Holding Company -Siti Cable Network Limited | 51,831,000 | 5,183 | 51,831,000 | 5,183 |
| Subsidiary of Holding Company- Central Bombay Cable Network Limited | 30,000 | 3 | 30,000 | 3 |

Details of share holder holding more than 5% share as at March 31, 2018 and March 31, 2017

| Name of Shareholder | Equity Shares | | | |
|---|---------------------------------|--------------|-----------------------------------|--------------|
| | As at 31 st Mar 2018 | | As at 31 st March 2017 | |
| | No. of Shares | % of Holding | No. of Shares | % of Holding |
| Siti Cable Network Limited, Holding Company | 51,831,000 | 59.99 | 51,831,000 | 59.99 |
| Aurag Churimar | 5,236,357 | 6.06 | 5,236,357 | 6.06 |
| Sunil Nihalani | 5,454,347 | 6.31 | 5,454,347 | 6.31 |
| Suresh Sethiya | 5,451,007 | 6.31 | 5,451,007 | 6.31 |
| Tinkati Dutta | 5,244,586 | 6.07 | 5,244,586 | 6.07 |
| Zafar Iqbal | 5,225,596 | 6.05 | 5,225,596 | 6.05 |
| Surendra Kumar Agarwal | 5,219,377 | 6.04 | 5,219,377 | 6.04 |

Approved

L. K. Singh



M. K. Singh

INDIAN CABLE NET COMPANY LIMITED

Notes to Consolidated financial statements for the year ended 31st March 2018

17 Other Equity

Securities premium account

Balance at the beginning of the year
Balance at the end of the year

Cash Flow Hedge Reserve

Balance at the beginning of the year
Fair Value Change on Cash Flow Hedge
Reclassified to Profit and Loss Account
Balance at the end of the year

Surplus/(Deficit) in the Statement of profit and loss

Balance at the beginning of the year
Add: Profit/(Loss) for the year
Less: Impact of depreciation on assets due to change in useful life

Balance at the end of the year

18 Non Current Financial Liabilities

Borrowings

(a) Term loans from banks

Term loans (Secured)

(Term loan from Karnataka Bank Ltd carrying interest @ 12.90% p.a. subject to change from time to time, repayable in 66 equated monthly installments, secured by hypothecation of 70000 digital STBs and equitable mortgage of commercial plot of land at Beltala, Dispur, Dist: Kannur held in the name of a Director, and personal guarantee of the Directors of the company.)

Term loans (Secured)

(Term loan from Bank of Baroda carrying interest @ 11.20% p.a. subject to change from time to time, repayable in 18 monthly installment/ 12 quarterly installments, secured by the first and exclusive equitable mortgage land and building at Plot No. XI/4, Block- EP & GP, Sector-V, Salt Lake, Kolkata- 700091, pledge of fixed deposit, held in the name of the company and personal guarantee of the directors.)

Buyer's credits

Buyer's credit through Bank of Baroda (Secured by first charge on all movable and immovable fixed assets, including that acquired and finances, including all rights / documents / insurance claims. Second charge on entire current assets of the company both present and future and also secured by the first and exclusive equitable mortgage land and building at Plot No. XI/4, Block- EP & GP, Sector-V, Salt Lake, Kolkata- 700091, pledge of fixed deposit, held in the name of the company and personal guarantee of the directors)

(The facility is repayable by conversion to term loan on expiry of 36 months from 1st drawdown date)

Finance lease obligations - (Secured)

(Equipment loan from Cisco Systems Capital India Private Limited, secured against hypothecation of such equipments, carrying interest @ 8.5% per annum repayable in 36 equal monthly installments.)

Finance lease obligations - (Secured)

(Vehicle loan from ICICI Bank Limited, secured against hypothecation of vehicle, carrying interest @ 10% per annum repayable in 60 equal monthly installments.)

(b) Unsecured loan

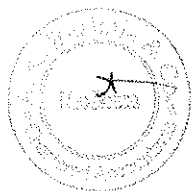
Holding company, Siti Cable Network Limited

(Repayable on demand after 31 March 2019)

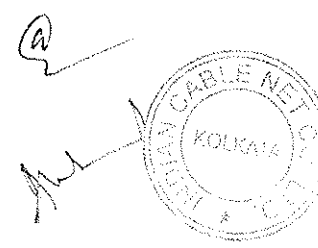
(c) Redeemable Preference share capital

Liability Component of Redeemable Preference Share

| | ₹ in Lakhs | |
|---|----------------|----------------|
| | March 31, 2018 | March 31, 2017 |
| Securities premium account | | |
| Balance at the beginning of the year | 18,968 | 18,968 |
| Balance at the end of the year | 18,968 | 18,968 |
| Cash Flow Hedge Reserve | | |
| Balance at the beginning of the year | (9) | - |
| Fair Value Change on Cash Flow Hedge | - | (9) |
| Reclassified to Profit and Loss Account | 9 | - |
| Balance at the end of the year | - | (9) |
| Surplus/(Deficit) in the Statement of profit and loss | | |
| Balance at the beginning of the year | 8,732 | 7,286 |
| Add: Profit/(Loss) for the year | 3,851 | 1,564 |
| Less: Impact of depreciation on assets due to change in useful life | - | 58 |
| | 12,583 | 8,732 |
| Balance at the end of the year | 31,551 | 27,691 |
| Borrowings | | |
| (a) Term loans from banks | | |
| Term loans (Secured) | - | 478 |
| Term loans (Secured) | 2,410 | - |
| Buyer's credits | 4,522 | 9,406 |
| Finance lease obligations - (Secured) | 95 | 224 |
| Finance lease obligations - (Secured) | 3 | 5 |
| (b) Unsecured loan | 5,029 | 5,029 |
| (c) Redeemable Preference share capital | 43 | 40 |
| | (2,10) | 15,272 |



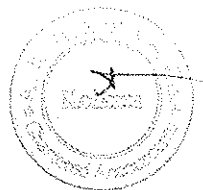
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Asst. Mgr.



INDIAN CABLE NET COMPANY LIMITED

Notes to Consolidated financial statements for the year ended 31st March 2018

| | (₹) in Lakhs | |
|--|----------------|----------------|
| | March 31, 2018 | March 31, 2017 |
| 19 Other Non-Current financial liabilities | | |
| Security Deposit | 360 | 360 |
| Interest free deposits from customers | 15 | 15 |
| | <u>375</u> | <u>375</u> |
| 20 Non-Current Provisions | | |
| Provision for employee benefits | | |
| Provision for gratuity | 72 | 71 |
| Provision for compensated absences | 75 | 61 |
| Provision for Churn STB's | 82 | 81 |
| | <u>230</u> | <u>212</u> |
| 21 Deferred tax liability (net) | | |
| Deferred tax liability | | |
| Fixed assets, Impact of difference between tax depreciation and depreciation/ amortization charged for the financial reporting | 3,109 | 2,642 |
| Gross deferred tax liability | <u>3,109</u> | <u>2,642</u> |
| Deferred tax asset | | |
| Impact of Deferred Activation Income | 49 | - |
| Impact of expenditure charged to the statement of profit and loss in the current year but allowed for tax purposes on payment basis | 145 | 19 |
| Provision for doubtful debts and advances | 989 | 1343 |
| Other disallowances | 61 | 30 |
| Carry Forward of IT Loss | 0 | - |
| Mat Credit Entitlement | 925 | 527 |
| Gross deferred tax asset | <u>2,169</u> | <u>1,920</u> |
| Net deferred tax asset/ (liabilities) | <u>(940)</u> | <u>(722)</u> |
| 22 Other non-current liabilities | | |
| Deferred Income - Activation | 3,432 | 2,503 |
| Interest free deposits from customers | 2,484 | 2,802 |
| | <u>5,916</u> | <u>5,004</u> |
| 23 Short-term borrowings | | |
| Cash Credit from Bank of Baroda | 405 | 714 |
| (Secured by first charge on entire current assets of the company, both present and future and also secured by the first and exclusive equitable mortgage land and building at Plot No.- XI/4, Block- EP & GP, Sector-V, Salt Lake, Kolkata-700091, pledge of fixed deposit, held in the name of the company and personal guarantee of the directors) | | |
| Inter Corporate Deposit | 538 | 478 |
| Unsecured | | |
| From Related Parties | 266 | 330 |
| | <u>1,210</u> | <u>1,522</u> |
| 24 Trade payables | | |
| Total outstanding dues of creditors other than of micro enterprises, small enterprises and other enterprises | 12,191 | 7,215 |
| | <u>12,191</u> | <u>7,215</u> |
| 25 Other Current financial liabilities | | |
| Creditors for capital goods | 9,427 | 11,721 |
| Payable for Contractual Liabilities | 32 | 24 |
| Current maturities of long-term borrowings | 2,426 | 1,635 |
| (Includes Buyers Credit ₹ 5786 Lakh and Term Loan ₹ 1600 Lakh) | | |
| Current maturities of finance lease obligations | 135 | 134 |
| Interest accrued but not due on borrowings | 61 | 16 |
| Bank overdraft | 83 | 278 |
| | <u>17,165</u> | <u>13,807</u> |
| 26 Other Current Liabilities | | |
| Unearned Income | 19 | 9 |
| Advances from customers | 717 | 1498 |
| Deferred Income (Activation) | 1376 | 761 |
| Payable for Contractual Liabilities | - | 14 |
| Payable for statutory liabilities | 960 | 1261 |
| Other Advances | 668 | - |
| | <u>3,739</u> | <u>3,543</u> |
| 27 Current Provisions | | |
| Provision for employee benefits | | |
| Provision for gratuity | 11 | 19 |
| Provision for compensated absences | 4 | 5 |
| | <u>15</u> | <u>24</u> |



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INDIAN CABLE NET COMPANY LIMITED

Notes to Consolidated financial statements for the year ended 31st March 2018

28 Revenue from operations

| | (₹) in Lakhs | |
|--|----------------|----------------|
| | March 31, 2018 | March 31, 2017 |
| Sale of services | | |
| Subscription income | 20,541 | 11,937 |
| Advertisement income | 776 | 387 |
| Carriage income | 9,210 | 9,467 |
| Activation and Set top boxes pairing charges | 8,017 | 5,956 |
| Subscription Income - Internet | 7,161 | 4,459 |
| Other operating revenue | | |
| Sale of traded goods* | 2,702 | 1,002 |
| Lease rental charges | 290 | 270 |
| Other networking and management income | 612 | 1,274 |
| Rental Income Building | 134 | - |
| Other Operating Income | 75 | - |
| | 49,519 | 34,752 |

* Details of sale of traded goods

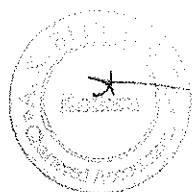
| | | |
|-------------------------------|--------------|--------------|
| Set top box and viewing cards | 2,702 | 1,002 |
| | 2,702 | 1,002 |

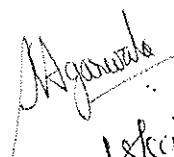
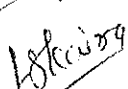
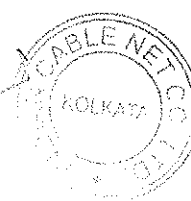
29 Other income

| | | |
|--|------------|--------------|
| Interest income on | | |
| Bank deposits | 199 | 63 |
| Others | - | 69 |
| Bad Debt Recovered | 45 | - |
| Excess provisions written back | 60 | 153 |
| Gain On Foreign Exchange Fluctuation (Net) | 92 | 480 |
| Other non-operating income | 412 | 292 |
| | 808 | 1,057 |

30 Cost of materials consumed-stores and spares

| | | |
|-----------------------------------|------------|------------|
| Opening stock | 135 | 479 |
| | 135 | 479 |
| Add : Purchases during the year | 1,492 | 2,044 |
| | 1,627 | 2,522 |
| Less: Transferred to CWIP | - | 944 |
| Less: Transferred to fixed assets | 1,258 | 1,278 |
| | 369 | 300 |
| Less : Closing stock | 203 | 135 |
| | 166 | 165 |

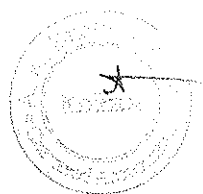


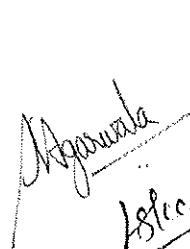






INDIAN CABLE NET COMPANY LIMITED

Notes to Consolidated financial statements for the year ended 31st March 2018

| | (₹) in Lakhs | |
|---|----------------|----------------|
| | March 31, 2018 | March 31, 2017 |
| 31 Purchases of traded goods | | |
| Set top boxes | 2,705 | 811 |
| Viewing cards (CY ₹26277 & PY ₹25326) | 0 | 0 |
| | <u>2,705</u> | <u>811</u> |
| 32 Carriage sharing, pay channel and related costs | | |
| Licence Fee | 573 | 357 |
| Management Charges | 2,402 | 1,841 |
| Pay channel Expenses | 11,224 | 10,009 |
| Building Maintenance Expenses | 192 | - |
| Carriage Sharing Charges | - | 8 |
| Lease Rental & Right to Usage Charge | 1,357 | 1,114 |
| Bandwidth Cost | 2,784 | 1,523 |
| Program Production Expenses | 178 | 176 |
| Other Operational Expenses | 1,537 | 1,013 |
| Commission Charges and Incentives | 4,409 | 2,467 |
| | <u>24,657</u> | <u>18,508</u> |
| 33 Employee benefits expense | | |
| Salaries, allowances and bonus | 1,416 | 1,131 |
| Contributions to provident and other funds | 101 | 76 |
| Gratuity Fund Contribution | 44 | 24 |
| Staff welfare expenses | 180 | 137 |
| | <u>1,741</u> | <u>1,369</u> |
| 34 Finance costs | | |
| Interest on Financial Liabilities at Amortised Cost | 342 | 167 |
| Exchange fluctuation loss (net) | 70 | - |
| Bank charges | 26 | 29 |
| Amortisation of borrowing and ancillary costs | 439 | 161 |
| | <u>877</u> | <u>358</u> |
| 35 Depreciation and amortisation expenses | | |
| Depreciation of tangible assets (Refer note 4 & 6) | 6,401 | 4,258 |
| Amortisation of intangible assets (Refer note 5) | 2,630 | 2,454 |
| | <u>9,032</u> | <u>6,712</u> |

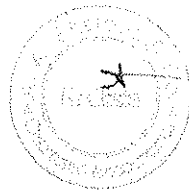



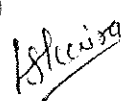





INDIAN CABLE NET COMPANY LIMITED

Notes to Consolidated financial statements for the year ended 31st March 2018

| | (₹) in Lakhs | |
|--|----------------|----------------|
| | March 31, 2018 | March 31, 2017 |
| 36 Other expenses | | |
| Rent | 301 | 236 |
| Rates and taxes | 148 | 76 |
| Communication expenses | 142 | 151 |
| Repairs and maintenance | | |
| - Network | 244 | 248 |
| - Building | 3 | 1 |
| - Others | 259 | 156 |
| Electricity and water charges | 248 | 207 |
| Legal, professional and consultancy charges | 351 | 442 |
| Printing and stationery | 35 | 34 |
| Service charges | 1,050 | 799 |
| Travelling and conveyance expenses | 357 | 281 |
| Auditors' remuneration (Refer Note.53) | 14 | 19 |
| Vehicle expenses | 207 | 168 |
| Insurance expenses | 9 | 6 |
| Corporate Social Responsibility Expenditure | 60 | 99 |
| Donation to Political Party | - | 75 |
| Loss on Sale / Discard / Write off of Assets (net) | 15 | 1 |
| Provision for Churn STB'S | 1 | 6 |
| Provision for doubtful debts | 1,593 | 727 |
| Provision for doubtful advances (PY ₹ 17250) | 1 | 0 |
| Rebate and Discount | 91 | - |
| Advertisement and publicity expenses | 172 | 111 |
| Bad debts | 41 | 18 |
| Business and sales promotion | 118 | 128 |
| Miscellaneous expenses | 87 | 86 |
| | 5,546 | 4,075 |
| 38 Earnings per share | | |
| Profit attributable to equity shareholders | 3,836 | 1,513 |
| Number of weighted average equity shares | 86,401,070 | 86,401,070 |
| Basic | 4.44 | 1.75 |
| Diluted | 4.44 | 1.75 |
| Nominal value of per equity share (₹) | 10 | 10 |



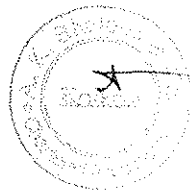
INDIAN CABLE NET COMPANY LIMITED

Notes to Consolidated financial statements for the year ended 31st March 2018

Note No:37

₹ in Lakhs

| OTHER COMPREHENSIVE INCOME | Year Ended 31 March 2018 | Year Ended 31 March 2017 |
|---|--------------------------------|-----------------------------|
| A (i) Items that will not be reclassified to Profit or Loss | | |
| Remeasurements of the net defined benefit plans as under | | |
| Remeasurement of employee benefit obligations | 27 | (14) |
| (ii) Income Tax relating to items that will not be reclassified to profit or loss | (9) | 5 |
| B (i) Items that will be reclassified to profit or loss | - | - |
| (ii) Income Tax relating to items that will be reclassified to profit or loss | - | - |
| TOTAL COMPREHENSIVE INCOME | 18 | (9) |



Agarwal
18/03/18



INDIAN CABLE NET COMPANY LIMITED

Notes to Consolidated financial statements for the year ended 31st March 2018

Note No :39 Tax Expenses

The major components of **Income Tax** for the year are as under:

(₹) in Lakhs

| | Mar-18 | Mar-17 |
|---|--------|--------|
| Income tax related to items recognised directly in the statement of profit and loss | | |
| Current tax - current year | 1,109 | 995 |
| -earlier years | (465) | (26) |
| Deferred tax charge / (benefit) | 615 | 776 |
| Total | 1,260 | 1,744 |
| Effective tax rate | 22.48% | 45.76% |

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, 2018 and 31 March, 2017 is as follows:

| | Mar-18 | Mar-17 |
|--|---------|---------|
| Profit before tax | 5,603 | 3,811 |
| Income tax | | |
| Statutory income tax on profit | 1,862 | 1,293 |
| Tax effect on non-deductible expenses | 3,536 | 3,201 |
| Additional allowances for tax purposes | (4,289) | (3,498) |
| Others / Deferred Tax effect | 615 | 776 |
| Deferred Tax effect on carry forward IT Loss | | |
| Tax effect for earlier years | (465) | (26) |
| Tax expense recognised in the statement of profit and loss | 1,260 | 1,744 |

Deferred tax recognised in statement of other comprehensive income

| For the year ended 31 March | Mar-18 | Mar-17 |
|---|--------|--------|
| Employee retirement benefits obligation | (13) | (18) |

The applicable statutory Income Tax rate is 34.608% for the FY 2017-18 (34.608% for FY 2016-17). However, company is required to pay tax u/s 115JB of Income Tax Act, 1961.

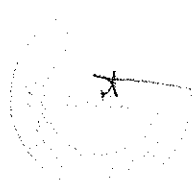
Deferred tax assets and liabilities are offset where the Company has a legally enforceable right to do so. For analysis of the deferred tax balances (after offset) for financial reporting purposes refer note no-21.

The Company does not have any temporary differences in respect of unutilised tax losses.

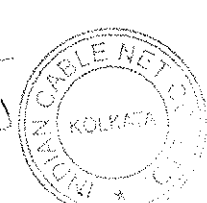
Deferred tax recognised in statement of profit and loss

| For the year ended | Mar-18 | Mar-17 |
|---|--------|--------|
| Employee retirement benefits obligation | (13) | (18) |
| Allowances for credit losses | | |
| Depreciation and amortisation | 467 | 568 |
| Other disallowances | 148 | 226 |
| Total | 602 | 776 |

| Reconciliation of deferred tax assets / (liabilities) net: | Mar-18 | Mar-17 |
|--|---------|---------|
| Opening balance | (1,244) | (473) |
| Deferred tax (charge)/credit recognised in | | |
| -Statement of profit and loss | (602) | (776) |
| -Recognised in other comprehensive income | (18) | 5 |
| Total | (1,865) | (1,244) |



Agarwal
Secretary



INDIAN CABLE NET COMPANY LIMITED

Summary of significant accounting policies and other explanatory information for the year ended March 31, 2018

40 Fair value measurements

There have been no transfers among Level 1, Level 2 and Level 3 during the period. The Company does not have any investments (other than investment in subsidiary), derivative financial assets and liabilities. Hence, Level 1 and Level 2 hierarchy is not applicable.

Accounting classification and fair values

The following table shows the carrying amounts and fair values of financial assets and financial liabilities as at 31 March 2018

A. Financial instruments by category

| | March 31, 2018 | | | March 31, 2017 | | |
|--|----------------|-------|----------------|----------------|-------|----------------|
| | FVTPL | FVOCI | Amortised cost | FVTPL | FVOCI | Amortised cost |
| Financial assets (Non Current & Current) | | | | | | |
| Bank deposits | - | - | 129 | - | - | 122 |
| Amount receivable | - | - | 111 | - | - | 78 |
| Interest accrued and not due on fixed deposits | - | - | 5 | - | - | - |
| Security deposits (Non Current) | - | - | 197 | - | - | 180 |
| Unbilled revenues | - | - | 397 | - | - | 1,318 |
| Trade receivables | - | - | 9,705 | - | - | 7,203 |
| Cash and cash equivalents | - | - | 4,423 | - | - | 3,830 |
| Other Bank Balances | - | - | 3,255 | - | - | 1,216 |
| Total financial assets | - | - | 18,222 | - | - | 13,946 |
| Financial liabilities (Non Current & Current) | | | | | | |
| Borrowings (non-current financial liabilities) | - | - | 12,101 | - | - | 15,272 |
| Borrowings (current financial liabilities) | - | - | 1,210 | - | - | 1,522 |
| Security deposits received from customer | - | - | 375 | - | - | 375 |
| Trade payables | - | - | 12,191 | - | - | 7,215 |
| Other financial liabilities (current) | - | - | 17,165 | - | - | 13,807 |
| Total financial liabilities | - | - | 43,041 | - | - | 38,191 |

Fair Value Hierarchy

Investment in subsidiaries, associate and joint venture are measured at cost as per Ind AS 27, 'Separate financial statements'.

**The Company has not disclosed the fair values for financial instruments such as cash & cash equivalents, short term trade receivables, short term trade payables because their carrying amounts are a reasonable approximation of fair value.

41 Financial risk management objectives and policies

Financial risk management

The Company's principal financial liabilities comprise trade and other payables. The main purpose of these financial liabilities is to finance the Company's operations and to provide guarantees to support its operations. The Company's principal financial assets include trade and other receivables, and cash and short-term deposits that derive directly from its operations. The Company's activities expose it to a variety of financial risks: market risk, credit risk and liquidity risk. The Board of Directors reviews and agrees policies for managing each of these risks, which are summarised below.

A. Credit risk

Credit risk is the risk that a customer or counterparty to a financial instrument will fail to perform or pay amounts due to the Company causing financial loss. The Company's exposure to credit risk is influenced mainly by cash and cash equivalents, trade receivables and financial assets measured at amortised cost. The Company continuously monitors defaults of customers and other counterparties and incorporates this information into its credit risk controls.

Credit risk management

Credit risk rating

The Company assesses and manages credit risk of financial assets based on following categories arrived on the basis of assumptions, inputs and factors specific to the class of financial assets.

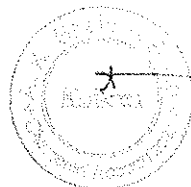
A: Low credit risk on financial reporting date

B: High credit risk

The Company provides for expected credit loss based on the following:

| Asset group | Basis of categorisation | Provision for expected credit loss |
|------------------|---|--|
| Low credit risk | Investment, Cash and cash equivalents and other financial assets except Trade Receivable, security deposits and amount receivable | Life time expected credit loss or fully provided for |
| High credit risk | Trade receivables, security deposits and amount recoverable | Life time expected credit loss or fully provided for |

Based on business environment in which the Company operates, a default on a financial asset is considered when the counter party fails to make payments within the agreed time period as per contract. Loss rates reflecting defaults are based on actual credit loss experience and considering differences between current and historical economic conditions.



Handwritten signatures and a circular stamp of Indian Cable Net Company Limited, Mumbai.

INDIAN CABLE NET COMPANY LIMITED

Summary of significant accounting policies and other explanatory information for the year ended March 31, 2018

| Credit rating | Particulars | ₹ in Lakh | |
|------------------|--|-----------|-----------|
| | | 31-Mar-18 | 31-Mar-17 |
| Low credit risk | Investment, Cash and cash equivalents and other financial assets except Trade Receivable, security deposits and amount recoverable | 4,950 | 5,270 |
| High credit risk | Trade receivables, security deposits and amount recoverable | 10,012 | 7,461 |

Concentration of trade receivables

The Company has widespread customers and there is no concentration of trade receivables.

Credit risk exposure

Provision for expected credit losses

For the purpose of computation of expected credit loss, the Company has analysed the trend of provisions for doubtful debts created in earlier years. The average rate of provision has been computed based on the adjusted sales (excluding those where the Company does not have any historical provision) and provision for doubtful debtors created against those sales.

Expected credit loss for trade receivables, security deposit and Amounts recoverable under simplified approach

as at March 31, 2018

| Ageing | ₹ in Lakh | | |
|---------------------|---------------------------------|------------------------|---|
| | Estimated gross carrying amount | Expected credit losses | Carrying amount net of impairment provision |
| Trade receivables | 13,288 | 3,583 | 9,705 |
| Security Deposit | 197 | - | 197 |
| Amounts recoverable | 111 | - | 111 |

as at March 31, 2017

| Ageing | ₹ in Lakh | | |
|---------------------|---------------------------------|------------------------|---|
| | Estimated gross carrying amount | Expected credit losses | Carrying amount net of impairment provision |
| Trade receivables | 11,311 | 4,108 | 7,203 |
| Security Deposit | 180 | - | 180 |
| Amounts recoverable | 78 | - | 78 |

Reconciliation of loss allowance provision - Trade receivables

| | ₹ in Lakh |
|----------------------------------|-----------|
| Loss allowance on March 31, 2017 | 4,108 |
| Changes in loss allowance | (524) |
| Loss allowance on March 31, 2018 | 3,583 |

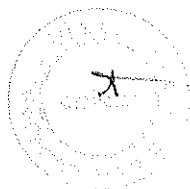
B. Liquidity risk

Liquidity risk is the risk that suitable sources of funding for the Company's business activities may not be available.

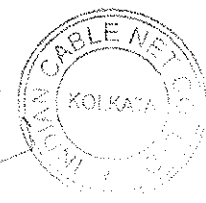
Prudent liquidity risk management implies maintaining sufficient cash and marketable securities and the availability of funding through an adequate amount of committed credit facilities to meet obligations when due and to close out market positions. Management monitors rolling forecasts of the Company's liquidity position (comprising the undrawn borrowing facilities) and cash and cash equivalents on the basis of expected cash flows. Short term liquidity requirements comprises mainly of trade payables and employee dues arising during normal course of business as on each balance sheet date. Long-term liquidity requirement is assessed by the management on periodical basis and is managed through internal accruals and through funding commitments from shareholders. As at each statement of financial position date, the Company's liabilities having contractual maturities (including interest payments where applicable) are summarised as follows:

(ii) Maturities of financial liabilities

| Contractual maturities of financial liabilities | ₹ in Lakh | | | | | |
|---|--------------------|------------------|---------------------|--------------------|------------------|---------------------|
| | March 31, 2018 | | | March 31, 2017 | | |
| | Less than one year | One to two years | More than two years | Less than one year | One to two years | More than two years |
| Non-derivatives | | | | | | |
| Secured Borrowings (non-current financial liabilities) | 7,561 | 4,372 | 2,657 | 2,200 | 4,212 | 6,310 |
| Secured Borrowings (current financial liabilities) including interest | 61 | - | - | 16 | - | - |
| Borrowings (non-current financial liabilities) | - | 5,029 | - | - | 5,029 | - |
| Other financial liabilities | 9,459 | - | - | 14,745 | - | - |
| Security deposits received from customer | - | - | - | - | - | 375 |
| Bank Overdraft | 83 | - | - | 278 | - | - |
| Trade payables | 12,191 | - | - | 7,215 | - | - |
| Total non-derivative liabilities | 29,355 | 9,401 | 2,657 | 21,453 | 9,241 | 6,684 |



Agarwal
Asst. Secy



INDIAN CABLE NET COMPANY LIMITED

Summary of significant accounting policies and other explanatory information for the year ended March 31, 2018

C. Market Risk

Market risk is the risk that changes in market prices - such as foreign exchange rates and interest rates - will affect the Company's income or the value of its holdings of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimising the return.

Cash Flow Hedge Accounting

The Company has foreign currency borrowings in the form of buyers credit and is exposed to change in the exchange rates. Foreign exchange risk arises from future commercial transactions and recognised assets and liabilities denominated in a currency that is not the company's functional currency (₹). The risk is measured through a forecast of highly probable foreign currency cash flows.

Foreign currency risk is managed by following established risk management policies, which inter alia includes monitoring the movements in currencies in which the borrowings / capex vendors are payable and hedging the exposure to foreign currency risk by entering into forward currency contracts.

The Company does not enter into or trade financial instrument including derivative for speculative purpose.

(i) Foreign currency risk

Foreign currency risk exposure:

The Company's exposure to foreign currency risk at the end of the reporting period expressed in INR, are as follows:

| | March 31, 2018 | March 31, 2017 |
|--|----------------|----------------|
| Financial assets (A) | | |
| Trade receivables | - | - |
| Financial liabilities (B) | 13,999 | 7,309 |
| Buyer's credit (unhedged) | 10,369 | 4,490 |
| Payable to vendors for property, plant and equipment | 3,630 | 2,819 |
| Net exposure (B-A) | 13,999 | 7,309 |

Sensitivity

The sensitivity of profit or loss to changes in the exchange rates arises mainly from foreign currency denominated financial instruments.

| | Impact on Profit after tax | |
|--|----------------------------|-----------|
| | 31-Mar-18 | 31-Mar-17 |
| ₹ / USD increased by 5% (previous year 5%) | (700) | (365) |
| ₹ / USD increased by 5% (previous year 5%) | 700 | 365 |

(ii) Cash flow and fair value interest rate risk

The Company's main interest rate risk arises from long-term borrowings with variable rates, which expose the Company to cash flow interest rate risk.

(a) Interest rate risk exposure

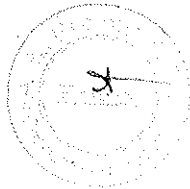
The Company's policy is to minimise interest rate cash flow risk exposures on long-term financing. At 31st March the Company is exposed to changes in market interest rates through bank borrowings at variable interest rates. Other borrowings are at fixed interest rates.

| | 31-Mar-18 | 31-Mar-17 |
|--------------------------|---------------|---------------|
| Variable rate borrowings | 15,057 | 12,698 |
| Total borrowings | 15,057 | 12,698 |

(b) Sensitivity

Profit or loss is sensitive to higher/lower interest expense from borrowings as a result of

| | Impact on loss after tax | |
|--|--------------------------|-----------|
| | 31-Mar-18 | 31-Mar-17 |
| Interest rates -- increase by 100 basis points (31 March 2017 100 bps) * | 150.57 | 126.98 |
| Interest rates -- decrease by 100 basis points (31 March 2017 100 bps) * | (150.57) | (126.98) |



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INDIAN CABLE NET COMPANY LIMITED

Summary of significant accounting policies and other explanatory information for the year ended March 31, 2018

42 Capital management

Risk Management

The Company's objectives when managing capital is to safeguard continuity, maintain a strong credit rating and healthy capital ratios in order to support its business and provide adequate return to shareholders through continuing growth. The Company's overall strategy remains unchanged from previous year. The Company sets the amount of capital required on the basis of annual business and long-term operating plans which include capital and other strategic investments. The funding requirements are met through a mixture of equity, internal fund generation and other non-current borrowings. The Company's policy is to use current and non-current borrowings to meet anticipated funding requirements. The Company monitors capital on the basis of the gearing ratio which is net debt divided by total capital (equity plus net debt). The Company is not subject to any externally imposed capital requirements. Net debt are non-current and current borrowings as reduced by cash and cash equivalents, other bank balances and current investments. Equity comprises all components including other comprehensive income.

| Particulars | March 31, 2018 | March 31, 2017 |
|---|----------------|----------------|
| Cash and cash equivalents | 4,423 | 3,830 |
| Other Bank Balances | 3,255 | 1,216 |
| Margin money | 129 | 122 |
| Total cash (A) | 7,808 | 5,168 |
| Borrowings (non-current, financial liabilities) | 12,101 | 15,272 |
| Borrowings (current, financial liabilities) | 1,210 | 1,522 |
| Current maturities of long-term borrowings | 7,476 | 1,651 |
| Current maturities of finance lease obligations | 135 | 134 |
| Total borrowing (B) | 20,872 | 18,579 |
| Net debt (C=B-A) | 13,064 | 13,411 |
| Total equity | 42,453 | 38,073 |
| Total capital (equity + net debts) (D) | 55,517 | 51,484 |
| Gearing ratio (C/D) | 24% | 26% |

Classification and measurement of financial assets and liabilities

The classification and measurement of financial assets will be made considering whether the conditions as per Ind AS 109 are met based on facts and circumstances existing at the date of transition.

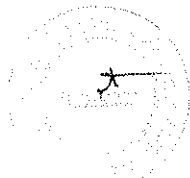
Financial assets can be measured using effective interest method by assessing its contractual

Applying a requirement is impracticable when an entity cannot apply it after making every

a) The effects of the retrospective application or retrospective restatement are not determinable;

b) The retrospective application or restatement requires assumptions about what management's intent would have been in that period;

The retrospective application or retrospective restatement requires significant estimates of amounts and it is impossible to distinguish objectively information about those estimates that existed at that time.



Agarwal
18/03/18

INDIAN CABLE NET COMPANY LIMITED

Notes to Consolidated financial statements for the year ended 31st March 2018

43 During the year, the Digital Addressable System ("DAS") has become fully operational in phase-4 notified areas in terms of mandate of Government Of India (GOI) w.e.f. 31st March 2018. Accordingly the company has earned ₹ 5083 Lakhs DAS subscription income and ₹ 7157 Lakhs of activation income from DAS Phase-4 areas during the year.

44 Contingent liabilities and commitments (to the extent not provided for)

| Particulars | As at 31 Mar | As at 31 Mar |
|--|--------------|--------------|
| | 2018 | 2017 |
| | (₹) in Lakhs | (₹) in Lakhs |
| (i) Contingent Liabilities | | |
| (a) Claims against the group not acknowledged as debt # | 1,934 | 820 |
| (b) Guarantees ## | 219 | 7 |
| | <u>2,163</u> | <u>827</u> |
| (ii) Commitments | | |
| (a) Estimated amount of contracts remaining to be executed on capital account and not provided | 361 | 8,298 |
| | <u>361</u> | <u>8,298</u> |

Include ₹NH. (PY ₹55) lakhs towards amusement tax demand against the company for financial year 2007-08 to 2009-10. The company has filed appeal with Commissioner of Agricultural Income Tax, West Bengal. These demands are raised for the difference in amount which is 5% on amount billed by the company on cable operator towards monthly subscription during a financial year and amount of collection received in respect of the same during the said period. The same has been settled in Appeal during the current financial year and no dues arose.

Including ₹ 91 (PY ₹ 91) lakhs towards Service Tax demand relating to the F.Y. 2006-07 to 2011-12. The said demand has been raised in respect of rental of set top boxes and reversal of service tax on adjustment of dishonoured cheques. For ₹. 89 lakhs company has preferred appeal with Commissioner of Service Tax (A), and for ₹. 165 thousands reply for showcause has been filed with Additional Commissioner of Service Tax. The Company has been advised that no service tax is leviable on aforesaid transactions.

Including ₹ NH. (PY ₹36) lakhs towards interest & penalty demand against late payment of amusement tax during F.Y 2013-14. The penalty has been waived off in Appeal.

Includes ₹ 406 lakhs (PY ₹310) lakhs on account of entry tax on import of STB and other networking materials into west bengal. The west Bengal government levied entry tax vide "West Bengal Tax on entry of goods into local areas Act 2012". The operation of the Act was w.e.f. 1st Apr. 2012. The validity of the this levy has been challenged by the company in the Honorable Calcutta High Court by a writ petition. on the belief that the levy is unconstitutional and is thus unsustainable. The company is hopeful of getting a favourable order.

Includes ₹6 (PY ₹6) lakhs against a money suit filed by M/S Ten Dot Net Cable Pvt. Ltd. for recovery of alleged dues against a work contract allegedly done for the company.

Includes ₹ 87 (PY ₹ 100) lakhs on account of demand received from District Magistrate Noida for Entertainment Tax on activation / installation charges of STBs in UP. Demand received of ₹ 87 lakhs for the period till Jun 17 on activation charges on STBs.

Includes ₹ 14 (PY ₹ 14) lakhs on account of demand received from Service Tax dept for financial year 2014-15 & 2015-16.

Includes ₹ 78 (PY ₹ NH) lakhs on account of demand received from Joint Commissioner (AE) Central Tax-UP. The demand is against Audit for FY 2012-13, 2013-14, 2014-15, 2015-16 & 2016-17

Includes ₹ 14 (PY ₹ NH) lakhs on account of demand received from Special Audit under WB CST Act for FY 2013-14.

Includes ₹ 110 (PY ₹ NH) lakhs on account of Bhukhand VAT liability on Set Top Box transfer

Includes ₹ 4 (PY ₹ NH) lakhs on account case filed by Den Network against Sahay Cable, Nilabhi & Vinod kumar in which ICNCL is also being made party for recovery of their dues.

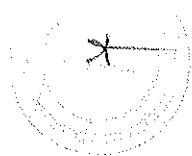
Claims against the company not acknowledged as debts ₹133 lakh (Previous Year ₹ 104) lakhs.

For counter guarantees in respect of outstanding bank guarantees & FD pledged ₹ 218.76 lakhs (PY ₹ 6.66) lakhs.

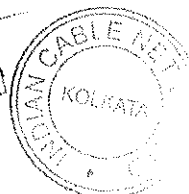
In addition, the group is subject to legal proceeding and claims, which have arisen in the ordinary course of business. The company's management does not reasonably expect that these legal action, when ultimately concluded and determined, will have a material and adverse effect on the group's result of operation or financial conditions.

45 In respect of Avon Cable & Communication Pvt. Ltd., one of the Subsidiaries, the company has recognised Activation Income of ₹438 (PY ₹ 1059) lakhs by reversal to Non Refundable Security Deposits to align with Group's Accounting Policies. Consequential adjustments in taxes, other Current Liabilities and Deferred Income have also been made in these accounts.

46 The group has not received intimation from vendors regarding their status under the Micro, Small and Medium Enterprises Development Act 2006 and hence disclosures relating to amount unpaid as on 31st Mar 2018 together with interest paid or payable under this Act have not been given.



Agarwala
Asst. Manager



INDIAN CABLE NET COMPANY LIMITED

Notes to Consolidated financial statements for the year ended 31st March 2018

47 Value of Imports calculated on CIF basis

| Particulars | 31-Mar-18 | 31-Mar-17 |
|---------------|---------------|---------------|
| | (₹) in Lakhs | (₹) in Lakhs |
| Consumables | 170 | 54 |
| Capital Goods | 14,786 | 12,542 |
| | <u>14,906</u> | <u>12,595</u> |

48 Expenditure in Foreign Currency

| Particulars | 31-Mar-18 | 31-Mar-17 |
|----------------------------|--------------|--------------|
| | (₹) in Lakhs | (₹) in Lakhs |
| Interest | 244 | 81 |
| Annual Maintenance Charges | 49 | 45 |
| License Fees | 7 | 5 |
| Travelling & Conveyance | 12 | - |
| | <u>312</u> | <u>132</u> |

49 At the year end, unhedged foreign currency exposures are as follows:

| Particulars | As on 31/03/2018 | | As on 31/03/2017 | |
|---|------------------|---------------------|------------------|---------------------|
| | (In ₹ Lakhs) | | (In ₹ Lakhs) | |
| | In ₹ in Lakhs | In Foreign Currency | In ₹ in Lakhs | In Foreign Currency |
| Advance to Vendor (in USD) | 40 | 1 | 39 | 1 |
| Advance to Employees (in Yen) (CY ₹ 676 & PY ₹ 25000) | 1 | 0 | 2 | 0 |
| Buyer's Credit (in USD) | 10,369 | 159 | 4,490 | 69 |
| Payable to Vendor (in USD) | 3,630 | 56 | 2,819 | 43 |
| Payable to Vendor (in Euro) | 648 | 8 | - | - |
| | <u>Total</u> | <u>14,688</u> | <u>234</u> | <u>7,350</u> |

50 (i) The detail of employee benefit for the period in respect of gratuity which is funded defined benefit plan is as under:

a. Component of employer expense

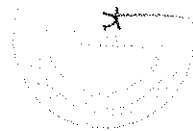
| PARTICULARS | (₹) in Lakhs | |
|---|---------------------------------|-----------------------------------|
| | As on 31 st Mar 2018 | As on 31 st March 2017 |
| Current Service Cost | 27 | 34 |
| Interest on defined benefit obligation | 13 | 8 |
| Expected Return on plan assets | (6) | (4) |
| Net Actuarial losses/gains recognized in the year | (33) | 19 |
| Past Service Cost | 15 | - |
| Total Included in employer benefit | 16 | 56 |
| Actual Return on plan assets | 6 | 4 |

b. Net Asset / (Liability) recognized in the balance sheet as at 31st March 2018

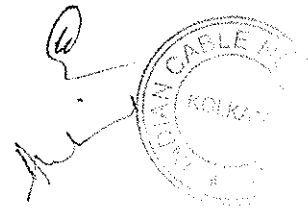
| PARTICULARS | (₹) in Lakhs | |
|------------------------------------|---------------------------------|-----------------------------------|
| | As on 31 st Mar 2018 | As on 31 st March 2017 |
| Present Value of Funded Obligation | 168 | 162 |
| Fair Value of Plan Assets | 83 | 73 |
| Net Liability | 85 | 89 |
| Amount in Balance Sheet | | |
| Liability | 85 | 89 |
| Assets | | |
| Net Liability | 85 | 89 |

c. Reconciliation of Benefit Obligation & Plan Assets for the Period ended:

| PARTICULARS | (₹) in Lakhs | |
|---|-----------------------------------|-----------------------------------|
| | As on 31 st March 2018 | As on 31 st March 2017 |
| Change in Defined Benefit Obligation | | |
| Opening Defined Benefit Obligation | 162 | 101 |
| Current Service Cost | 27 | 34 |
| Interest Cost | 13 | 8 |
| Actuarial Losses / (Gain) | (33) | 20 |
| Past Service Cost | 15 | - |
| Benefits Paid | (15) | (11) |
| Closing Defined Benefit Obligation | 168 | 162 |



Agarwal
Secretary



INDIAN CABLE NET COMPANY LIMITED

Notes to Consolidated financial statements for the year ended 31st March 2018

| Change in Fair Value of Assets | | | |
|--|--|------|------|
| Opening Fair Value of Plan Assets | | 73 | 55 |
| Fund converted old scheme | | - | - |
| Expected Return on Plan Assets | | 6 | 4 |
| Actuarial Gain / (Losses) | | (11) | 0 |
| Contribution by Employer | | 23 | 13 |
| Benefits Paid | | (15) | (11) |
| Closing Fair Value on Plan Assets | | 85 | 73 |
| Expected Employer Contribution Next Year | | 25 | 14 |

(ii) The Defined Benefit Obligation of compensated absence in respect of Privilege Leave is ₹ 29 Lakhs (P.Y ₹ 66 Lakhs)

(iii) Actuarial Assumptions

| Category of Assets | As on 31 st March 2018 | As on 31 st March 2017 |
|-----------------------------------|-----------------------------------|-----------------------------------|
| Discount Rate (p.a.) | 7.35% | 7.50% |
| Expected rate of return on Assets | 7.75% | 7.50% |
| Salary Escalation Rate (p.a.) | 5% - 8% | 5% - 8% |

- Discount Rate is based on the prevailing market yield of Indian Government Securities' as the balance sheet as date for expected term of obligation
- Expected rate of return on plan assets is based on our expectation of the average long term rate of return expected on investment of the fund during the estimated term of obligations.
- Salary Escalation rate is based on estimates of future salary increases taking into consideration of inflation, seniority, promotion and other relevant factors

51 The Commercial Tax authorities, Government of West Bengal, by an order dated June 9, 2003, sought to impose sales tax, with retrospective effect from April 2, 1997, on the Holding Company's income from cable TV services. The Holding Company has filed an application before the Hon'ble West Bengal Taxation Tribunal on July 15, 2003, seeking, inter alia, that the aforesaid order be set aside. The Hon'ble West Bengal Taxation Tribunal by its order dated August 1, 2003 has directed that pending disposal of the application, assessment proceedings may continue but that no demand notice will be issued. The matter had come for hearing on several occasions but has been adjourned, pending State's submissions. In view of the fact that neither assessment proceedings have been completed nor demand notice has been issued, the alleged liability for Sales tax cannot be ascertained. Consequently no liability on account of sales tax has been recognized by the Holding Company in the books of accounts.

52 The Company has given Set Top Boxes under Operating Lease, particulars of which as required under Ind AS - 17 are disclosed here under:

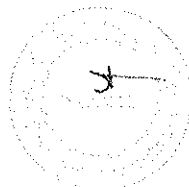
Set Top Boxes given under operating leases are capitalized at an amount equal to cost arrived on weighted average method and the rental income, wherever applicable, is recognised on equal monthly rental billed to subscriber.

| (i) Assets Given on Lease | (₹) in Lakhs | |
|--|-----------------------------------|-----------------------------------|
| | As on 31 st March 2018 | As on 31 st March 2017 |
| Lease Payment for the Year | 300 | 300 |
| Minimum Lease Payment Not later than 1 year | 300 | 300 |
| Minimum Lease Payment Later than 1 year but not later than 5 years | 425 | 725 |
| Minimum Lease Payment Later than 5 years | - | - |

| (₹) in Lakhs | | | | |
|-----------------------|---|---------------------|-----------------|-------------------------------|
| Gross Carrying Amount | Accumulated Depreciation charged to P/L | Net Carrying Amount | Impairment Loss | Revenue Recognized in P/L (₹) |
| 1423 | 901 | 522 | - | 300 |

(iii) Significant leasing arrangements

- No covenant for contingent rent
- The company has leased out Set Top Boxes. The Lease period is 4.5 years after which the lessee has option to buy the same at mutually agreed terminal value. In cases where the lease period is indeterminate there is no specific covenant for termination of the lease.
- No restrictive covenants relating to dividend, additional debt and further leasing



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INDIAN CABLE NET COMPANY LIMITED

Notes to Consolidated financial statements for the year ended 31st March 2018

53 Payment to Auditors (accrued) (Excluding Service Tax / Goods Service Tax)

(₹) in Lakhs

| PARTICULARS | As on 31 st March 2018 | As on 31 st March 2017 |
|-----------------|-----------------------------------|-----------------------------------|
| Audit Fees | 7.80 | 6.75 |
| Limited Review | 0.95 | - |
| Tax Audit Fees | 1.30 | 1.75 |
| Taxation Matter | - | 4.57 |
| Other Services | 2.23 | 5.48 |
| Reimbursements | 0.20 | 0.20 |
| | 15.48 | 18.75 |

54 There is no amount due to any Small Scale Industrial Undertakings as at March 31, 2018

55 In compliance with Indian Accounting Standard 110 "Consolidated Financial Statements" referred to in Indian Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014, the parent company has prepared the accompanying consolidated financial statements, which includes the financial statement of the parent company and its subsidiaries listed below:

| Name of the Subsidiaries | Country of Incorporation | Percentage of Ownership |
|---------------------------------------|--------------------------|-------------------------|
| Siti Maurya Cable Net Pvt. Ltd. | India | 50.10% |
| Indinet Service Pvt. Ltd. | India | 100.00% |
| Axom Communications & Cable Pvt. Ltd. | India | 50.00% |

56 Particulars of donations made to political parties.

(₹) in Lakhs

| Name of Political Party | CY Amount | PY Amount |
|-------------------------|-----------|-----------|
| Bharatiya Janata Party | - | 75 |

57 There is no amount due to any Small Scale Industrial Undertakings as at March 31, 2018.

58 Balances of Loans & Advances, Trade Receivables, Trade Payables, and other assets & liabilities are subject to confirmation.

59 As per Section 135 of Companies Act 2013, a CSR Committee had been formed by the Holding Company. The funds are utilised in the activities which are specified in Schedule VII of the Act. The utilisation is done by way of contribution towards various activities.

- Average net profit as prescribed under section 135 of the Companies Act 2013: ₹ 2012 lakhs (PY ₹ 1956) lakhs as per standalone financial statement of Holding Company
- Amount spent during the year ₹ 41 lakhs (PY ₹ 99 lakhs) on activities of Health Care, children education and hospitality by Holding Company

60 In the opinion of the Board of Directors the current assets, loans and advances shown in the Balance Sheet as on 31st Mar' 2018 are considered good and fully recoverable, except otherwise stated and provision for all known liabilities has been made in the accounts.

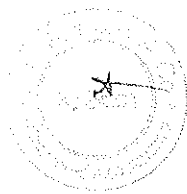
61 Information under section 186 (4) of the Companies Act 2013

There are no investments or loan given or guarantee provided or security given by the group

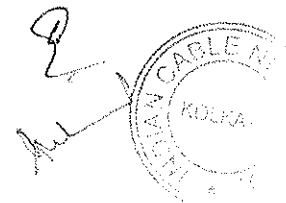
62 Assets hypothecated / pledged as security

The carrying amounts of assets hypothecated / pledged as security for current and non-current borrowings are :

| Particulars | Refer Note No. | As at 31 st March, 2018 | As at 31 st March, 2017 |
|--|----------------|------------------------------------|------------------------------------|
| Current | | | |
| Financial assets | | 11760 | 8841 |
| Trade Receivables | 10 | 8871 | 7494 |
| Other Bank Balances | 11 | 2889 | 1347 |
| Non-financial assets | | 1291 | 130 |
| Inventories | 9 | 1291 | 130 |
| Total current assets pledged as security | | 13,051 | 8,971 |
| Non-current | | | |
| Property Plant & Equipment | 4 | 39,247 | 25,059 |
| Investment Property | 6 | 6692 | - |
| Other Non Current Financial Assets | 7 | 129 | 122 |
| Total non-currents assets pledged as security | | 46,069 | 25,191 |
| Total assets pledged as security | | 59,120 | 34,162 |



Approved
Bhacisa



INDIAN CABLE NET COMPANY LIMITED

Notes to Consolidated financial statements for the year ended 31st March 2018

63 Related Party Disclosure

List of parties where control exists

a. Holding Company

- Sui Networks Limited

b. Fellow Subsidiary Companies

- Satcable Broadband South Limited
- Central Bombay Cable Network Limited
- Wire & Wireless Tisra Satellite ~~India~~ Ltd
- Master Channel Community Network Pvt. Ltd
- Sui Jai Mani Dangee Communications Pvt Ltd
- Sui Bharia Network Entertainment Pvt Ltd
- Sui Krishna Digital Media Pvt Ltd
- Sui Jony Digital Cable Network Pvt Ltd
- Sui Guntur Digital Network Pvt Ltd
- Sui Faction Digital Pvt Ltd
- Sui Ind Digital Media Communications Pvt Ltd
- Sui Global Pvt Ltd
- Sui Broadband Services Pvt Ltd
- Sui Kramal Digital Media Network Pvt Ltd

Sui

- Sui Digital Network Pvt Ltd
- Sui Chhatisgarh Multimedia Pvt Ltd
- Sui Vision Digital Media Private Limited

c. Entities with Common Control

- Sui Darshan Cable Net Co. Private Limited
- Sui Royal Heritage Cable Net Co. Private Limited
- Sui Singhbani Cable Net Company Pvt. Ltd

d. Entities with Significant Influence

- Calcutta Communication LLP
- Parvi Communications LLP
- Maurya Diginet Pvt. Ltd.
- Meghali Baruah Namon

e. Entities in which Directors Interested

- Smart Vinnay Private Limited
- Stati Solution Private Limited
- Gunkrupa Conlink Private Limited
- Heridwar Traders Private Limited
- Maxpro Traccon Private Limited
- Victor Distributors
- Maat Laxmi Network
- Global Cable Network
- H. Agency
- Rai Cable Network
- Raja Cable
- Puja Cable
- Nice Network
- Maat Vaishnav Setlur Vision
- Maat Vaishnav Vision
- Intech Visual Channels
- Kolkata Media Services Private Limited
- Kolkata Entertainment Services LLP
- May Fair Cable Line

e. Entities in which Directors Interested

- Hi Tech Film and Broadcast Academy
- Satelco Broadband Network
- Smart Cable
- Smart Cable & Broadband Services
- Galaxy Broadband Services
- Shiva Vision
- Putvanchal Communication Pvt. Ltd.
- AM Televisions Pvt. Ltd.
- Bhavyadev Hotels Pvt Ltd
- Dailys Cable Network
- GB Cable TV Service
- Akshat Cable Network
- Sanjeev Narain (HUF)
- AXOM Motors LLP

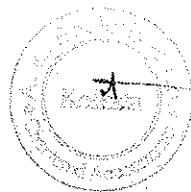
f. Director's

- Mr. Surendra Kumar Agarwala
- Mr. Suresh Kumar Sethiya
- Mr. Himanshu Pradheep Mody
- Mr. Sureshkumar Phoolchand Agarwal
- Mr. Souvik Chatterjee
- Mr. Sunil Nihalani
- Mr. Mukesh Ghuriam
- Mr. Rajnish Kumar Doot
- Mr. Nitya Kumar Sinha
- Mr. Madanjeet Kumar
- Mr. Binod Kumar Rai
- Mr. Manoj Kumar
- Mr. Nawal Kumar
- Mr. Vikash Bajaj
- Mr. Anil Kumar Jain
- Mr. Anil Kumar Singh
- Mr. Sanjeev Narain
- Mr. Gautam Bharab

g. Key Managerial Personnel

- Mr. Soumen Roy Choudhury
- Mr. Laxman Singh Kania

upto 05 Apr 2018



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18/04/18

INDIAN CABLE NET COMPANY LIMITED
KOLKATA

INDIAN CABLE NET COMPANY LIMITED

Notes to Consolidated financial statements for the year ended 31st March 2018

Transactions with related parties.

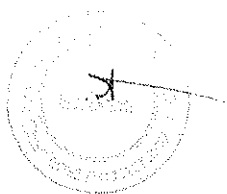
(₹) in Lakhs

| Particulars | Siti Cable Network Limited | | Siti Darshan Cable Net Co. (P) Ltd. | | Siti Royal Heritage Cable Net (P) Ltd. | |
|---|----------------------------|-----------------|-------------------------------------|---------------|--|--------------|
| | FY 17-18 | FY 16-17 | FY 17-18 | FY 16-17 | FY 17-18 | FY 16-17 |
| Expense paid by | (8.48) | (36.98) | | (0.12) | | |
| Expenses paid on behalf of | | 0.30 | | 73.64 | | 0.52 |
| Payment for purchase of material and services | 426.62 | 136.41 | | | | |
| Purchase of material & Services | (3,129.85) | (3,542.49) | | | | |
| Expenses Reimbursed to | | 36.88 | | | | |
| Sales of service and materials | 4,473.91 | 1,323.83 | | 270.17 | | |
| Expenses Reimbursed by | | (0.23) | | | | |
| Equity Contribution | | | | | | |
| Payment received for sales of services/other recoveries | (96.84) | (75.00) | | (235.55) | | |
| Assets Taken over by | | (7.14) | | | | (0.32) |
| Outstanding at the end of year | (12.162) | (12,827) | 244.45 | 244.45 | 37.19 | 37.19 |

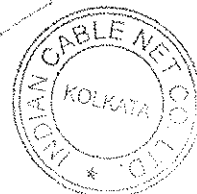
Transactions with related parties.

(₹) in Lakhs

| Particulars | Calcutta Communication L.P | | Purvi Communications L.P | | Siti Vision Digital Media Pvt Ltd | |
|---------------------------------------|----------------------------|--------------|--------------------------|---------------|-----------------------------------|--------------|
| | FY 17-18 | FY 16-17 | FY 17-18 | FY 16-17 | FY 17-18 | FY 16-17 |
| Expense paid by | | | | | | |
| Expenses paid on behalf of | | | | | | |
| Sales of service and materials | | | | | | |
| Expenses Reimbursed by | | | | | | |
| Advances returned to/ given | | 90.00 | | | | |
| Outstanding at the end of year | 92.95 | 92.95 | (0.40) | (0.40) | 19.86 | 19.86 |



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Asst. Mgr.



INDIAN CABLE NET COMPANY LIMITED

Notes to Consolidated financial statements for the year ended 31st March 2018

Transactions with related parties.

(₹) in Lakhs

| Particulars | Smart Vinimay Private Limited | | Siti Singhbhum Cable Net Co. (P) Ltd. | | Statt Solution Pvt Ltd | |
|---|-------------------------------|-------------|---------------------------------------|-------------|------------------------|----------|
| | FY 17-18 | FY 16-17 | FY 17-18 | FY 16-17 | FY 17-18 | FY 16-17 |
| Expense paid by | | | | | | |
| Expenses paid on behalf of | | | 0.70 | 0.17 | | |
| Payment for purchase of material and services | 22 | 1.78 | | | 2.96 | |
| Purchase of material & Services | (23) | (1.78) | | | (2.96) | |
| Sales of service and materials | 36 | 38.36 | | | | |
| Expenses Reimbursed by | 41 | | | | | |
| Payment received for sales of services/other recoveries | (72) | (32.46) | | | | |
| Outstanding at the end of year | 11.68 | 7.36 | 1.80 | 1.11 | - | - |

Transactions with related parties.

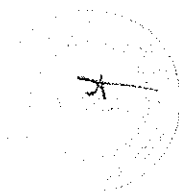
(₹) in Lakhs

| Particulars | Gurukripa Combink Pvt Ltd | | Haridwar Traders Pvt Ltd | | Maxpro Tracon Pvt Ltd | |
|---|---------------------------|---------------|--------------------------|----------|-----------------------|-------------|
| | FY 17-18 | FY 16-17 | FY 17-18 | FY 16-17 | FY 17-18 | FY 16-17 |
| Payment for purchase of material and services | 5.51 | | | | 7.91 | |
| Purchase of material & Services | (5.82) | | | | (7.94) | |
| Sales of service and materials | 4.91 | | | | 26.69 | 0.04 |
| Payment received for sales of services/other recoveries | (4.56) | | | | (23.59) | |
| Outstanding at the end of year | 0.06 | (0.28) | - | - | 4.07 | 0.97 |

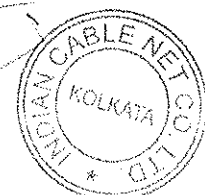
Transactions with related parties.

(₹) in Lakhs

| Particulars | Siti Broadband Services Pvt Ltd | | Purvanchal Communication Pvt. Ltd. | | AM Televisions Pvt. Ltd. | |
|---|---------------------------------|-----------------|------------------------------------|----------------|--------------------------|----------|
| | FY 17-18 | FY 16-17 | FY 17-18 | FY 16-17 | FY 17-18 | FY 16-17 |
| Payment for purchase of material and services | | | | 33.97 | | |
| Purchase of material & Services | | | (82.20) | (42.72) | | |
| Sales of service and materials | | 736.29 | | | 3.07 | 3.61 |
| Expenses Reimbursed by | | | | | | |
| Payment received for sales of services/other recoveries | | (1,194.31) | 59.85 | | (0.04) | (3.61) |
| Assets Taken over by | | (0.22) | | | | |
| Advance Refund to/given | | | | | | |
| Outstanding at the end of year | (667.71) | (667.71) | (35.27) | (12.91) | 3.04 | - |



Agarwal
Asst. Manager



INDIAN CABLE NET COMPANY LIMITED

Notes to Consolidated financial statements for the year ended 31st March 2018

Transactions with related parties. (₹) in Lakhs

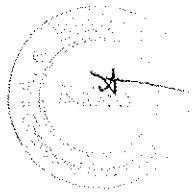
| Particulars | DOLLYS CABLE NETWORK | | GB CABLE TV SERVICE | | AKSHAT CABLE NETWORK | |
|---|----------------------|----------|---------------------|----------|----------------------|----------|
| | FY 17-18 | FY 16-17 | FY 17-18 | FY 16-17 | FY 17-18 | FY 16-17 |
| Sales of service and materials | 154.35 | 84.79 | 454.92 | 10.96 | 222.85 | 41.86 |
| Payment received for sales of services/other recoveries | (133.49) | (46.96) | (399.34) | | (163.19) | (13.37) |
| Liabilities Taken over by | 22.07 | | 0.21 | | 24.98 | |
| Outstanding at the end of year | 87.62 | 44.69 | 68.09 | 12.30 | 113.13 | 28.49 |

Transactions with related parties. (₹) in Lakhs

| Particulars | SANJIVE NARAIN (HUF) | | MAURYA DIGINET PVT LTD | | BINOD KR. RAI | |
|---|----------------------|----------|------------------------|----------|---------------|----------|
| | FY 17-18 | FY 16-17 | FY 17-18 | FY 16-17 | FY 17-18 | FY 16-17 |
| Payment for purchase of material and services | 10.55 | 10.80 | 347.00 | 167.50 | | |
| Purchase of material & Services | (10.55) | (10.80) | (321.25) | (348.18) | | |
| Interest Accrued by | | | (57.37) | | | |
| Sales of service and materials | | | | (30.74) | 68.32 | 71.57 |
| Payment received for sales of services/other recoveries | | | | | (67.65) | (67.34) |
| Outstanding at the end of year | - | - | (669.41) | (657.30) | 34.78 | 34.11 |

Transactions with related parties. (₹) in Lakhs

| Particulars | MADANJEET KUMAR | | MUNO KUMAR | | NAWAL KUMAR | |
|---|-----------------|----------|------------|----------|-------------|----------|
| | FY 17-18 | FY 16-17 | FY 17-18 | FY 16-17 | FY 17-18 | FY 16-17 |
| Expense paid by | | | | (0.03) | | |
| Expenses Reimbursed to | | | | 0.03 | | |
| Sales of service and materials | 66.15 | 65.88 | 76.86 | 69.59 | 34.83 | 57.09 |
| Expenses Reimbursed by | | | | | | |
| Payment received for sales of services/other recoveries | (62.65) | (71.12) | (62.29) | (70.72) | (29.06) | (60.69) |
| Outstanding at the end of year | 15.83 | 12.33 | 31.53 | 16.96 | 18.89 | 13.11 |



Signature
18/03/18



INDIAN CABLE NET COMPANY LIMITED

Notes to Consolidated financial statements for the year ended 31st March 2018

Transactions with related parties.

(₹) in Lakhs

| Particulars | NIRAJ SINHA | | RAJNISH KR. DIXIT | | SRD PROJECTS PRIVATE LIMITED | |
|---|-------------|-------------|-------------------|-------------|------------------------------|---------------|
| | FY 17-18 | FY 16-17 | FY 17-18 | FY 16-17 | FY 17-18 | FY 16-17 |
| Sales of service and materials | 29.17 | 19.24 | 19.38 | 16.20 | 17 | |
| Expenses Reimbursed by | | | | | | |
| Payment received for sales of services/other recoveries | (26.25) | (20.73) | (17.77) | (17.48) | (16) | |
| Purchase of material & Services | | | | | (13) | |
| Payment for purchase of material and services | | | | | (13) | |
| Outstanding at the end of year | 7.69 | 4.76 | 4.55 | 2.94 | (25.15) | (0.00) |

Transactions with related parties.

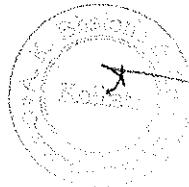
(₹) in Lakhs

| Particulars | VICTOR MEDIA PRIVATE LIMITED | | HiTech Visual Channels | | KOLKATA MEDIA SERVICES PRIVATE | |
|---|------------------------------|-------------|------------------------|-------------|--------------------------------|------------|
| | FY 17-18 | FY 16-17 | FY 17-18 | FY 16-17 | FY 17-18 | FY 16-17 |
| Payment for purchase of material and services | 18.50 | | 29.21 | | 8 | |
| Purchase of material & Services | (20.37) | | (29.23) | | (8) | |
| Sales of service and materials | 2.95 | | 64.45 | | 62 | |
| Payment received for sales of services/other recoveries | (1.61) | | (57.71) | | (55) | |
| Outstanding at the end of year | 1.34 | 1.87 | 7.07 | 0.34 | 4.76 | (1) |

Transactions with related parties.

(₹) in Lakhs

| Particulars | Kolkata Entertainment Services LLP | | MayFair Cable Link | | Satelite Broadband Network | |
|---|------------------------------------|---------------|--------------------|-------------|----------------------------|------------|
| | FY 17-18 | FY 16-17 | FY 17-18 | FY 16-17 | FY 17-18 | FY 16-17 |
| Payment for purchase of material and services | 123.45 | | 9.01 | | 14 | |
| Purchase of material & Services | (123.45) | | (11.06) | | (14) | |
| Sales of service and materials | 263.50 | | 15.07 | | 25 | |
| Payment received for sales of services/other recoveries | (239.11) | | (14.73) | | (23) | |
| Outstanding at the end of year | 23.94 | (0.44) | (0.75) | 0.96 | 0.83 | (1) |



Agarwal
18/03/2018



INDIAN CABLE NET COMPANY LIMITED

Notes to Consolidated financial statements for the year ended 31st March 2018

Transactions with related parties.

(₹) in Lakhs

| Particulars | Smart Cable | | Smart Cable & Broadband Services | | Galaxy Broadband Services | |
|---|----------------|---------------|----------------------------------|---------------|---------------------------|----------|
| | FY 17-18 | FY 16-17 | FY 17-18 | FY 16-17 | FY 17-18 | FY 16-17 |
| Payment for purchase of material and services | 0.01 | | 0.96 | | 18 | |
| Purchase of material & Services | (0.73) | | (1.46) | | (18) | |
| Sales of service and materials | 1.73 | | 2.95 | | 31 | |
| Payment received for sales of services/other recoveries | (98.30) | | (2.00) | | (29) | |
| Outstanding at the end of year | (97.29) | (0.01) | 0.41 | (0.05) | 2.66 | 0 |

Transactions with related parties.

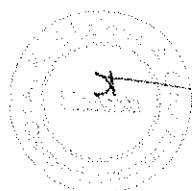
(₹) in Lakhs

| Particulars | Meghali Baruah Narain | | AXOM Motors LLP | | Victor Distributors | |
|---|-----------------------|----------|-----------------|----------|---------------------|----------|
| | FY 17-18 | FY 16-17 | FY 17-18 | FY 16-17 | FY 17-18 | FY 16-17 |
| Expense paid by | | | | | | |
| Expenses paid on behalf of | | | | | | |
| Payment for purchase of material and services | | | | | | |
| Purchase of material & Services | | | | | | |
| Equity Acquisition | | | | | | |
| Expenses Reimbursed to | | | | | | |
| Sales of service and materials | | | | | 24.30 | |
| Expenses Reimbursed by | | | | | | |
| Payment received for sales of services/other recoveries | | | | | (12.28) | |
| Outstanding at the end of year | | | | | 12.02 | |

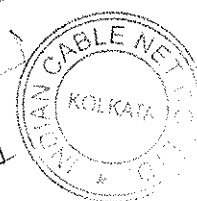
Transactions with related parties.

(₹) in Lakhs

| Particulars | Hi Tech Film and Broadcast Academy | |
|---|------------------------------------|--------------|
| | FY 17-18 | FY 16-17 |
| Payment for purchase of material and services | (138.41) | |
| Purchase of material & Services | 140.70 | |
| Outstanding at the end of year | 23.20 | 20.91 |



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18/03/18



INDIAN CABLE NET COMPANY LIMITED

Notes to Consolidated financial statements for the year ended 31st March 2018

g. Payments made to Key Managerial Personnel

| | (₹) in Lakhs | |
|----------------------------------|--------------|-----------|
| | FY 17-18 | FY 16-17 |
| Remuneration paid to manager | | |
| (i) Short Term Employee Benefits | 9 | 35 |
| (ii) Post Employment Benefit | - | 2 |
| (iii) Other Long Term Benefits | - | - |
| (iv) Termination Benefits | - | - |
| Total Remuneration | 9 | 36 |

64 Additional Information as required under Schedule III to the Companies Act, 2013 of Enterprises Consolidated

| Name of the Enterprise | Net Assets, i.e., total assets minus total liabilities | | Share in profit or loss | |
|---------------------------------------|--|----------------------|-------------------------------------|---------------------|
| | As % of Consolidated Net Assets | Amount | As % of Consolidated Profit or Loss | Amount |
| | (₹) in Lakhs | | | |
| Parent | | | | |
| Indian Cable Net Co. Ltd | 85.32 | 30,049 | 69.66 | 3,400 |
| Subsidiary | | | | |
| Sri Manya Cable Net Pvt. Ltd. | 5.22 | 2,387 | 5.05 | 247 |
| Indinet Service Pvt Ltd | (0.13) | (61) | (1.41) | (69) |
| Axom Communications & Cable Pvt. Ltd. | 4.65 | 2,129 | 16.12 | 787 |
| Minority Interest in Subsidiary | 4.94 | 2,262 | 10.58 | 516 |
| | | <u>45,765</u> | | <u>4,881</u> |
| Intra Group Elimination | | <u>3,313</u> | | <u>510</u> |
| TOTAL | | <u>42,453</u> | | <u>4,370</u> |

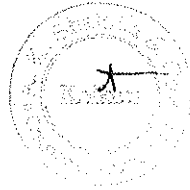
65 Previous year's figures have been regrouped and/or rearranged wherever necessary.

Notes to accounts referred in our report of even date.

For A.K. Bhalotia & Co.
Chartered Accountants
(Firm Registration No. - 329475E)

For Indian Cable Net Co Ltd
(U92132WB1995PLC025754)

A.K. Bhalotia
A.K. Bhalotia
Proprietor
Membership No. - 065860

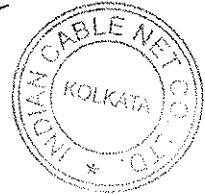


S. Kumar Agawala
Sundera Kumar Agawala
Director
DIN-00569816

L. Singh Kaura
Laxman Singh Kaura
Company Secretary

M. Galgah
Mukund Galgah
Director
DIN-01998552

A. K. Singh
Atul Kishor Singh
V.P. (F & A)



Place - Kolkata
Date - 15/5/18

Indian Cable Net Company Limited

Notes to Consolidated financial statements for the year ended 31st March 2018

Statement of Change in Equity for the year ended 31st March 2018

(₹) in Lakhs

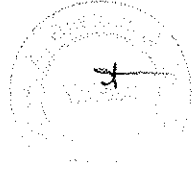
| Particulars | Equity Share Capital | Other Equity | | | Non Controlling Interests | Total | |
|---|----------------------|----------------------------|--------------------|-------------------------|---------------------------|-------|--------------------|
| | | Securities Premium Reserve | Retained Earnings* | Cash Flow Hedge Reserve | | | Total Other Equity |
| Balance at 01 April 2016 | 8,640 | 18,968 | 7,286 | - | 26,254 | 1,182 | 36,076 |
| Changes in Equity Share Capital | - | - | - | - | - | - | - |
| Profit for the year | - | - | 1,504 | - | 1,504 | 561 | 2,065 |
| Other Comprehensive Income | - | - | - | - | - | - | - |
| Total Comprehensive Income for the year | - | - | 1,504 | - | 1,504 | 561 | 2,065 |
| Fair Value Change on Cash Flow Hedge | - | - | - | (9) | (9) | - | (9) |
| Impact of depreciation on assets due to change in useful life | - | - | (58) | - | (58) | - | (58) |
| Balance at 31 March 2017 | 8,640 | 18,968 | 8,732 | (9) | 27,691 | 1,742 | 38,073 |
| Balance at 01 April 2017 | 8,640 | 18,968 | 8,732 | (9) | 27,691 | 1,742 | 38,073 |
| Changes in Equity Share Capital | - | - | - | - | - | - | - |
| Profit for the year | - | - | 3,851 | - | 3,851 | 519 | 4,370 |
| Other Comprehensive Income | - | - | - | - | - | - | - |
| Total Comprehensive Income for the year | - | - | 3,851 | - | 3,851 | 519 | 4,370 |
| Fair Value Change on Cash Flow Hedge | - | - | - | - | - | - | - |
| Impact of depreciation on assets due to change in useful life | - | - | - | - | - | - | - |
| Cash Flow Hedge Reclassified to Profit and Loss Account | - | - | - | 9 | 9 | - | 9 |
| Balance at 31 March 2018 | 8,640 | 18,968 | 12,583 | - | 31,551 | 2,262 | 42,453 |

Statement of change in equity referred in our report of even date.

For A.K. Bhalotia & Co.
Chartered Accountants
(Firm Registration No. - 3294751)

Ashish Bhalotia
A K Bhalotia
Proprietor
Membership No -0658501

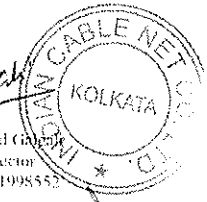
Place - Kolkata
Date - 15/5/18



For Indian Cable Net Co Ltd
(U92132WB1995PLC075754)

Surendra Kumar Agarwala
Surendra Kumar Agarwala
Director
DIN-00569816
Laxman Singh Kana
Laxman Singh Kana
Company Secretary

Mukund Gupta
Mukund Gupta
Director
DIN-01998552
Anil Kumar Singh
Anil Kumar Singh
V.P. & A)





Independent Auditor's Report

To the Members of Indian Cable Net Company Limited

Report on the Standalone Financial Statements

We have audited the accompanying standalone financial statements of Indian Cable Net Company Limited ('the Company'), which comprise the balance sheet as at 31 March 2018, the statement of profit and loss (including other comprehensive income), the statement of cash flows and the statement of changes in equity for the year then ended and a summary of the significant accounting policies and other explanatory information (herein after referred to as "standalone financial statements").

Management's Responsibility for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (IndAS) prescribed under Section 133 of the Act read with relevant rules issued there under.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding 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 standalone financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these standalone financial statements based on our audit.

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the standalone financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the standalone financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the standalone financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the standalone financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the standalone financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the standalone financial statements.

Opinion

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 Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India including the Ind AS, of the financial position of the Company as at 31 March, 2018, and its financial performance including other comprehensive income, its cash flows and the changes in equity for the year ended on that date.





Report on Other Legal and Regulatory Requirements

1. 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 A, a statement on the matters specified in the paragraph 3 and 4 of the order.
2. 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 purposes 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;
 - (c) The balance sheet, the statement of profit and loss, the statement of cash flows and the statement of changes in equity dealt with by this Report are in agreement with the books of account;
 - (d) In our opinion, the aforesaid standalone financial statements comply with the Indian Accounting Standards specified under Section 133 of the Act read with relevant rule issued thereunder;
 - (e) On the basis of the written representations received from the directors as on 31st March 2018 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March 2018 from being appointed as a director in terms of Section 164 (2) of the Act;
 - (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure B"; and
 - (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 31 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company has disclosed the impact of pending litigations on its financial position in its standalone financial statements-Refer Note -16 of Standalone Financial Statements.
 - ii. The Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts.
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For A.K. Bhalotia & Co.
Chartered Accountants
Firm's registration number: 329475E

Ashish Bhalotia
A.K. Bhalotia
Proprietor
Membership number: 065860



Kolkata

15th May, 2018



Annexure - A to the Auditors' Report

The Annexure referred to in Independent Auditors' Report to the members of the Company on the standalone Ind AS financial statements for the year ended 31st March 2018, we report that:

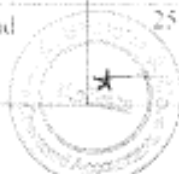
- (i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
- (b) The company has a regular program of physical verification of its fixed assets (other than set top boxes installed at subscribers' premises and those in transit or lying with the distributors/cable operators and distribution equipments comprising overhead and underground cables and other equipments, physical verification of which is not feasible due the nature and location of these assets), under which, fixed assets are verified in a phased manner, which in our opinion, is reasonable having regard to the size of the company and the nature of its assets. No material discrepancies were noticed on such verification. According to the information and explanations given to us, the existence of set top boxes installed at subscriber premises is considered on the basis of the 'active user' status of the set top box.
- (c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of immovable properties are held in the name of the Company.
- (ii) Physical verification of inventory except Set Top Boxes including smart cards with local cable operators and Direct Subscribers has been conducted by the Management at reasonable intervals. No material discrepancies were noticed in the physical stock as compared with the book records.
- (iii) The company has not granted any loan, secured or unsecured, to companies, Firms, Limited Liability Partnerships or other parties covered in register 189 of the Companies Act, 2013. Hence paragraphs 3(iii)(a), 3(iii)(b) and 3(iii)(c) of the Order are not applicable.
- (iv) In our opinion and according to the information and explanations given to us, in respect of Loans, Investments, Guarantees and security, provisions of section 185 and 186 of the Companies Act, 2013 have been complied with wherever applicable.
- (v) The Company has not accepted any deposits within the meaning of sections 73 to 76 of the Companies Act, 2013 and the rules framed there under. Accordingly the provisions of clause 3(v) of the order are not applicable to the Company.
- (vi) To the best of our knowledge and as explained, the Central Government has prescribed maintenance of cost records under sub-section (1) of section 148 of the Companies Act, 2013 for the products and services of the Company. We have broadly reviewed the books of accounts maintained by the company in this connection and are of the opinion that the prima facie the records have been maintained. We have not however made a detailed examination of the records with the view to determine whether they are accurate and complete.
- (vii) (a) In our opinion and according to the information and explanations given to us, the Company is generally regular in depositing the undisputed statutory dues including provident fund, employees' state insurance, income tax, sales tax, service tax, duty of customs, duty of excise, value added tax, cess and other material statutory dues as applicable with the appropriate authorities except an amount of Rs.47.22 Lakhs towards Entertainment Tax. However, the same has been paid on 11.05.2018.





(b) According to the information and explanations given to us and that has been examined by us, there are following disputed liability Outstanding as on 31st March 2018:

| Name of the statute | Nature of dues | Amount (Rs. - In Lakhs) | Period to which the amount relates | Forum where dispute is pending |
|--|------------------------|-------------------------|-------------------------------------|---|
| Finance Act, 1994 | Service tax | 44.68 | 2006 to 2011 | Commissioner (Appeals)-Central Excise /Kolkata. |
| Finance Act, 1994 | Service tax | 40.05 | 2006 to September 2009 | Commissioner (Appeals)-Central Excise /Kolkata. |
| Finance Act, 1994 | Service tax | 2.93 | October 2010 to March 2011 | Commissioner (Appeals)-Central Excise /Kolkata. |
| Finance Act, 1994 | Service tax | 1.65 | April 2011 to September 2011 | Commissioner (Appeals)-Central Excise /Kolkata. |
| Finance Act, 1994 | Service tax | 1.52 | October 2011 to March 2012 | Commissioner (Appeals)-Central Excise /Kolkata. |
| Finance Act, 1994 | Service tax | 6.42 | April 2014 to March 2015 | Service Tax Audit Commissionerate. |
| Finance Act, 1994 | Service tax | 3.59 | April 2015 to March 2016 | Service Tax Audit Commissionerate |
| The W.B. Tax on Entry of Goods into Local Area Act, 2012 | Entry Tax and Interest | 204.16 | F.Y. 2012-2013, 2014-15 and 2015-16 | Calcutta High Court |
| Entertainment Tax | Entertainment tax | 26.31 | Till May 2015 | Lucknow Bench of Allahabad High Court |
| Income Tax Act, 1961 | Income Tax | 0.35 | Financial Year 2006-2007 | DCIT- Cir- 2(1) / Kolkata |
| Income Tax Act, 1961 | Income Tax | 1.24 | Financial Year 2009-2010 | DCIT- Cir- 2(1) / Kolkata |
| Income Tax Act, 1961 | Income Tax | 0.59 | Financial Year 2010-2011 | DCIT- Cir- 2(1) / Kolkata |
| CST Act | CST | 13.78 | F.Y. 2013-14 | JCCT-Cir 24 Pgs. WB |
| WB VAT Act | VAT | 3.90 | F.Y. 2014-15 | JCCT-Cir 24 Pgs. WB |
| CST Act | CST | 1.20 | F.Y. 2014-15 | JCCT-Cir 24 Pgs. WB |
| Jharkhand VAT Act | Jharkhand VAT | 25.59 | F.Y. 2015-16 | Commissioner of Commercial Taxes, Ranchi, Jharkhand |





A. K. BHALOTIA & CO.
CHARTERED ACCOUNTANTS

Poddar Court, Gate No. 2
18, Rabindra Sarani, 6th Floor.
Suit No. 16, Kolkata - 700 001
Ph. : (O) 40052475, Mobile : 9831499465
E-mail : caashishbhalotia@yahoo.co.in

- (viii) On the basis of the records examined by us and the information and explanations given to us, the Company has not defaulted in repayment of loans or borrowings to banks. There were no dues of loans or borrowings from any Financial Institution, Government or debenture holders.
- (ix) The company has not raised any money by way of initial public offer or further public offer (including debt instruments). In our opinion and according to the information and explanations given to us, the term loans have been applied by the Company during the year for the purpose for which they were obtained.
- (x) According to the information and explanations given to us, no fraud by the company or on the Company by it's officers or employees has been noticed or reported during the year.
- (xi) On the basis of the records examined by us and the information and explanations given to us, the Company has paid managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with schedule V to Companies Act 2013.
- (xii) In our opinion, the company is not a Nidhi company. Therefore, paragraph 3(xii) of the order is not applicable to the Company.
- (xiii) The Company has entered into transactions with related parties in compliance with the provisions of Sections 177 & 188 of the Act as applicable. The details of such related party transactions have been disclosed in the financial statements as required under Indian Accounting Standard (AS) 24. Related Party Disclosures specified under Section 133 of the Act, read with relevant rules.
- (xiv) The company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Therefore Paragraph 3(xiv) of the Order is not applicable.
- (xv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable.
- (xvi) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934. Therefore, 3(xvi) of the order is not applicable.

For A. K Bhalotia & Co.
Chartered Accountants
Firm's registration number: 329475E.

Ashish Bhalotia
A.K. Bhalotia
Proprietor
Membership number: 065860



Kolkata

15th May, 2018



Annexure - B to the Auditors' Report

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls over financial reporting of Indian Cable Net Company Limited ("the Company") as of 31st March 2018 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting 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 its 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 Companies Act, 2013.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. 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 internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, 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 judgment, including the assessment of the risks of material misstatement of the standalone Ind AS financial statements, whether due to fraud or error.

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 internal financial controls system over financial reporting.

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting 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. K. BHALOTIA & CO.
CHARTERED ACCOUNTANTS

Poddar Court, Gate No. 2
18, Rabindra Sarani, 6th Floor,
Suit No. 16, Kolkata - 700 001
Ph. : (O) 40052475, Mobile : 9831499465
E-mail : caashishbhalotia@yahoo.co.in

A company's internal financial control over financial reporting 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 authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized 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

Because of the inherent limitations of internal financial controls over financial reporting, 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 internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2018, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For A.K. Bhalotia & Co.
Chartered Accountants
Firm's Registration Number: 329475E

Ashish Bhalotia
A.K. Bhalotia
Proprietor
Membership Number: 065860



Kolkata

15th May, 2018

INDIAN CABLE NET COMPANY LIMITED
Balance Sheet as at March 31, 2018

| | Notes | March 31, 2018 | March 31, 2017 |
|--|-------|----------------|----------------|
| A. Assets | | | |
| 1. Non-current assets | | | |
| (a) Property, plant and equipment | 5 | 38,886 | 24,655 |
| (b) Capital work-in-progress | 5 | 3,141 | 17,271 |
| (c) Investment Property | 7 | 6,692 | - |
| (d) Goodwill | 6 | 2,528 | 2,949 |
| (e) Other intangible assets | 6 | 11,045 | 12,648 |
| (f) Financial assets | | | |
| (i) Investments | 8 | 1,179 | 1,179 |
| (ii) Other Financial Assets | 9 | 285 | 273 |
| (f) Other non-current assets | 10 | - | 31 |
| Sub-total of Non-current assets | | 63,755 | 59,006 |
| 2. Current assets | | | |
| (a) Inventories | 11 | 2,445 | 130 |
| (b) Financial assets | | | |
| (i) Trade receivables | 12 | 8,871 | 7,494 |
| (ii) Cash and cash equivalents | 13 | 3,413 | 2,193 |
| (iii) Bank Balances other (ii) above | 13 | 2,653 | 1,126 |
| (iv) Loans | 14 | 125 | 451 |
| (v) Other Financial Assets | 15 | 289 | 809 |
| (c) Current tax assets | 16 | 1,034 | 802 |
| (d) Other current assets | 17 | 1,125 | 1,988 |
| Sub-total of Current assets | | 19,927 | 14,993 |
| Total assets | | 83,682 | 74,000 |
| B. Equity and liabilities | | | |
| Equity | | | |
| (a) Equity share capital | 18 | 8,640 | 8,640 |
| (b) Other equity | 19 | 30,409 | 27,100 |
| Sub-total - Equity | | 39,049 | 35,640 |
| Liabilities | | | |
| 1. Non-current liabilities | | | |
| (a) Financial liabilities | | | |
| (i) Borrowings | 20 | 12,003 | 14,565 |
| (ii) Other financial liabilities | 21 | 175 | 575 |
| (b) Provisions | 22 | 212 | 194 |
| (c) Deferred tax liability (net) | 23 | 1,127 | 633 |
| (d) Other non-current liabilities | 24 | 2,136 | 1,472 |
| Sub-total - Non-current liabilities | | 16,052 | 17,239 |
| 2. Current liabilities | | | |
| (a) Financial liabilities | | | |
| (i) Borrowings | 25 | 435 | 744 |
| (ii) Trade payables | 26 | 8,323 | 5,761 |
| (iii) Other financial liabilities | 27 | 16,838 | 12,029 |
| (b) Other current liabilities | 28 | 2,971 | 2,544 |
| (c) Provisions | 29 | 14 | 23 |
| Sub-total of current liabilities | | 28,581 | 21,120 |
| Total equity and liabilities | | 83,682 | 74,000 |

Summary of significant accounting policies 3

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

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

For A.K. Bhakota & Co.
Chartered Accountants
(Firm Registration No. - 3294750)

A.K. Bhakota
A.K. Bhakota
Proprietor
Membership No.-065860

Place - Kolkata
Date - 15/5/18



For Indian Cable Net Co Ltd
(U92142WB1995PLC05754)

S. Agarwal
Sudhendu Kumar Agarwal
Director
DIN-06569816

L. Singh
Laxmikant Singh Kaur
Company Secretary



M. Ghosh
Mukund Ghosh
Director
DIN-01998552

A.K. Singh
Ajit Kumar Singh
V.P.(F & A)

INDIAN CABLE NET COMPANY LIMITED

Statement of Profit and Loss for the year ended March 31, 2018

(₹) in Lakhs

| | Notes | March 31, 2018 | March 31, 2017 |
|--|-------|----------------|----------------|
| Revenue | | | |
| Revenue from operations | 30 | 35,897 | 25,270 |
| Other income | 31 | 1,122 | 1,390 |
| Total revenue | | 37,019 | 26,660 |
| Expenses | | | |
| Cost of materials consumed | 32 | 174 | 170 |
| Purchases of traded goods | 33 | 3,915 | 2,781 |
| Pay channel and related costs | 34 | 14,511 | 11,336 |
| Employee benefits expense | 35 | 1,399 | 1,095 |
| Finance costs | 36 | 774 | 266 |
| Depreciation and amortisation expenses | 37 | 7,421 | 5,507 |
| Other expenses | 38 | 4,330 | 3,393 |
| Total expenses | | 32,534 | 24,549 |
| Profit/(Loss) before exceptional items | | 4,485 | 2,112 |
| Exceptional items | | - | - |
| Profit/(Loss) before tax | | 4,485 | 2,112 |
| Tax Expenses | | 1,097 | 1,213 |
| (a) Current Tax | | | |
| For Current Year | | 648 | 412 |
| [Net of MAT Credit Entitlement ₹ NIL (PY ₹ 194) Lakhs] | | | |
| For Earlier Year | | (407) | (54) |
| (b) Deferred Tax | | 857 | 854 |
| Profit/(Loss) for the year | | 3,388 | 899 |
| Other Comprehensive Income | 39 | 12 | (9) |
| Total Comprehensive Income for the year | | 3,400 | 889 |
| Earning Per Share (₹) | 40 | | |
| Basic | | 3.92 | 1.04 |
| Diluted | | 3.92 | 1.04 |
| Summary of significant accounting policies | 3 | | |

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

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

For A.K. Bhalotia & Co.
Chartered Accountants
(Firm Registration No. - 3294751E)

For Indian Cable Net Co Ltd
(U92132WB1995PLC075754)

A.K. Bhalotia
A.K. Bhalotia
Proprietor
Membership No.-065860

Place - Kolkata
Date - 15/5/18



Agarwala
Surendra Kumar Agarwala
Director
DIN-00569816

Iskairg
Laxmi Singh Kaira
Company Secretary



Ludgal
Mukund Gulgali
Director
DIN-01998552

Atul Kumar Singh
Atul Kumar Singh
V.P.(F & A)

| INDIAN CABLE NET COMPANY LIMITED | | |
|---|---------------------------------------|---------------------------------------|
| Cash Flow Statement for year ended 31 st March 2018 | | |
| PARTICULARS | ₹ in Lakhs | |
| | 31 st March 2018 | 31 st March 2017 |
| A. Cash Flow from Operating Activities: | | |
| Net Profit before tax | 4,485 | 2,112 |
| Adjustment for :- | | |
| Depreciation | 7,421 | 5,907 |
| Loss on sale/disposal/decapitalisation of Fixed Assets | 1 | 1 |
| Loss on sale of Investments | - | 3 |
| Bad Debts written off (Net of Provisions) | 41 | 18 |
| Provision for Retirement Benefit and Compensated absences | 26 | 18 |
| Provision for STBs Claims | 1 | 6 |
| Liability no longer required written back (Net) | (11) | (152) |
| Provision for doubtful Debt & Advance - | 854 | 413 |
| Unrealised Foreign Exchange (Gain/Loss) | (51) | (240) |
| Loss / (Gain) on Forex Forward Contract | - | 19 |
| Interest Paid & Borrowing cost | 774 | 286 |
| Interest on Fixed Deposit / T Refund / Others | (298) | (213) |
| Operating profit before working capital changes | 13,244 | 7,730 |
| Change in working capital | | |
| Increase/(Decrease) in Trade payables | 2,603 | 2,017 |
| Increase/(Decrease) in other current liabilities | 427 | 882 |
| Increase/(Decrease) in other non-current liabilities | 861 | 1,017 |
| Increase/(Decrease) in other current financial liabilities | (1,050) | (2,004) |
| Increase/(Decrease) in other non-current financial liabilities | 0 | (158) |
| Decrease/(Increase) in Trade receivable | (2,271) | (2,374) |
| Decrease/(Increase) in Inventories | (2,115) | 348 |
| Decrease/(Increase) in current advances | 325 | (325) |
| Decrease/(Increase) in Other Non Current Financial Assets | (11) | (16) |
| Decrease/(Increase) in Other Current Financial Assets | 520 | (809) |
| Decrease/(Increase) in other current assets | 863 | (722) |
| Decrease/(Increase) in other non-current assets | 31 | (31) |
| Cash Generation from Operating Activities before exceptional item | 13,248 | 5,556 |
| Exceptional item | - | - |
| Cash Generation from Operating Activities after exceptional item | 13,248 | 5,556 |
| Net Prior Period Adjustment | - | - |
| Cash Generation from Operating Activities after Prior Period Item | 13,248 | 5,556 |
| Income Tax Paid (including TDS) | (803) | (280) |
| FBT Paid | - | - |
| Net Cash Generation from operating Activities | 12,445 | 5,277 |
| B. Cashflow From Investing Activities: | | |
| Purchase of Property, Plant and Equipment/Intangible Assets & WIP/Investment Property | (12,198) | (13,586) |
| Sale of Property, Plant and Equipment | 8 | 4 |
| Sale of Shares | - | 1 |
| Purchase of Shares | - | (4) |
| Interest on Fixed Deposit / T Refund / Others | 298 | 213 |
| Investment in FDI and Deposit | (1,528) | (753) |
| Net Cash deployed in Investing Activities | (13,420) | (14,125) |
| C. Cashflow From Financing Activities: | | |
| Interest Paid | (774) | (286) |
| Borrowings Taken / (Repayments) ** | 2,968 | 5,433 |
| Net Cash Generation from Financing Activities | 2,194 | 5,147 |
| Net Increase/(decrease) in Cash & Cash Equivalents (A+B+C) | 1,220 | (3,699) |
| Cash & Cash Equivalent at the beginning of the year | 2,194 | 5,852 |
| Cash & Cash Equivalent at the end of the year | 3,413 | 2,194 |
| Cash & Cash Equivalent include | As on 31st Mar 2018 | As on 31st Mar 2017 |
| Cash Balance | 120 | 1,188 |
| Bank Balance | 103 | 411 |
| Cheque in Hand | 1,835 | 895 |
| Deposits - Free Maturity within 3 months | 1,355 | - |
| Cash & Cash Equivalent Reported | 3,413 | 2,194 |

Notes: Previous years' figures are regrouped wherever necessary.

Cash Flow Statement referred to our report of even date.



Signature: Aggarwal
 Witness: Meena

| Particulars | As at | Cash flows (Net) | Non cash changes | | As at |
|---------------------------|------------------|---------------------|--|---------------|---------------|
| | 31 March 2017 | | The effect of changes in foreign | other changes | 31 March 2018 |
| Borrowings - Non current* | 22,052 | 3,213 | 61 | 3 | 25,329 |
| Borrowings - Current | 344 | (309) | | | 35 |

* Including Other Financial Liabilities.

| | | |
|---|-------|-------|
| Current maturities of long-term borrowings | 7,426 | 5,009 |
| Current maturities of finance lease obligations | - | - |
| Interest accrued and not due on borrowings | 61 | 33 |

For A.K. Bhalota & Co.
Chartered Accountants
(Firm Registration No. - 0294754)

Ashutosh Bhalota
A.K. Bhalota
Proprietor
Membership No. 065860

Place - Kolkata
Date - 15/11/18



For Indian Cable Net Co Ltd
(192132WB1995PLC075754)

Sushila Ghosh
Sushila Ghosh, Kolkata
Director
DIN-00569816

Lskainy
Laxman Singh Kainy
Company Secretary

Mukund Ghosh
Mukund Ghosh
Director
DIN-01998552



INDIAN CABLE NET COMPANY LIMITED

Notes to financial statements for the year ended 31st March 2018

1 Corporate Information

Indian Cable Net Co. Ltd. ("the company" or "ICNCL") was incorporated on 6th December, 1995 and is engaged in the business of distribution of television channels through analogue and digital cable distribution network, and other related services.

ICNCL is a Subsidiary of Sit Networks Ltd. (formerly Sit Cable Network Ltd) with its registered office in Kolkata, West Bengal.

2 Basis of preparation

(a) Statement of Compliance

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 for the extent notified.

(b) Basis of Measurement

The financial statements have been prepared on historical cost basis, except for following:
a) Financial assets and liabilities (including derivative instruments) that is measured at fair value/ Amortised cost;
b) Non-current assets held for sale – measured at the lower of the carrying amount and fair value less cost to sell;
c) Defined benefit plans – plan assets measured at fair value.

(c) Functional and Presentation Currency

The Financial Statements have been presented in Indian Rupees (INR), which is also the Company's functional currency. All financial information presented in INR has been rounded off to the nearest lakhs as per the requirements of Schedule III, unless otherwise stated.

The accounting policies adopted in the preparation of financial statements are consistent with those of previous year, unless otherwise mentioned, and are explained below:

3 Summary of Significant Accounting Policies

(a) Use of estimates and Critical accounting judgments

The preparation of financial statements in conformity with Indian Accounting Standard (Ind AS) requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent assets and liabilities on the date of the financial statements and reported amounts of Income and Expenses during the period. Actual results could differ from these estimates. Any revision to accounting estimates is recognized prospectively in current or future periods. The most significant techniques for estimation are described in the accounting policies below. Critical accounting judgments and the key sources of estimation or uncertainty in applying the Company's accounting policies arise in relation to the following and also in relation to other accounting policies as stated elsewhere:

(i) Property, Plant & Equipment

Land and buildings held for use in the production or supply of goods or services, or for administrative purposes, are stated in the balance sheet at cost less accumulated depreciation and accumulated impairment losses. Leasehold Land is amortised over the period of useful life. Fixtures and equipment are stated at cost less accumulated depreciation and accumulated impairment losses.

(ii) Intangible Assets

Network Assets, Software and M³ Cables are included in the Balance sheet as an intangible asset where they are clearly linked to long term economic benefits for the Company. In this case they are measured initially at purchase cost and then amortised on a straight line basis over their estimated useful lives. Intangible assets with definite useful lives acquired in a business combination (if available) are reported at cost less accumulated amortisation and accumulated impairment losses.

(iii) Revenue Recognition

The Carriage income is recognised in the Statement of Profit & Loss on the basis of contract with Broadcasters. Since this is a continuous service, therefore, in few cases the income is recognised following the trend of past basis in the absence of agreement pending renewal.

(iv) Claims, Provisions and Contingent Liabilities

The Company has ongoing litigations with various regulatory authorities and third parties. Where an outflow of funds is believed to be probable and a reliable estimate of the outcome of the dispute can be made based on management's assessment of specific circumstances of each dispute and relevant external advice, management provides for its best estimate of the liability. Such accruals are by nature complex and can take number of years to resolve and can involve estimation uncertainty. Information about such litigations is provided in notes to the financial statements.

(b) Property, Plant and Equipment

(i) Recognition and Measurement

Property, Plant and Equipment is recognised at cost/less cost less accumulated depreciation or impairment losses if any, incurred to bring the asset to the present condition and location. The cost of fixed assets comprises its purchase price net of any trade discounts and rebates, any import duties and other taxes other than those subsequently recoverable from the tax authorities, any directly attributable expenditure on making the asset ready for its intended use and interest on borrowings attributable to acquisition of qualitative fixed assets up to the date the asset is ready for its intended use.

The cost of a self-constructed item of property, plant and equipment comprises the cost of materials, direct labour and any other costs directly attributable to bringing the item to its intended working condition and estimated costs of dismantling, removing and restoring the site on which it is located, wherever applicable.

If significant parts of an item of property, plant and equipment have different useful lives, then they are accounted for as separate items (major components) of property, plant and equipment.

The items of spare parts, stand-by equipments and servicing equipments that satisfy the definition and recognition criteria of Property, Plant and Equipment is classified under Capital work in progress. Capital Work in progress comprises of the cost of fixed assets that are not yet in use at the reporting date.

Set up fees are treated as part of Capital Work in Progress till at the end of the month of activation, after which the same are depreciated.



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Kolkata
Indian Cable Net Company Limited
Kolkata
West Bengal

INDIAN CABLE NET COMPANY LIMITED

Notes to financial statements for the year ended 31st March 2018

(iii) Depreciation on Tangible Assets

Depreciation on tangible assets is provided on straight line method over the useful lives of assets estimated by the Management. Depreciation for assets purchased / sold during the period is proportionately charged. Residual land is amortized over the effective period of lease. The details of estimated life for each category of asset are as follows:

| Asset | Estimated useful life based on SLM |
|---|------------------------------------|
| Buildings | 60 years |
| Computers and Data Processing Equipment | 3 years |
| Plant and Machinery | 8 years |
| Set Top Boxes | 8 years |
| Furniture and Fixtures | 10 years |
| Vehicles | 8 years |
| Studio Equipments | 11 years |
| Office Equipments | 5 years |
| Softwares which are an integral part of Property, Plant and Equipment | 6 years |

(iii) Disposal of Assets

An item of property, plant and equipment is derecognized upon disposal or when no future economic benefits are expected to arise from the continued use of the asset. Any gain or loss arising on the disposal or retirement of an item of property, plant and equipment is determined as the difference between net disposal proceeds and the carrying amount of the asset and is recognized in the statement of profit and loss.

(iv) Reclassification to Investment Property

When the use of a property changes from owner-occupied to investment property, the property is reclassified as investment property at its carrying amount on the date of reclassification.

(vi) Intangible Assets

Goodwill

Goodwill acquired on business combination is amortised on a straight line method over a systematic useful life of 10 years.

Other Intangible Assets acquired separately are measured on initial recognition at cost. Following initial recognition, intangible assets are carried at cost less accumulated amortisation and accumulated impairment losses, if any.

The estimated useful lives are as follows:

| Asset | Estimated useful life based on SLM |
|-----------------------|------------------------------------|
| Network Assets | 10 years |
| Software and VU Cards | 6 years |

(vii) Investment Property

Investment property is property held either to earn rental income or for capital appreciation or for both, but not for sale in the ordinary course of business, use in the production or supply of goods or services or for administrative purposes. Upon initial recognition, an investment property is measured at cost. Subsequent to initial recognition, investment property is measured at cost less accumulated depreciation and accumulated impairment losses, if any.

The management believes a period of 60 years as representing the best estimate of the period over which investment properties (which are quite similar) are expected to be used. Accordingly, the Company depreciates investment properties over a period of 60 years on a straight-line basis.

Investment properties are derecognized either when they have been disposed of or when they are permanently withdrawn from the use and no future economic benefit is expected from their disposal. The net difference between the net disposal proceeds and the carrying amount of the asset is recognized in profit or loss in the period of derecognition.

Though the Company measures investment property using cost-based measurement, the fair value of investment property is disclosed in the notes. Fair values are determined based on evaluation performed by an accredited external independent valuer.

(viii) Non-current assets (or disposal groups) held for sale and discontinued operations

Non-current assets (or disposal groups) are classified as held for sale if their carrying amount will be recovered principally through a sale transaction rather than through continuing use and a sale is considered highly probable. They are measured at the lower of the carrying amount and the fair value less cost to sell.

An impairment loss is recognized for any initial or subsequent write-down of the asset (or disposal group) to fair value less costs to sell. A gain is recognized for any subsequent increases in fair value less costs to sell of an asset (or disposal group), but not in excess of any cumulative impairment loss previously recognized. A gain or loss not previously recognized by the date of the sale of the non-current asset (or disposal group) is recognized at the date of de-recognition.

Non-current assets (including those that are part of a disposal group) are not depreciated or amortized while they are classified as held for sale. Non-current assets (or disposal groups) classified as held for sale are presented separately in the balance sheet. Any profit or loss arising from the sale or non-recognition of discontinued operations is presented as part of a single line item in statement of profit and loss.



Approved
S. K. Chatterjee
S. K. Chatterjee

INDIAN CABLE NET COMPANY LIMITED

Notes to financial statements for the year ended 31st March 2018

(i) Impairment of Assets

(i) Financial Assets

For the purpose of computation of expected credit loss, the Company has analysed the trend of provision for doubtful debts created in earlier years. The average rate of provision has been computed based on the adjusted sales resulting from where the Company does not have any historical provision and provision for doubtful debts created against those sales. Further, the Company has analysed expected credit loss separately for carriage revenue customer and other than carriage revenue customer primarily because the characteristics and historical losses trend was different in these two segments.

(ii) Non-Financial Assets

The Carrying amount of the fixed assets are reviewed at each balance sheet date in accordance with Indian Accounting Standard 36 on "Impairment of Assets" prescribed by the Companies (Indian Accounting Standards) rules, 2015, to determine whether there is any indication of impairment. Impairment test is performed for an individual asset, unless asset does not generate cash flows that are largely independent. Otherwise the assets are tested for Cash Generating Units (CGU). An impairment loss is recognised in the Statement of Profit and Loss if the assets or CGU's carrying amount exceeds the greater of Fair value less cost of Value in Use. Reversal of Impairment are recognised except Goodwill through Statement of Profit and Loss except those noted through reserves.

(ii) Leases

Where the Company is a lessor

Leases in which the company does not transfer substantially all the risks and benefits of ownership of the asset are classified as operating lease. Assets subject to operating leases are included in Property, Plant and Equipment. Lease income on an operating lease is recognised in the statement of profit and loss on monthly rental basis, wherever applicable over the lease term.

Where the Company is a lessee

The assets where significantly all the risks and rewards is passed to the lessee is classified as finance lease and the amortised over the useful life of the said leased asset. In case of operating lease the lease rental is treated as an expense.

(iii) Inventories

Inventories are valued as follows-

Stock in trade & Stores and spares are valued at cost or weighted average method or at net realisable value whichever is lower.

Net realisable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and estimated costs necessary to make the sale.

(iv) Revenue Recognition

Revenue is recognised to the extent the company considers it realisable and financial benefit of the same shall flow to the company.

(i) Subscription Income from Cable Service

Subscription Income from Cable Service (net of applicable taxes and duties) are recognised on accrual basis from the date of commencement of supply of the signal (subject to payment of the customer as per schedule of rates).

In presence of the regulator of Telecom Regulatory Authority of India (TRAI), the company has implemented Digital Addressable (DAS) in the notified areas and accordingly subscription charges have been accounted in terms of said regulation.

(ii) Income From Activation Of Services

Income from activation of digital cable services is recognised to the extent of the estimated cost incurred in the year of activation as per the matching principle and the balance is deferred over four years based on the estimated period of customer relationship.

(iii) Carriage Income

Carriage Income is recognised on accrual basis over the terms of related agreement/ negotiations provided that there is no significant uncertainty regarding the realisable amount of consideration.

(iv) Other Services

(i) Income from insertion of advertisements is recognised on accrual basis from the date of insertion of advertisements based on the terms specified in the release orders.

(ii) Income from rendering technical services is recognised on accrual basis.

(iii) Income from fiber leasing is recognised on accrual basis as per terms of the respective contracts.

(v) Lease Income

Lease income from supply of set top boxes is recognised on accrual basis as per terms of agreement of lease.

Rental Income from Investment Property is recognised as per the respective lease agreements.

(vi) Sales of goods

Revenue from sale of goods is recognised when all the significant risks and rewards of ownership of the goods have been passed to the buyer, usually on delivery of the goods. The company collects sales taxes and value added taxes (VAT) on behalf of the government and, therefore, these are not economic benefits flowing to the company. Hence, they are excluded from revenue. Revenue from High sea Sales are being recognised on transfer of title of goods to the customers.



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Kishore
INDIAN CABLE NET COMPANY LIMITED
KOLKATA

INDIAN CABLE NET COMPANY LIMITED

Notes to financial statements for the year ended 31st March 2018

(i) **Borrowing Costs**

Borrowing Costs are the interest or the other cost which the entity incurs in connection with the borrowing of the funds. These include interest expense calculated using the Effective interest method as per Ind AS 109. Finance charges of Finance lease as per Ind AS 17. Borrowing cost which are directly attributable to the acquisition, construction or production of a "Qualifying Asset" are included in the cost of the asset when it is probable that they will result in the future economic benefit to the entity and its cost can be measured reliably.

(ii) **Foreign Currency Transaction**

Transaction in foreign currency is recorded at the rate of exchange prevailing on the transaction date (i). Transaction remaining unsettled is translated at the rate prevailing at the end of the financial year. The exchange rate difference arising there from are adjusted in the Statement of Profit & Loss.

(iii) **Cash Flow Hedge**

A Cash Flow Hedge is used when an entity is looking to eliminate or reduce the exposure that arises from changes in the cash flows of a financial asset or liability (or other eligible exposure) due to changes in a particular risk. The accounting of derivative instruments is made on commitment date rather than on settlement date. The Cash flow hedge is marked to market on the reporting date and the Cash flow hedge reserve is shown under Other Equity. The effective portion of Cash flow hedge is transferred to Other Comprehensive Income and the ineffective portion is transferred to Statement of Profit and Loss account.

(iv) **Financial Instruments**

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

(i) **Recognition and initial measurement**

Financial assets and financial liabilities are recognised when the company becomes a party to the contractual provisions of the instrument. Financial assets and liabilities are initially measured at fair value. The transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through Profit or Loss) are added to or deducted from the fair value measured on initial recognition of financial asset or financial liability. The transaction costs directly attributable to the acquisition of financial assets and financial liabilities at fair value through Profit and Loss are immediately recognised in the Statement of Profit and Loss.

Effective interest method

The effective interest method is a method of calculating the amortised cost of a financial instrument and of allocating interest income or expense over the relevant period. The effective interest rate is the rate that exactly discounts future cash receipts or payments through the expected life of the financial instrument, or where appropriate, a shorter period.

Compound Financial Instruments

Separation of instrument into its liability and equity component is made at the time of initial recognition. The fair value of liability component establishes its initial carrying amount which is then deducted from the fair value of the instrument as a whole to arrive at the residual amount being recognised in the equity component. The fair value of the liability component at the initial recognition is the Present value of the contractual stream of future cash flow discounted at the market rate of Interest that would have been applied to the instrument of comparable credit quality with substantially the same cash flow.

(ii) **Classification and subsequent measurement**

Financial Assets

Financial assets carried at amortised cost

A financial asset is subsequently measured at amortised cost if it is held within a business model whose objective is to hold the asset in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Assets of assets at fair value through other comprehensive income

A financial asset is subsequently measured at fair value through other comprehensive income if it is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Financial assets at fair value through profit or loss

A financial asset which is not classified in any of the above categories are subsequently fair valued through profit or loss.

Financial liabilities

Financial liabilities are subsequently carried at amortised cost using the effective interest method, but trade and other payables maturing within one year from the balance sheet date, the carrying amounts approximate fair value due to the short maturity of these instruments.

(iii) **Derecognition of Financial Liabilities**

The Company derecognises financial liabilities when, and only when, the Company's obligations are discharged, cancelled or they expire.

(iv) **Offsetting financial instruments**

Financial assets and liabilities are offset and the net amount reported in the balance sheet when there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis or realize the asset and settle the liability simultaneously. The legally enforceable right must not be contingent on future events and must be enforceable in the normal course of business and in the event of default, insolvency or bankruptcy of the counterparty.



Approved
18/04/2018

INDIAN CABLE NET COMPANY LIMITED

Notes to financial statements for the year ended 31st March 2018

100 Retirement benefit costs

Payments to defined contribution plans are charged as an expense as they fall due. Payments made to state managed retirement benefit schemes are dealt with as payments to defined contribution schemes where the Company's obligations under the schemes are equivalent to those arising in a defined contribution retirement benefit scheme. For defined benefit retirement schemes, the cost of providing benefits is determined using the Projected Unit Credit Method, with actuarial valuation being carried out at each balance sheet date. Re-measurement gains and losses of the net defined benefit liability (asset) are recognised immediately in other comprehensive income. The service cost, net interest on the net defined benefit liability (asset) is treated as a net expense within employment costs.

Post service cost is recognised as an expense when the plan amendment or curtailment occurs or when any related restructuring costs or termination benefits are recognised, whichever is earlier.

The retirement benefit obligation recognised in the balance sheet represents the present value of the defined-benefit obligation as reduced by the fair value plan assets.

101 Taxation

Tax expense for the year comprises current and deferred tax.

The tax currently payable is based on taxable profit for the reporting period. Taxable profit differs from net profit as reported in the Statement of Profit and Loss because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible. The Company's liability for current tax is calculated using tax rates and tax laws that have been enacted.

Deferred tax is the tax expected to be payable or recoverable on differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit, and is accounted for using the balance sheet liability method. Deferred tax liabilities are generally recognised for all taxable temporary differences. In contrast, deferred tax assets are only recognised to the extent that it is probable that future taxable profits will be available against which the temporary differences can be utilised.

Deferred tax is calculated at the tax rates that are expected to apply in the period when the liability is settled or the asset is realised based on the tax rates and tax laws that have been enacted or substantively enacted by the end of the reporting period.

102 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks and other short term deposits including the Bank Overdraft.

103 Provisions and Contingent Liabilities

(i) General

Provisions are recognised in the balance sheet when the Company has a present obligation (legal or constructive) as a result of a past event, which is expected to result in an outflow of resources and valuing economic benefits which can be reliably estimated. Each provision is based on the best estimate of the expenditure required to settle the present obligation at the balance sheet date. When appropriate, provisions are measured at a discounted basis.

Constructive obligation is an obligation that derives from an entity's actions where:

(a) by an established pattern of past practice, published policies or a sufficiently specific current statement, the entity has indicated to other parties that it will accept certain responsibilities; and

(b) as a result the entity has created a valid expectation on the part of these other parties that it will discharge those

When some or all of the economic benefits required to settle a provision are expected to be recovered from a third party, a receivable is recognised as an asset if it is virtually certain that reimbursement will be received and the amount of the receivable can be measured reliably.

(ii) Contingent Liabilities

A disclosure for contingent liabilities is made where there is a possible obligation or a present obligation that may probably not require an outflow of resources. When there is a possible or a present obligation where the likelihood of outflow of resources is remote, no provision or disclosure is made.

104 Earnings Per Share

Basic earnings per share is computed by dividing profit or loss attributable to equity shareholders by the weighted average number of equity shares outstanding during the period. The Company did not have any potentially dilutive securities in any of the periods presented.

105 Segment Reporting

The company is a Multi System Operator providing Cable Television Network Services, Broadband Services and Other Related services which is considered as the only reportable segment. The company's operations are based in India.



Approved
Shri
INDIAN CABLE NET COMPANY LIMITED
BANGALORE

INDIAN CABLE NET COMPANY LIMITED
NOTES TO BALANCE SHEET AS ON MARCH 31, 2018

Note 5 : PROPERTY, PLANT & EQUIPMENT & CAPITAL WORK IN PROGRESS

| Particulars | Lease Hold Land | Building | Plant and equipment | Computers | Office equipment | Furniture and fixtures | Vehicles | Set top boxes | Set top boxes (Under Lease) | Total | CWIP |
|--|-----------------|--------------|---------------------|------------|------------------|------------------------|------------|---------------|-----------------------------|---------------|---------------|
| Year ended 31 March 2017 | | | | | | | | | | | |
| Gross Carrying Amount as on 01 April 2016 | 4,697 | 2 | 6,641 | 353 | 116 | 200 | 113 | 15,738 | 1,423 | 29,284 | 12,999 |
| Additions | | | 1,055 | 96 | 9 | 1 | 9 | 7,092 | | 8,353 | 4,962 |
| Disposals | | | | | | | (7) | | | (7) | |
| Closing Gross Carrying Amount | 4,697 | 2 | 7,696 | 449 | 125 | 201 | 115 | 22,830 | 1,423 | 37,530 | 17,271 |
| Opening Accumulated Depreciation | 69 | 0 | 3,124 | 214 | 66 | 77 | 22 | 5,622 | 590 | 9,744 | - |
| Depreciation charge during the year | 69 | 0 | 959 | 75 | 15 | 21 | 13 | 2,109 | 175 | 3,123 | - |
| Disposals | | | | | | | (2) | | | (2) | |
| Closing Accumulated Depreciation | 138 | 0 | 4,083 | 289 | 81 | 97 | 33 | 7,731 | 725 | 12,875 | - |
| Net Carrying Amount as on 31 March 2017 | 4,559 | 1 | 3,613 | 162 | 44 | 104 | 82 | 15,099 | 698 | 24,655 | 17,271 |
| Year ended 31 March 2018 | | | | | | | | | | | |
| Opening Gross Carrying Amount as on 01 April 2017 | 4,697 | 2 | 7,696 | 449 | 125 | 201 | 115 | 22,830 | 1,423 | 37,530 | 17,271 |
| Additions | | 3,436 | 3,284 | 40 | 48 | 1,122 | 79 | 11,085 | | 19,094 | 98 |
| Disposals | | | | | | | (21) | | | (21) | (11,973) |
| Asset Classified as held for sale | | | | | | | | | | | (2,256) |
| Closing Gross Carrying Amount | 4,697 | 3,438 | 10,982 | 489 | 174 | 1,323 | 173 | 33,905 | 1,423 | 56,603 | 3,141 |
| Opening Accumulated Depreciation | 138 | 0 | 3,783 | 287 | 81 | 97 | 33 | 7,731 | 725 | 12,875 | - |
| Depreciation charge during the year | 68 | 26 | 811 | 79 | 19 | 48 | 17 | 3,610.42 | 375 | 4,854 | - |
| Disposals | | | | | | | (12) | | | (12) | |
| Closing Accumulated Depreciation and Impairment | 206 | 27 | 4,594 | 366 | 100 | 145 | 39 | 11,341 | 901 | 17,718 | - |
| Net Carrying Amount as on 31 March 2018 | 4,492 | 3,411 | 6,388 | 123 | 73 | 1,178 | 134 | 22,564 | 522 | 38,886 | 3,141 |

Note: Refer note no. 62 for information on property, plant and equipment pledged as securities by the Company.



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INDIAN CABLE NET COMPANY LIMITED
NOTES TO BALANCE SHEET AS ON MARCH 31, 2018

Note 6 : GOODWILL & OTHER INTANGIBLE ASSETS

(₹) in Lakhs

| PARTICULARS | GOODWILL | OTHER INTANGIBLE ASSETS | | | TOTAL OTHER INTANGIBLE ASSETS |
|--|--------------|-----------------------------|--------------|------------|-------------------------------|
| | | DISTRIBUTION NETWORK ASSETS | VC CARDS | SOFTWARE | |
| Year ended 31 March 2017 | | | | | |
| Gross Carrying Amount as on 01 April 2016 | 4,213 | 15,371 | 1,863 | 456 | 17,699 |
| Additions | - | - | 760 | 210 | 971 |
| Closing Gross Carrying Amount | 4,213 | 15,371 | 2,623 | 667 | 18,661 |
| Opening Accumulated Depreciation Amortisation for the year | 843 | 3,074 | 847 | 139 | 4,060 |
| | 421 | 1,537 | 332 | 84 | 1,952 |
| Closing Accumulated Amortisation | 1,264 | 4,611 | 1,179 | 222 | 6,013 |
| Closing Net Carrying Amount as on 31 March 2017 | 2,949 | 10,760 | 1,444 | 444 | 12,648 |
| Year ended 31 March 2018 | | | | | |
| Gross Carrying Amount as on 01 April 2017 | 4,213 | 15,371 | 2,623 | 667 | 18,661 |
| Additions | - | - | 333 | 157 | 489 |
| Closing Gross Carrying Amount | 4,213 | 15,371 | 2,956 | 823 | 19,150 |
| Opening Accumulated Amortisation | 1,264 | 4,611 | 1,179 | 222 | 6,013 |
| Amortisation charge for the year | 421 | 1,537 | 449 | 107 | 2,093 |
| Closing Accumulated Amortisation | 1,685 | 6,148 | 1,628 | 329 | 8,105 |
| Closing Net Carrying Amount as on 31 March 2018 | 2,528 | 9,223 | 1,328 | 494 | 11,045 |



(Signature)
 18/03/2018

INDIAN CABLE NET COMPANY LIMITED
NOTES TO BALANCE SHEET AS ON MARCH 31, 2018

| Note 7 : INVESTMENT PROPERTY | | (₹) in Lakhs |
|--|-----------------|---------------------|
| PARTICULARS | BUILDING | |
| Year ended 31 March 2017 | | |
| Gross Carrying Amount as on 01 April 2016 | - | |
| Additions | - | |
| Closing Gross Carrying Amount | - | |
| Opening Accumulated Depreciation | - | |
| Depreciation for the year | - | |
| Closing Accumulated Depreciation | - | |
| Closing Net Carrying Amount as on 31 March 2017 | - | |
| Year ended 31 March 2018 | | |
| Gross Carrying Amount as on 01 April 2017 | - | |
| Additions | 6,745 | |
| Closing Gross Carrying Amount | 6,745 | |
| Opening Accumulated Depreciation | - | |
| Depreciation charge for the year | 53 | |
| Closing Accumulated Depreciation | 53 | |
| Closing Net Carrying Amount as on 31 March 2018 | 6,692 | |

Notes:

1. Information regarding income and expenditure of Investment Property

| Particulars | For the year ended | For the year ended |
|--|---------------------------|---------------------------|
| | 31-Mar-18 | 31-Mar-17 |
| Rental income derived from investment properties | 134 | - |
| Direct operating expenses that Generated rental income | - | - |
| Direct operating expenses that did not Generated rental income | - | - |

2. The management has determined that the investment property consists of Building - based on the nature, characteristics and risks of each property. The Company's investment properties consist of a portion of its building situated at Kolkata on the basis of present / intended use.

3. Refer note no. 62 for information on investment property pledged as securities by the Company.

4. The Fair Valuation of Investment Property as on 31 March 2018 was Rs 15628 lakhs as assessed by independent valuer.



Agarwal
18/03/18

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INDIAN CABLE NET COMPANY LIMITED

Notes to financial statements for the year ended 31st March 2018

| | ₹ in Lakhs | |
|---|----------------|----------------|
| | March 31, 2018 | March 31, 2017 |
| 8 Non-current investments (Trade, unquoted) | | |
| Long term investments (Valued at cost unless stated otherwise) | | |
| Investment in equity instruments-subidiaries | | |
| 4523016 Nos (PY 4523016 Nos) of Equity Share of Sifi Manya Cable net Pvt Ltd (FV ₹ 100-) | 803 | 803 |
| 10000 Nos (PY 10000 Nos) of Equity Share of Indinet Service Pvt Ltd (FV ₹ 100-) | 1 | 1 |
| 125000 Nos (PY 125000 Nos) of Equity Share of Axon Communications & Cable Pvt Ltd (FV ₹ 100-) | 375 | 375 |
| Aggregate amount of unquoted investments | <u>1,179</u> | <u>1,179</u> |
| 9 Other Non Current Financial Assets | | |
| Security deposits - Unsecured, considered good | 155 | 151 |
| Margin money deposit (pledged) with statutory authorities | 120 | 122 |
| | <u>285</u> | <u>273</u> |
| 10 Other non-current assets | | |
| Capital advances | - | 31 |
| | <u>-</u> | <u>31</u> |
| 11 Inventories | | |
| Set Top Box | 2,255 | - |
| Stores and spares | 190 | 130 |
| | <u>2,445</u> | <u>130</u> |
| 12 Trade receivables | | |
| Unsecured, considered good | 8,871 | 7,494 |
| Unsecured, considered doubtful | 2,215 | 3,480 |
| | <u>11,086</u> | <u>10,973</u> |
| Less: Provision for Expected Credit Loss | 2,215 | 3,480 |
| | <u>8,871</u> | <u>7,494</u> |
| Trade Receivables include: | | |
| Due from Subsidiary Company | | |
| Sifi Manya Cable Net Pvt Ltd | 1,807 | 1,511 |
| Axon Communications & Cable Pvt Ltd | 85 | 61 |
| Due from Private Company in which Director is not a member | | |
| Sai Madhava Cable Net Co. Private Limited | 22 | 24 |
| Surek Virendra Private Limited | 0 | 0 |
| Sai Ravi J Heritage Cable Net Co. Private Limited | 0 | 17 |
| Sai Vision Digital Media Private Limited | 26 | 26 |
| 13 Cash and bank balances | | |
| Cash and cash equivalents | | |
| Cash in hand | 120 | 595 |
| Cheques in hand | 1,835 | 1,188 |
| On current accounts | 103 | 411 |
| In deposit account (with maturity upto three months) | 1,354 | - |
| | <u>3,413</u> | <u>2,193</u> |
| Other Bank Balances | | |
| In deposit account (with maturity upto twelve months)* | 2,653 | 1,126 |
| | <u>2,653</u> | <u>1,126</u> |
| *Pledged with bank against borrowings | 2,652 | 1,126 |



Approved
 15/03/2018

INDIAN CABLE NET COMPANY LIMITEDNotes to financial statements for the year ended 31st March 2018

| | ₹ in lakhs | |
|---|----------------|----------------|
| | March 31, 2018 | March 31, 2017 |
| 14 Loans | | |
| Advances to Subsidiaries/Companies unsecured, considered good | 125 | 451 |
| Other advances | | |
| Considered Doubtful | 2 | 1 |
| Less: Provision for doubtful advances | (2) | (1) |
| | <u>125</u> | <u>451</u> |
| 15 Other Current Financial Assets | | |
| Interest accrued and not due on fixed deposits | 2 | - |
| Unbilled revenue | 287 | 809 |
| | <u>289</u> | <u>809</u> |
| 16 Current Tax Assets (net) | | |
| Current tax liabilities | | |
| Provision for tax | 1,236 | 1,353 |
| Current tax assets | | |
| Advance tax | 2,740 | 2,155 |
| | <u>1,004</u> | <u>802</u> |
| 17 Other current assets | | |
| Advance to Vendor | 300 | 276 |
| Advance to Related Parties | 91 | 90 |
| Balances with statutory authorities | 627 | 1,529 |
| Prepaid expenses | 108 | 94 |
| | <u>1,125</u> | <u>1,988</u> |
| 18 Share capital | | |
| Authorised share capital | | |
| 87,857,300 Equity Shares of ₹ 100- each | 8,786 | 8,786 |
| 30540 Preference Shares of ₹ 100/- each | 31 | 31 |
| Total authorised capital | <u>8,816</u> | <u>8,816</u> |
| Issued share capital | | |
| 8,64,01,070 Equity Shares of ₹ 100- each | 8,640 | 8,640 |
| (Out of above 51,10,000 Nos. of equity shares of ₹ 100- each allowed for consideration other than cash in pursuant to the scheme of amalgamation) | | |
| Total issued capital | <u>8,640</u> | <u>8,640</u> |
| Subscribed and fully paid up capital | | |
| 8,64,01,070 Equity Shares of ₹ 100- each | 8,640 | 8,640 |
| Total paid up capital | <u>8,640</u> | <u>8,640</u> |







INDIAN CABLE NET COMPANY LIMITED

Notes to financial statements for the year ended 31st March 2018

Reconciliation of the number of shares outstanding and the amount of share capital as at March 31, 2018 and March 31, 2017 are set out below:

(i) Equity Shares

| | 31-Mar-18 | | 31-Mar-17 | |
|------------------------------------|------------|------------|------------|------------|
| | No. | ₹ in Lakhs | No. | ₹ in Lakhs |
| At the beginning of the period | 86,401,070 | 8,640 | 86,401,070 | 8,640 |
| Outstanding at the end of the year | 86,401,070 | 8,640 | 86,401,070 | 8,640 |

(ii) Preference Share

There is no investment in Preference Share Capital.

Terms & rights attached to equity shares

The company has only one class of equity shares having par value of ₹ 10 per share. Each holder of equity shares is entitled to one vote per share.

In the event of liquidation of the company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

Out of Equity shares issued by the Company, shares held by its holding company, ultimate holding company and their subsidiaries/associates are as below:

| Particulars | 31-Mar-18 | | 31-Mar-17 | |
|---|------------|------------|------------|------------|
| | No. | ₹ in Lakhs | No. | ₹ in Lakhs |
| Equity Shares | | | | |
| Holding Company - Sit Cable Network Limited | 51,831,000 | 5,183 | 51,831,000 | 5,183 |
| Subsidiary of Holding Company - Central Borebay Cable Network Limited | 3,000 | 3 | 3,000 | 3 |

Details of share holder holding more than 5% share as at March 31, 2018 and March 31, 2017

| Name of Shareholder | Equity Shares | | | |
|--|-----------------------------------|--------------|-----------------------------------|--------------|
| | As at 31 st March 2018 | | As at 31 st March 2017 | |
| | No. of Shares | % of Holding | No. of Shares | % of Holding |
| Sit Cable Network Limited, Holding Company | 51,831,000 | 59.99 | 51,831,000 | 59.99 |
| Anurag Chittimar | 5,236,357 | 6.06 | 5,236,357 | 6.06 |
| Saail Nihalani | 5,454,347 | 6.31 | 5,454,347 | 6.31 |
| Suresh Sethiya | 5,451,007 | 6.31 | 5,451,007 | 6.31 |
| Hinkari Datta | 5,244,586 | 6.07 | 5,244,586 | 6.07 |
| Zafar Iqbal | 5,225,596 | 6.05 | 5,225,596 | 6.05 |
| Suresh Kumar Agarwal | 5,219,377 | 6.04 | 5,219,377 | 6.04 |

₹ in Lakhs
March 31, 2018 March 31, 2017

19 Other Equity

Securities premium account

Balance at the beginning of the year

18,968 18,968

Balance at the end of the year

18,968 18,968

Cash Flow Hedge Reserve

Balance at the beginning of the year

(9) -

Fair Value Change on Cash Flow Hedge

-

Reclassified to Profit and Loss Account

9 -

Balance at the end of the year

- (9)

Surplus / Deficit in the Statement of profit and loss

Balance at the beginning of the year

8,041 7,151

Add: Profit/(Loss) for the year

3,388 899

Other Comprehensive Income

12 (9)

Balance at the end of the year

11,441 8,041

30,409 27,000



INDIAN CABLE NET COMPANY LIMITED

Notes to financial statements for the year ended 31st March 2018

20 Non Current Financial Liabilities

Borrowings

(a) Term loans from banks (Secured)

Term loans (Secured)

Term loan from Bank of Baroda carrying interest @11.20% p.a. subject to change from time to time, repayable in 18 monthly installments 12 quarterly installments, secured by the first and exclusive equitable mortgage of land and building at Plot No- XI/4, Block- EP & GP, Sector-V, Salt Lake, Kolkata-700091, pledge of fixed deposit, held in the name of the company and personal guarantee of the directors

2,410

Buyer's credits

Buyer's credit from bank (Secured by first charge on all movable and immovable fixed assets, including their acquired and fixtures, including all rights / documents / insurance claims. Second charge on entire current assets of the company both present and future and also secured by the first and exclusive equitable mortgage land and building under construction at Plot No.- XI/4, Block- EP & GP, Sector-V, Salt Lake, Kolkata-700091, pledge of fixed deposit, held in the name of the company and personal guarantee of the directors)

4,522

9,496

(The facility is repayable by conversion to term loan on expiry of 90 months from the drawdown date)

(b) Unsecured loan

Holding company, Siti Network Limited

(Repayable on demand after 31 March 2019)

5,029

5,029

(c) Redeemable Preference share capital

Liability Component of Redeemable Preference Share

43

40

12,003

14,565

₹ in Lakhs

March 31, 2018

March 31, 2017

21 Other Non-Current financial liabilities

Security Deposit

360

360

Interest free deposits from customers

15

15

375

375

22 Non Current Provisions

Provision for employee benefits

Provision for gratuity

61

56

Provision for compensated absences

69

53

Others- Provision for Churn STBs (under Nostri)

82

81

212

194

23 Deferred tax asset (liabilities) (net)

Deferred tax liability

Fixed assets: Impact of difference between tax depreciation and depreciation/amortization charged for the financial reporting

2,900

2,409

Gross deferred tax liability

2,900

2,409

Deferred tax asset

Impact of expenditure charged to the statement of profit and loss in the current year but allowed for tax purposes on payment basis

115

19

Provision for doubtful debts and advances

767

1,205

Other disallowances

31

25

Net Credit Deficiency

890

527

Gross deferred tax asset

1,833

1,776

Net deferred tax asset/(liabilities)

(1,127)

(633)



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 Indian Cable Net Company Limited
 Kolkata, West Bengal

INDIAN CABLE NET COMPANY LIMITEDNotes to financial statements for the year ended 31st March 2018

| | | |
|---|---------------|---------------|
| 24 Other Non-Current liabilities | | |
| Deferred Income | 2,336 | 1,472 |
| | <u>2,336</u> | <u>1,472</u> |
| 25 Borrowings | | |
| Cash Credit from Bank of Baroda | 405 | 714 |
| (Secured by first charge on entire current assets of the company, both present and future and also secured by the first and exclusive equitable mortgage land and building at Plot No- X/23, Block- EP & GP, Sector-V, Salt Lake, Kolkata-700091, pledge of fixed deposit, held in the name of the company and personal guarantee of the directors) | | |
| Inter Corporate Deposit | 30 | 30 |
| | <u>435</u> | <u>744</u> |
| 26 Trade payables | | |
| Total outstanding dues of creditors of micro enterprises, small enterprises and other enterprises | 8,323 | 5,781 |
| | <u>8,323</u> | <u>5,781</u> |
| 27 Other Current financial liabilities | | |
| Creditors for capital goods | 9,331 | 10,356 |
| Payable for Contractual Liabilities | 20 | 24 |
| Current maturities of long-term borrowings | 7,426 | 1,634 |
| (Includes Bayers Credit ₹ 5786 lakh and Term Loan ₹ 1640 lakh) | | |
| Interest accrued but not due on borrowings | 61 | 14 |
| | <u>16,838</u> | <u>12,029</u> |
| 28 Other Current Liabilities | | |
| Unearned Income | 19 | 9 |
| Advances from customers | 672 | 627 |
| Deferred Income | 1,376 | 761 |
| Other Advances | 668 | 668 |
| Payable for statutory liabilities | 237 | 479 |
| | <u>2,971</u> | <u>2,544</u> |
| 29 Current Provisions | | |
| Provision for employee benefits | | |
| Provision for gratuity | 11 | 18 |
| Provision for compensated absences | 4 | 5 |
| | <u>14</u> | <u>23</u> |



Agarwal
Kolkata

INDIAN CABLE NET COMPANY LIMITED

Notes to financial statements for the year ended 31st March 2018

| | ₹ in Lakhs | |
|--|----------------|----------------|
| | March 31, 2018 | March 31, 2017 |
| 30 Revenue from operations | | |
| Sale of services | | |
| Subscription income | 15,665 | 8,669 |
| Advertisement income | 706 | 317 |
| Carriage income | 6,821 | 6,807 |
| Activation and Set top boxes pairing charges | 6,625 | 3,991 |
| Other operating revenue | | |
| Sale of traded goods* | 3,967 | 2,981 |
| Lease rental charges | 590 | 570 |
| Other networking and management income | 1,314 | 1,936 |
| Rent Income | 134 | - |
| Other Operating Income | 75 | - |
| | 35,897 | 25,270 |
| | | |
| * Details of sale of traded goods | | |
| Set top box and viewing cards | 3,967 | 2,981 |
| | 3,967 | 2,981 |
| | | |
| 31 Other income | | |
| Interest income on | | |
| Bank deposits | 168 | 23 |
| Others | 130 | 191 |
| Bad Debt Recovered | 45 | - |
| Liabilities written back | 11 | 152 |
| Gain On Foreign Exchange Fluctuation (Net) | 92 | 480 |
| Other non-operating income | 677 | 545 |
| | 1,122 | 1,390 |
| | | |
| 32 Cost of materials consumed-stores and spares | March 31, 2018 | March 31, 2017 |
| Opening stock | 130 | 479 |
| Add : Purchases during the year | 1,492 | 2,044 |
| | 1,623 | 2,522 |
| Less: Transferred to CWIP | - | 944 |
| Less: Transferred to fixed assets | 1,258 | 1,278 |
| | 364 | 300 |
| Less : Closing stock | 190 | 130 |
| | 174 | 170 |
| | | |
| 33 Purchases of traded goods | | |
| Set top boxes and VC Cards | 3,915 | 2,781 |
| | 3,915 | 2,781 |
| | | |
| 34 Pay channel and related costs | | |
| Management Charges | 2,102 | 1,508 |
| Pay channel Expenses | 8,548 | 7,437 |
| Building Maintenance Expenses | 192 | - |
| Lease Rental & Right to Usage Charge | 747 | 611 |
| Bandwidth Cost | 747 | 508 |
| Program Production Expenses | 178 | 176 |
| Other Operational Expenses | 1,453 | 883 |
| Commission Charges and Incentives | 544 | 214 |
| | 14,511 | 11,336 |








INDIAN CABLE NET COMPANY LIMITED

Notes to financial statements for the year ended 31st March 2018

| | ₹ in Lakhs | |
|--|----------------|----------------|
| | March 31, 2018 | March 31, 2017 |
| 35 Employee benefits expense | | |
| Salaries, allowances and bonus | 1,133 | 893 |
| Contributions to provident and other funds | 73 | 58 |
| Gratuity Fund Contribution | 44 | 24 |
| Staff welfare expenses | 149 | 120 |
| | 1,399 | 1,095 |
| 36 Finance costs | | |
| Interest on Financial Liabilities at Amortised Cost | 255 | 83 |
| Exchange fluctuation loss (net) | 70 | - |
| Bank charges | 20 | 25 |
| Other Borrowing Cost | 428 | 158 |
| | 774 | 266 |
| 37 Depreciation and amortisation expenses | | |
| Depreciation of tangible assets | 4,907 | 3,133 |
| Amortisation of Goodwill and other intangible assets | 2,514 | 2,374 |
| | 7,421 | 5,507 |

| | ₹ in Lakhs | |
|---|----------------|----------------|
| | March 31, 2018 | March 31, 2017 |
| 38 Other expenses | | |
| Rent | 213 | 171 |
| Rates and taxes | 33 | 33 |
| Communication expenses | 135 | 144 |
| Repairs and maintenance | | |
| - Network | 215 | 191 |
| - Building | 3 | 1 |
| - Others | 252 | 148 |
| Electricity and water charges | 195 | 172 |
| Legal, professional and consultancy charges | 336 | 397 |
| Printing and stationery | 20 | 17 |
| Service charges | 1,042 | 793 |
| Travelling and conveyance expenses | 311 | 244 |
| Auditors' remuneration | 8 | 14 |
| Vehicle expenses | 206 | 167 |
| Insurance expenses | 8 | 5 |
| Corporate Social Responsibility Expenditure | 41 | 99 |
| Donation to Political Party | - | 75 |
| Loss on Sale / Discard / Write off of Assets(net) | 15 | 1 |
| Provision for Churn STB's | 1 | 6 |
| Provision for doubtful debts | 854 | 413 |
| Provision for doubtful advances (PY-₹17250) | 1 | 0 |
| Rebate and Discount | 91 | - |
| Advertisement and publicity expenses | 165 | 108 |
| Bad debts | 2,158 | |
| Less: Debit w.off from earlier provision | <u>(2,118)</u> | 18 |
| Business and sales promotion | 99 | 120 |
| Miscellaneous expenses | 45 | 50 |
| Interest On Statutory Dues | 11 | 8 |
| | 4,339 | 3,393 |



Signature: *Agarwal*
 Signature: *Secura*
 Circular stamp: INDIAN CABLE NET COMPANY LIMITED, KOLKATA

INDIAN CABLE NET COMPANY LIMITED

Note No: 39

₹ in "Lakhs"

| OTHER COMPREHENSIVE INCOME | Year Ended 31 March 2018 | Year Ended 31 March 2017 |
|---|-----------------------------|-----------------------------|
| A (i) Items that will not be reclassified to Profit or Loss | | |
| Remeasurements of the net defined benefit plans as under | | |
| Remeasurement of employee benefit obligations | 18 | (14) |
| (ii) Income Tax relating to items that will not be reclassified to (profit) or loss | (6) | 5 |
| B (i) Items that will be reclassified to profit or loss | - | - |
| (ii) Income Tax relating to items that will be reclassified to profit or loss | - | - |
| | 12 | (9) |







INDIAN CABLE NET COMPANY LIMITED

Notes to financial statements for the year ended 31st March 2018

40 Earnings per share

| | ₹ in Lacs | |
|--|----------------|----------------|
| | March 31, 2018 | March 31, 2017 |
| Profit attributable to equity shareholders | 3,388 | 899 |
| Number of weighted average equity shares | | |
| Basic | 86401070 | 86401070 |
| Diluted | 86401070 | 86401070 |
| Nominal value of per equity share (₹) | 10 | 10 |
| Earning Per Share (₹) | | |
| Basic | 3.92 | 1.04 |
| Diluted | 3.92 | 1.04 |



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INDIAN CABLE NET COMPANY LIMITED

Notes to financial statements for the year ended 31st March 2018

Note 41: Tax Expense

The major components of Income Tax for the year are as under:

| | Mar-18 | Mar-17 |
|---|--------|--------|
| Income tax related to items recognised directly in the statement of profit and loss | | |
| Current tax - current year | 654 | 407 |
| -earlier years | (407) | (54) |
| Deferred tax charge / (benefit) | 857 | 854 |
| Total | 1,103 | 1,208 |
| Effective tax rate | 34.60% | 57.20% |

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, 2018 and 31 March, 2017 is as follows:

| | Mar-18 | Mar-17 |
|--|--------|--------|
| Profit before tax | 4485 | 2112 |
| Income tax | | |
| Statutory income tax on profit @ 34.608% | 1552 | 731 |
| Tax effect on non-deductible expenses | 2884 | 2667 |
| Additional allowances for tax purposes | (3782) | (2990) |
| Others / Deferred Tax effect | 857 | 854 |
| Tax on Other Comprehensive Income | - | 0 |
| Tax effect for earlier years | (407) | (54) |
| Tax expense recognised in the statement of profit and loss | 1103 | 1208 |

Deferred tax recognised in statement of other comprehensive income

| For the year ended 31 March | Mar-18 | Mar-17 |
|---|--------|--------|
| Employee retirement benefits obligation | (12) | (11) |

The applicable statutory Income Tax rate is 34.608% for the FY 2017-18 (34.608% for FY 2016-17). However, company is required to pay tax u/s 115JB of Income Tax Act, 1961.

Deferred tax assets and liabilities are offset where the Company has a legally enforceable right to do so. For analysis of the deferred tax balances (after offset) for financial reporting purposes refer note no-22.

The Company does not have any temporary differences in respect of unutilised tax losses.

Deferred tax recognised in statement of profit and loss

| For the year ended | Mar-18 | Mar-17 |
|---|--------|--------|
| Employee retirement benefits obligation | (12) | (11) |
| Allowances for credit losses | | |
| Depreciation and amortisation | 551 | 547 |
| Other disallowances | 318 | 319 |
| Total | 857 | 854 |

| Reconciliation of deferred tax assets / (liabilities) net: | Mar-18 | Mar-17 |
|--|--------|--------|
| Opening balance | -1155 | -305 |
| Deferred tax (charge)/credit recognised in | | |
| -Statement of profit and loss | -857 | -854 |
| -Recognised in other comprehensive income | -6.3 | 5 |
| Total | -2018 | -1155 |



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 [Signature]
 [Signature]
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INDIAN CABLE NET COMPANY LIMITED

Summary of significant accounting policies and other explanatory information for the year ended March 31, 2018

42 Fair value measurements

Accounting classification and fair values

The following table shows the carrying amounts and fair values of financial assets and financial liabilities as at 31 March 2018:

A. Financial instruments by category

| | March 31, 2018 | | | March 31, 2017 | | |
|--|----------------|-------|----------------|----------------|-------|----------------|
| | FVTPL | FVOCI | Amortised cost | FVTPL | FVOCI | Amortised cost |
| Financial assets (Non-Current & Current) | | | | | | |
| Bank deposits | - | - | 129 | - | - | 122 |
| Amount receivable | - | - | 125 | - | - | 451 |
| Security deposits (Non-current) | - | - | 155 | - | - | 151 |
| Investment (Non-current, financial assets) | - | - | 1,179 | - | - | 1,179 |
| Unbilled revenues | - | - | 287 | - | - | 809 |
| Trade receivables | - | - | 8,871 | - | - | 7,494 |
| Cash and cash equivalents | - | - | 3,415 | - | - | 2,193 |
| Other Bank Balances | - | - | 2,653 | - | - | 1,126 |
| Total financial assets | - | - | 16,813 | - | - | 13,525 |
| Financial liabilities (Non-Current & Current) | | | | | | |
| Borrowings (non-current, financial liabilities) | - | - | 12,003 | - | - | 14,565 |
| Borrowings (current, financial liabilities) | - | - | 435 | - | - | 744 |
| Security deposits received from customer | - | - | 375 | - | - | 375 |
| Trade payables | - | - | 8,323 | - | - | 5,781 |
| Other financial liabilities (current) | - | - | 16,838 | - | - | 12,029 |
| Total financial liabilities | - | - | 37,975 | - | - | 33,493 |

Investment in subsidiaries, associate and joint venture are measured at cost as per Ind AS 23, 'Separate financial statements'.

Fair Value Hierarchy

There have been no transfers among Level 1, Level 2 and Level 3 during the period. The Company does not have any investments (other than investment in subsidiary), derivative financial assets and liabilities.

¹⁷The Company has not disclosed the fair values for financial instruments such as cash & cash equivalents, other bank balances, short term trade receivables, short term trade payables because their carrying amounts are a reasonable approximation of fair value.

43 Financial risk management objectives and policies

Financial risk management

The Company's principal financial liabilities comprise borrowings, trade and other payables. The main purpose of these financial liabilities is to finance the Company's operations and to provide guarantees to support its operations. The Company's principal financial assets include trade and other receivables, and cash and short-term deposits that derive directly from its operations. The Company's activities expose it to a variety of financial risks: market risk, credit risk and liquidity risk. The Board of Directors reviews and agrees policies for managing each of these risks, which are summarised below:

A. Credit risk

Credit risk is the risk that a customer or counterparty to a financial instrument will fail to perform or pay amounts due to the Company causing financial loss. The Company's exposure to credit risk is influenced mainly by cash and cash equivalents, trade receivables and financial assets measured at amortised cost. The Company continuously monitors defaults of customers and other counterparties and incorporates this information into its credit risk controls.

Credit risk management

Credit risk rating

The Company assesses and manages credit risk of financial assets based on following categories arrived on the basis of assumptions, inputs and factors specific to the class of financial assets.

A: Low credit risk on financial reporting date

B: High credit risk

The Company provides for expected credit loss based on the following:

| Asset group | Basis of categorisation | Provision for expected credit loss |
|------------------|--|--|
| Low credit risk | Investment, Cash and cash equivalents and other financial assets except Trade Receivable, security deposits and amount recoverable | Life time expected credit loss or fully provided for |
| High credit risk | Trade receivables, security deposits and amount recoverable | Life time expected credit loss or fully provided for |

Based on business environment in which the Company operates, a default on a financial asset is considered when the counter party fails to make payments within the agreed time period as per contract. Loss rates reflecting defaults are based on actual credit loss experience and considering differences between current and historical economic conditions.



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INDIAN CABLE NET COMPANY LIMITED

Summary of significant accounting policies and other explanatory information for the year ended March 31, 2018

| Credit rating | Particulars | 31-Mar-18 | | 31-Mar-17 | |
|------------------|--|-----------|--|-----------|--|
| | | | | | |
| Low credit risk | Investment, Cash and cash equivalents and other financial assets except Trade Receivable, security deposits and amount recoverable | 7,661 | | 5,429 | |
| High credit risk | Trade receivables, security deposits and amount recoverable | 9,152 | | 8,096 | |

Concentration of trade receivables

The Company has widespread customers and there is no concentration of trade receivables.

Credit risk exposure

Provision for expected credit losses

For the purpose of computation of expected credit loss, the Company has analysed the trend of provisions for doubtful debts created in earlier years. The average rate of provision has been computed based on the adjusted sales (excluding those where the Company does not have any historical provision) and provision for doubtful debts created against those sales. Further, the Company has analysed expected credit loss separately for carriage revenue customer and other than carriage revenue customer primarily because the characteristics and historical losses trend was different in these two streams. As per this methodology, the Company has determined the expected credit loss as 0.68% for analogue customers, 5.26% on DMS customers and the remaining debtors on category wise.

Expected credit loss for trade receivables, security deposit and amounts recoverable under simplified approach as at March 31, 2018

| Particulars | ₹ in Lakh | | |
|---------------------|---------------------------------|------------------------|---|
| | Estimated gross carrying amount | Expected credit losses | Carrying amount net of impairment provision |
| Trade receivables | 11,086 | 2,215 | 8,871 |
| Security Deposit | 155 | - | 155 |
| Amounts recoverable | 125 | - | 125 |

as at March 31, 2017

| Particulars | ₹ in Lakh | | |
|---------------------|---------------------------------|------------------------|---|
| | Estimated gross carrying amount | Expected credit losses | Carrying amount net of impairment provision |
| Trade receivables | 10,973 | 3,480 | 7,494 |
| Security Deposit | 151 | - | 151 |
| Amounts recoverable | 451 | - | 451 |

Reconciliation of loss allowance provision – Trade receivables

| | ₹ in Lakh |
|----------------------------------|-----------|
| Loss allowance on March 31, 2017 | 3,480 |
| Changes in loss allowance | (1,264) |
| Loss allowance on March 31, 2018 | 2,215 |

ILLIQUIDITY RISK

Liquidity risk is the risk that suitable sources of funding for the Company's business activities may not be available.

Prudent liquidity risk management implies maintaining sufficient cash and marketable securities and the availability of funding through an adequate amount of committed credit facilities to meet obligations when due and to close out market positions. Management monitors rolling forecasts of the Company's liquidity position (comprising the undrawn borrowing facilities) and cash and cash equivalents on the basis of expected cash flows. Short term liquidity requirements comprise mainly of trade payables and employee dues arising during normal course of business as on each balance sheet date. Long-term liquidity requirement is assessed by the management on periodical basis and is managed through internal accruals and through funding commitments from shareholders. As at each statement of financial position date, the Company's liabilities having contractual maturities (including interest payments where applicable) are summarised as follows:

(ii) Maturities of financial liabilities

The amounts disclosed in the table are the contractual undiscounted cash flows. Balances due within 12 months equal their carrying balances as the impact of discounting is not significant.

| Contractual maturities of financial liabilities | 31-Mar-18 | | | 31-Mar-17 | | |
|---|--------------------|------------------|---------------------|--------------------|------------------|---------------------|
| | Less than one year | One to two years | More than two years | Less than one year | One to two years | More than two years |
| Non-derivatives | | | | | | |
| Secured borrowings (non-current financial liabilities) | 7,426 | 4,276 | 2,655 | 2,056 | 4,079 | 5,055 |
| Borrowings (current financial liabilities) including interest | 496 | - | - | 758 | - | - |
| Borrowings (non-current financial liabilities) | - | 5,029 | - | - | 5,029 | - |
| Other financial liabilities (current) | 9,351 | - | - | 10,381 | - | - |
| Security deposits received from customer | - | - | 375 | - | - | 575 |
| Trade payables | 8,323 | - | - | 5,781 | - | - |
| Total non-derivative liabilities | 25,596 | 9,305 | 3,030 | 18,976 | 9,108 | 6,309 |



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 Issued by Mr. [Signature]



INDIAN CABLE NET COMPANY LIMITED

Summary of significant accounting policies and other explanatory information for the year ended March 31, 2018

C. Market Risk

Market risk is the risk that changes in market prices - such as foreign exchange rates and interest rates - will affect the Company's income or the value of its holdings of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimising the return.

Cash Flow Hedge Accounting

The Company has foreign currency borrowings in the form of buyers credit and is exposed to change in the exchange rates. Foreign exchange risk arises from future commercial transactions and recognised assets and liabilities denominated in a currency that is not the company's functional currency (₹). The risk is measured through a forecast of highly probable foreign currency cash flows.

Foreign currency risk is managed by following established risk management policies, which inter alia includes monitoring the movements in currencies in which the borrowings / capex vendors are payable and hedging the exposure to foreign currency risk by entering into forward currency contracts.

The Company does not enter into or trade financial instrument including derivative for speculative purpose.

(i) Foreign currency risk

Foreign currency risk exposure:

The Company's exposure to foreign currency risk at the end of the reporting period expressed in INR, are as follows.

| | 31-Mar-18 | 31-Mar-17 |
|---|---------------|--------------|
| Financial assets (A) | | |
| Trade receivables | - | - |
| Financial liabilities (B) | | |
| Buyer's credit (unhedged) - Refer note 19 | 2,882 | 2,842 |
| Current maturities of Buyer's Credit (unhedged) - Refer note 26 | 7,426 | 1,634 |
| Interest Accrued but not due on Buyer's credit (unhedged) - Refer note 26 | 61 | 14 |
| Payable to vendors for property, plant and equipment | 4,239 | 2,819 |
| | 14,647 | 7,309 |
| Net exposure (B-A) | 14,647 | 7,309 |

Sensitivity

The sensitivity of profit or loss to changes in the exchange rates arises mostly from foreign currency denominated financial instruments.

| | Impact on Profit after tax | |
|--|----------------------------|-----------|
| | 31-Mar-18 | 31-Mar-17 |
| ₹ / USD increased by 5% (previous year 5%) | (732) | (365) |
| ₹ / USD increased by 5% (previous year 5%) | 732 | 365 |

(ii) Cash flow and fair value interest rate risk

The Company's main interest rate risk arises from long-term borrowings with variable rates, which expose the Company to cash flow interest rate risk.

(a) Interest rate risk exposure

The Company's policy is to minimise interest rate cash flow risk exposures on long-term financing. At 31st March the Company is exposed to changes in market interest rates through bank borrowings at variable interest rates. Other borrowings are at fixed interest rates.

| | 31-Mar-18 | 31-Mar-17 |
|--------------------------|---------------|---------------|
| Variable rate borrowings | 11,763 | 11,844 |
| Total borrowings | 14,763 | 11,844 |

(b) Sensitivity

Profit or loss is sensitive to higher/lower interest expense from borrowings as a result of changes in interest rates.

| | Impact on loss after tax | |
|---|--------------------------|-----------|
| | 31-Mar-18 | 31-Mar-17 |
| Interest rates - increase by 100 basis points (31 March 2017 100 bps) * | 147.63 | 118.44 |
| Interest rates - decrease by 100 basis points (31 March 2017 100 bps) * | (147.63) | (118.44) |









INDIAN CABLE NET COMPANY LIMITED

Summary of significant accounting policies and other explanatory information for the year ended March 31, 2018

44 Capital management

Risk Management

The Company's objectives when managing capital is to safeguard continuity, maintain a strong credit rating and healthy capital ratios in order to support its business and provide adequate return to shareholders through consistent growth. The Company's overall strategy remains unchanged from previous year. The Company sets the amount of capital required on the basis of annual business and long-term operating plans which include capital and other strategic investments. The funding requirements are met through a mixture of equity, internal fund generation and other non-current borrowings. The Company's policy is to use current and non-current borrowings to meet anticipated funding requirements. The Company monitors capital on the basis of the gearing ratio which is net debt divided by total capital (equity plus net debt). The Company is not subject to any externally imposed capital requirements. Net debt are non-current and current borrowings as reduced by cash and cash equivalents, other bank balances and current investments. Equity comprises all components including other comprehensive income.

| Particulars | 31-Mar-18 | 31-Mar-17 |
|---|---------------|---------------|
| Cash and cash equivalents | 3,413 | 2,193 |
| Other Bank Balances | 2,653 | 1,126 |
| Margin money | 129 | 122 |
| Total cash (A) | 6,196 | 3,441 |
| Borrowings (non current, financial liabilities) | 12,003 | 14,563 |
| Borrowings (current, financial liabilities) | 435 | 744 |
| Current maturities of long-term borrowings | 7,426 | 1,634 |
| Interest Accrued but not due on Buyer's credit | 61 | 14 |
| Total borrowing (B) | 19,926 | 16,957 |
| Net debt (C=B-A) | 13,730 | 13,516 |
| Total equity | 39,049 | 35,640 |
| Total capital (equity + net debts) (D) | 52,779 | 49,156 |
| Gearing ratio (C/D) | 26% | 27% |

Classification and measurement of financial assets and liabilities

The classification and measurement of financial assets will be made considering whether the conditions as per Ind AS 109 are met based on facts and circumstances existing at the date of transition.

Financial assets can be measured using effective interest method by assessing its contractual cash flow characteristics only on the basis of facts and circumstances existing at the date of transition and if it is impracticable to assess elements of modified time value of money i.e. the use of effective interest method, fair value of financial asset at the date of transition shall be the new carrying amount of that asset. The measurement exemption applies for financial liabilities as well.

Applying a requirement is impracticable when an entity cannot apply it after making every reasonable effort to do so. It is impracticable to apply the changes retrospectively if:

- The effects of the retrospective application or retrospective restatement are not determinable;
- The retrospective application or restatement requires assumptions about what management's intent would have been in that period;

The retrospective application or retrospective restatement requires significant estimates of amounts and it is impossible to distinguish objectively information about those estimates that existed at that time.



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INDIAN CABLE NET COMPANY LIMITED

Notes to financial statements for the year ended 31st Mar 2018

45 During the year, the Digital Addressable System ("DAS") has become fully operational in phase-4 notified areas in terms of mandate of Government Of India (GOI) w.e.f. 31st March 2017. Accordingly the company has earned ₹ 5083 lakhs DAS subscription income and ₹ 7157 Lakhs of activation income from DAS Phase 4 areas during the year.

46 Contingent liabilities and commitments (to the extent not provided for)

| Particulars | As at 31 Mar | As at 31 Mar |
|--|--------------|--------------|
| | 2018 | 2017 |
| | (₹) in Lakhs | (₹) in Lakhs |
| (i) Contingent Liabilities | | |
| (a) Claims against the company not acknowledged as debt # | 811 | 612 |
| (b) Guarantees # | 7 | 7 |
| | <u>817</u> | <u>619</u> |
| (ii) Commitments | | |
| (a) Estimated amount of contracts remaining to be executed on capital account and not provided for | 391 | 8,298 |
| | <u>391</u> | <u>8,298</u> |

Include ₹NIL (PY ₹55) lakhs towards amusement tax demand against the company for financial year 2007-08 to 2009-10. The company has filed appeal with Commissioner of Agricultural Income Tax, West Bengal. These demands are raised for the difference in amount which is 5% on amount billed by the company on cable operator towards monthly subscription during a financial year and amount of collection received in respect of the same during the said period. The same has been settled in Appeal during the current financial year and no dues arose.

Including ₹ 91 (PY ₹ 91) lakhs towards Service Tax demand relating to the F.Y. 2006-07 to 2011-12. The said demand has been raised in respect of rental of set top boxes and reversal of service tax on adjustment of dishonoured cheques. For ₹ 89 lakhs company has preferred appeal with Commissioner of Service Tax (A), and for ₹.165 thousands reply for showcause has been filed with Additional Commissioner of Service Tax. The Company has been advised that no service tax is leviable on aforesaid transactions.

Including ₹ NIL (PY ₹36) lakhs towards interest & penalty demand against late payment of amusement tax during FY 2013-14. The penalty has been waived off in Appeal.

Includes ₹ 406 lakhs (PY ₹310) lakhs on account of entry tax on import of STB and other networking materials into west Bengal. The west Bengal government levied entry tax vide "West Bengal Tax on entry of goods into local areas Act 2012". The operation of the Act was w.e.f. 1st Apr-2012. The validity of the this levy has been challenged by the company in the Honorable Calcutta High Court by a writ petition, on the belief that the levy is unconstitutional and is thus unsustainable. The company is hopeful of getting a favourable order.

Includes ₹6 (PY 6) lakhs against a money suit filed by M/s Ten Dot Net Cable Pvt. Ltd. for recovery of alleged dues against a work contract allegedly done for the company.

Includes ₹ 87 (PY ₹ 100) lakhs on account of demand received from District Magistrate Noida for Entertainment Tax on activation / installation charges of STBs in UP. Demand received of ₹ 87 lakhs for the period till Jun 17 on activation charges on STBs.

Includes ₹ 14 (PY ₹ 14) lakhs on account of demand received from Service Tax dept for financial year 2014-15 & 2015-16 .

Includes ₹ 78 (PY ₹ NIL) lakhs on account of demand received from Joint Commissioner (AI) Central Tax-UP. The demand is against Audit for FY 2012-13, 2013-14, 2014-15, 2015-16 & 2016-17.

Includes ₹ 14 (PY ₹ NIL) lakhs on account of demand received from Special Audit under WB CST Act for FY 2015-14.

Includes ₹ 110 (PY ₹ NIL) lakhs on account of Jharkhand VAT liability on Set Top Box transfer.

Includes ₹ 4 (PY ₹ NIL) lakhs on account case filed by Den Network against Satya Cable, Nilabh & Vinod kumar in which ICNCL is also being made party for recovery of their dues.

For counter bank guarantees in respect of outstanding bank guarantees & FD pledged ₹ 6.66 lakhs (PY ₹ 6.66 lakhs)

In addition, the company is subject to legal proceeding and claims, which have arisen in the ordinary course of business. The company's management does not reasonably expect that these legal action, when ultimately concluded and determined, will have a material and adverse effect on the company's result of operation or financial conditions.

47 The Company has not received intimation from vendors regarding their status under the Micro, Small and Medium Enterprises Development Act 2006 and hence disclosures relating to amount unpaid as on 31st Mar 2018 together with interest paid or payable under this Act have not been given.

48 Value of Imports calculated on CIF basis

| Particulars | 31-Mar-18 | 31-Mar-17 |
|-------------------|---------------|---------------|
| | (₹) in Lakhs | (₹) in Lakhs |
| Stores and Spares | 120 | 54 |
| Capital Goods | 14,625 | 10,499 |
| | <u>14,745</u> | <u>10,553</u> |



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49 Expenditure in foreign currency

| Particulars | 31-Mar-18 | 31-Mar-17 |
|----------------------------|--------------|--------------|
| | (₹) in Lakhs | (₹) in Lakhs |
| Interest | 211 | 81 |
| Annual Maintenance Charges | 38 | 45 |
| Licence Fees | 7 | 5 |
| Travelling & Conveyance | 12 | - |
| | 301 | 132 |

50 At the year end, unhedged foreign currency exposures are as follows:

| Particulars | As on 31/03/2018 | | As on 31/03/2017 | |
|--|------------------|---------------------|------------------|---------------------|
| | ₹ (In Lakhs) | In Foreign Currency | ₹ (In Lakhs) | In Foreign Currency |
| Advance to Vendor (in USD) | 40 | 1 | 39 | 1 |
| Advance to Employees (in USD) | - | - | - | - |
| Advance to Director and Employees (in Euro) (FY 07) and FY 2010) | 1 | 0 | 2 | 0 |
| Buyer's Credit (in USD) | 10,369 | 159 | 4,490 | 69 |
| Payable to Vendor (in USD) | 3,630 | 56 | 2,819 | 43 |
| Payable to Vendor (in Euro) | 648 | 8 | - | - |
| Total | 14,688 | 224 | 7,350 | 114 |

51 (i) The details of employee benefit for the period in respect of gratuity which is funded defined benefit plan is as under:

a. Component of employee expense

| PARTICULARS | (₹) in Lakhs | (₹) in Lakhs |
|---|---------------------------------|---------------------------------|
| | As on 31 st Mar 2018 | As on 31 st Mar 2017 |
| Current Service Cost | 23 | 21 |
| Interest on defined benefit obligation | 11 | 7 |
| Expected Return on plan assets | (6) | (4) |
| Net Actuarial Losses/(gains) recognized in the year | (25) | 19 |
| Past Service Cost | 15 | - |
| Total Included in employer benefit | 19 | 43 |
| Actual Return on plan assets | 6 | 4 |

b. Net Asset / (Liability) recognized in the balance sheet as at 31st March 2018

| PARTICULARS | (₹) in Lakhs | (₹) in Lakhs |
|------------------------------------|---------------------------------|-----------------------------------|
| | As on 31 st Mar 2018 | As on 31 st March 2017 |
| Present Value of Funded Obligation | 156 | 147 |
| Fair Value of Plan Assets | 85 | 73 |
| Net Liability | 71 | 74 |
| Amount in Balance Sheet | | |
| Liability | 71 | 74 |
| Assets | | |
| Net Liability | 71 | 74 |

c. Reconciliation of Benefit Obligation & Plan Assets for the Period ended:

| PARTICULARS | (₹) in Lakhs | (₹) in Lakhs |
|---|-----------------------------------|-----------------------------------|
| | As on 31 st March 2018 | As on 31 st March 2017 |
| Change in Defined Benefit Obligation | | |
| Opening Defined Benefit Obligation | 147 | 99 |
| Current Service Cost | 23 | 21 |
| Interest Cost | 11 | 7 |
| Actuarial Losses / (Gains) | (25) | 20 |
| Past Service Cost | 15 | - |
| Benefits Paid | (15) | (11) |
| Closing Defined Benefit Obligation | 156 | 147 |
| Change in Fair Value of Assets | | |
| Opening Fair Value of Plan Assets | 73 | 55 |
| Fund converted old scheme | - | - |
| Expected Return on Plan Assets | 6 | 4 |
| Actuarial Gain / (Losses) | (1) | 0 |
| Contribution by Employer | 23 | 13 |
| Benefits Paid | (15) | (11) |
| Closing Fair Value on Plan Assets | 85 | 73 |
| Expected Employer Contribution Next Year | 25 | 14 |



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4. Asset Information of Plan Assets

| Category of Assets | As on 31 st March 2018 | As on 31 st March 2017 |
|-----------------------|-----------------------------------|-----------------------------------|
| Investor Managed Fund | 100% | 100% |

(ii) The Defined Benefit Obligation of compensated absence in respect of Privilege Leave is ₹62 lakh (P.Y ₹60 lakh).

(iii) Actuarial Assumptions

| Category of Assets | As on 31 st March 2018 | As on 31 st March 2017 |
|-----------------------------------|-----------------------------------|-----------------------------------|
| Discount Rate (p.a.) | 7.35% | 7.50% |
| Expected rate of return on Assets | 7.35% | 7.50% |
| Salary Escalation Rate (p.a.) | 8.00% | 8.00% |

- Discount Rate is based on the prevailing market yield of Indian Government Securities' as the balance sheet as date for expected term of obligation.
- Expected rate of return on plan assets is based on our expectation of the average long term rate of return expected on investment of the fund during the estimated term of obligations.
- Salary Escalation rate is based on estimates of future salary increases taking into consideration of inflation, seniority, promotion and other relevant factors.

52. The Commercial Tax authorities, Government of West Bengal, by an order dated June 9, 2003, sought to impose sales tax, with retrospective effect from April 2, 1997, on the Company's income from cable TV services. The Company has filed an application before the Hon'ble West Bengal Taxation Tribunal on July 15, 2003, seeking, inter alia, that the aforesaid order be set aside. The Hon'ble West Bengal Taxation Tribunal by its order dated August 1, 2003 has directed that pending disposal of the application, assessment proceedings may continue but that no demand notice will be issued. The matter had come for hearing on several occasions but has been adjourned, pending State's submissions. In view of the fact that neither assessment proceedings have been completed nor demand notice has been issued, the alleged liability for Sales tax cannot be ascertained. Consequently no liability on account of sales tax has been recognized by the Company in the books of accounts.

53. The Company has given Set Top Boxes under Operating Lease, particulars of which as required under Ind AS -17 are disclosed here under:

Set Top Boxes given under operating leases are capitalized at an amount equal to cost arrived on weighted average method and the rental income, wherever applicable, is recognised on equal monthly rental billed to subscriber.

| (i) Assets Given on Lease | ₹ in Lakhs | |
|--|-----------------------------------|-----------------------------------|
| | As on 31 st March 2018 | As on 31 st March 2017 |
| Lease Payment for the Year | 300 | 300 |
| Minimum Lease Payment Not later than 1 year | 300 | 300 |
| Minimum Lease Payment Later than 1 year but not later than 5 years | 425 | 725 |
| Minimum Lease Payment Later than 5 years | - | - |

| (ii) ₹ in Lakhs | | | | |
|-----------------------|---|---------------------|-----------------|--------------------------------|
| Gross Carrying Amount | Accumulated Depreciation charged to P/L | Net Carrying Amount | Impairment Loss | Revenue Recognized in P/L (CY) |
| 1425 | 901 | 522 | - | 300 |

(iii) Significant leasing arrangements

- No covenant for contingent rent
- The company has leased out Set Top Boxes. The Lease period is 4.5 years after which the lessee has option to buy the same at mutually agreed terminal value. In cases where the lease period is indeterminate there is no specific covenant for termination of the lease.
- No restrictive covenants relating to dividend, additional debt and further leasing



Approved
 Secretary


54 Payment to Auditors (accrued) (Excluding Service Tax)

(₹) in Lakhs

| PARTICULARS | (₹) in Lakhs | |
|----------------------|-----------------------------------|-----------------------------------|
| | As on 31 st March 2018 | As on 31 st March 2017 |
| Statutory Audit Fees | 4.75 | 4.25 |
| Limited Review Fees | 2.00 | 1.75 |
| Tax Audit Fees | - | 0.80 |
| Taxation Matters | - | 4.57 |
| Other Services | 0.60 | 2.09 |
| Reimbursements | 0.20 | 0.30 |
| | 7.55 | 13.75 |

55 Particulars of donations made to political parties.

(₹) in Lakhs

| Name of Political Party | (₹) in Lakhs | |
|-------------------------|--------------|-----------|
| | CY Amount | PY Amount |
| Bharatiya Janata Party | - | 75 |

56 There is no amount due to any Small Scale Industrial Undertakings as at March 31, 2018.

57 Balances of Loans & Advances, Trade Receivables, Trade Payables, and other assets & liabilities are subject to confirmation.

58 As per Section 135 of Companies Act 2013, a CSR Committee had been formed by the Company. The funds are utilised in the activities which are specified in Schedule VII of the Act. The utilisation is done by way of contribution towards various activities.

(a) Average net profit as prescribed under section 135 of the Companies Act 2013: ₹ 2048 lakhs (PY ₹ 1956) lakhs

(b) Amount spent during the year ₹ 41 lakhs (PY ₹ 99 lakhs) on activities of Health Care.

59 In the opinion of the Board of Directors the current assets, loans and advances shown in the Balance Sheet as on 31st Mar 2018 are considered good and fully recoverable, except otherwise stated and provision for all known liabilities has been made in the accounts.

60 Movement of Provision

₹ in Lakhs

| Particulars | Provision for Churn STB | |
|-----------------------------|-------------------------|---------|
| | Non Current | Current |
| Balance as at 31 March 2017 | 81 | - |
| Additions * | 1 | - |
| Balance as at 31 March 2018 | 82 | - |

* Included under Other Expenses in the statement of Profit and Loss

61 Information under section 186 (4) of the Companies Act 2013

There are no investments or loan given or guarantee provided or security given by the Company other than the investments stated under Note 8 in these standalone financial statements, which have been made predominantly for the purpose of business.

62 Assets hypothecated / pledged as security

The carrying amounts of assets hypothecated / pledged as security for current and non-current borrowings are :

| Particulars | Refer Note No. | ₹ in Lakhs | |
|---|----------------|------------------------------------|------------------------------------|
| | | As at 31 st March, 2018 | As at 31 st March, 2017 |
| Current | | | |
| Financial assets | | | |
| Trade Receivables | 12 | 11523 | 8620 |
| Other Bank Balances | 13 | 8871 | 7494 |
| | | 2652 | 1126 |
| Non-financial assets | | | |
| Inventories | 11 | 2445 | 130 |
| Total current assets pledged as security | | 13,969 | 8,750 |
| Non-current | | | |
| Property Plant & Equipment | 5 | 38886 | 29655 |
| Investment Property | 7 | 692 | - |
| Other Non Current Financial Assets | 9 | 129 | 122 |
| Total non-currents assets pledged as security | | 45,707 | 24,777 |
| Total assets pledged as security | | 59,676 | 33,527 |



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63 Related Party Disclosure

List of parties where control exists

a. Holding Company

- Siti Networks Limited

b. Fellow Subsidiary Companies

- Siticable Broadband South Limited
- Central Bombay Cable Network Limited
- Wire & Wireless Tissa Satellite ~~Co~~ Ltd
- Master Channel Community Network Pvt. Ltd
- Siti Jai Map Durgee Communications Pvt. Ltd
- Siti Bhulia Network Entertainment P.Ltd.
- Siti Krishna Digital Media Pvt. Ltd.
- Siti Jony Digital Cable Network Pvt. Ltd.
- Siti Guntur Digital Network Pvt. Ltd.
- Siti Faction Digital Pvt.Ltd.
- Siti Jind Digital Media Communications Pvt. Ltd
- Siti Global Pvt. Ltd.
- Siti Broadband Services Pvt. Ltd.
- Siti Karmal Digital Media Network Pvt. Ltd.

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- Siti Digital Network Pvt. Ltd.
- Siti Chhatisgarh Multimedia Pvt. Ltd.
- Siti Vision Digital Media Private Limited

c. Subsidiary Company -

- Siti Manya Cable Net Pvt. Ltd
- Indinet Service Pvt. Ltd
- Axom Communications & Cable Pvt. Ltd

d. Entities with Common Control

- Siti Darshan Cable Net Co. Private Limited
- Siti Royal Heritage Cable Net Co. Private Limited
- Siti Singbhum Cable Net Company Pvt. Ltd.

e. Entities in which Directors Interested

- Calcutta Communications LLP
- Pure Communications LLP
- Victor Media Private Limited
- Smart Vinimay Private Limited
- Star Solution Private Limited
- Ganikaipa Comlink Private Limited
- Haridwar Traders Private Limited
- Maxpro Tracom Private Limited
- Kolkata Media Services Private Limited
- Victor Distributors
- Hi Tech Film and Broadcast Academy

f. Key Managerial Personnel

- Mr. Soumen Roy Choudhury *
- Mr. Laxman Singh Kaura

Manager
Company Secretary

* appointed April 2017.



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Transactions with related parties.

(₹) in Lakhs

| Particulars | Siti Cable Network Limited | | Siti Dardham Cable Net Co. (P) Ltd. | | Siti Royal Heritage Cable Net (P) Ltd. | |
|---|----------------------------|-------------|-------------------------------------|----------|--|----------|
| | FY 17-18 | FY 16-17 | FY 17-18 | FY 16-17 | FY 17-18 | FY 16-17 |
| Expense paid by | (8.42) | (36.88) | (0.03) | (0.12) | | |
| Expenses paid on behalf of | | 0.30 | 87.09 | 73.64 | 0.75 | 0.52 |
| Payment for purchase of material and services | 422.20 | 127.31 | 1.80 | | | |
| Purchase of material & Services | (3,048.01) | (3,482.40) | (106.20) | | | |
| Expenses Reimbursed to | | 36.88 | | | | |
| Sales of service and materials | 3,470.91 | 1,323.83 | 49.76 | 200.17 | | |
| Expenses Reimbursed by | | | 0.36 | | | |
| Credit Note | | | | | (28.00) | |
| Equity Contribution | | | | | | |
| Payment received for sales of services/other recoveries | (93.84) | (75.00) | (49.90) | (235.55) | | |
| Assets Taken over | | (7.14) | | | | (0.32) |
| Outstanding at the end of year | (11,533.46) | (12,276.30) | 227.32 | 244.45 | 9.94 | 37.19 |

Transactions with related parties.

(₹) in Lakhs

| Particulars | Calcutta Communication I.L.P. | | Parsi Communications I.L.P. | | Siti Vision Digital Media Pvt Ltd | |
|--------------------------------|-------------------------------|----------|-----------------------------|----------|-----------------------------------|----------|
| | FY 17-18 | FY 16-17 | FY 17-18 | FY 16-17 | FY 17-18 | FY 16-17 |
| Advances refunded to/ given | | 90.00 | | | | |
| Outstanding at the end of year | 92.95 | 92.95 | (0.40) | (0.40) | 19.86 | 19.86 |

Transactions with related parties.

(₹) in Lakhs

| Particulars | Smart Vinoday Private Limited | | Siti Maurya Cable Net Pvt. Ltd. | | Siti Singhdham Cable Net Co. (P) Ltd. | |
|---|-------------------------------|----------|---------------------------------|------------|---------------------------------------|----------|
| | FY 17-18 | FY 16-17 | FY 17-18 | FY 16-17 | FY 17-18 | FY 16-17 |
| Expense paid by | | | | | | |
| Expenses paid on behalf of | | | 52.25 | 304.34 | 0.70 | 0.17 |
| Payment for purchase of material and services | 0.70 | 1.78 | | 6.57 | | |
| Purchase of material & Services | (1.00) | (1.78) | | (75.59) | | |
| Expenses Reimbursed to | | | (4.37) | | | |
| Sales of service and materials | 35.87 | 28.36 | 1,468.46 | 1,712.73 | | |
| Expenses Reimbursed by | | | (423.80) | (304.34) | | |
| Payment received for sales of services/other recoveries | (33.86) | (32.46) | (1,107.15) | (1,106.21) | | |
| Assets Taken Over from | | | (0.24) | (117.29) | | |
| Outstanding at the end of year | 8.73 | 7.53 | 1,886.31 | 1,901.17 | 1.80 | 1.11 |



Agarwala
 18/01/19

Transactions with related parties.

(₹) in Lakhs

| Particulars | Indinet Service Pvt Ltd | | VICTOR DISTRIBUTERS | | Hi Tech Film and Broadcast Academy | |
|---|-------------------------|---------------|---------------------|----------|------------------------------------|--------------|
| | FY 17-18 | FY 16-17 | FY 17-18 | FY 16-17 | FY 17-18 | FY 16-17 |
| Expenses paid on behalf of | 1,038.45 | 478.79 | | | | |
| Payment for purchase of material and services | 2.40 | | | | (138.41) | |
| Purchase of material & Services | (141.47) | | | | 140.70 | |
| Expenses Reimbursed to | (1,022.77) | | | | | |
| Sales of service and materials | 927.34 | 862.02 | 24.30 | | | |
| Payment received for sales of services/other recoveries | (1,660.78) | (862.02) | (12.28) | | | |
| Advance Refund by | | (154.25) | | | | |
| Assets Taken over | | (0.02) | | | | |
| Outstanding at the end of year | (531.27) | 325.56 | 12.02 | - | 23.20 | 20.91 |

Transactions with related parties.

(₹) in Lakhs

| Particulars | Haridwar Traders Pvt Ltd | | Maxpro Tracom Pvt Ltd | | Sri Broadband Services Pvt Ltd | |
|---|--------------------------|----------|-----------------------|-------------|--------------------------------|-----------------|
| | FY 17-18 | FY 16-17 | FY 17-18 | FY 16-17 | FY 17-18 | FY 16-17 |
| Sales of service and materials | - | - | 11.52 | | | 736.29 |
| Payment received for sales of services/other recoveries | - | - | (10.14) | | | (1,194.31) |
| Assets Taken over | - | - | | | | (0.22) |
| Outstanding at the end of year | - | - | 2.02 | 0.64 | (667.71) | (667.71) |





 Managing Director

Transactions with related parties.

(₹) in Lakhs

| Particulars | Axon Communications & Cable Pvt. Ltd. | | Victor Media Private Limited | | Kolkata Media Service Private Limited | |
|---|---------------------------------------|---------------|------------------------------|-------------|---------------------------------------|---------------|
| | FY 17-18 | FY 16-17 | FY 17-18 | FY 16-17 | FY 17-18 | FY 16-17 |
| Expense paid by | | (0.51) | | | | |
| Expenses paid on behalf of | 0.02 | 0.01 | | | | |
| Payment for purchase of material and services | | | 17.61 | | | |
| Purchase of material & Services | | | (20.18) | | | |
| Sales of service and materials | 880.36 | 1,079.22 | 2.95 | | 47.56 | |
| Expenses Reimbursed by | | | | | | |
| Payment received for sales of services/other recoveries | (813.26) | (664.41) | (1.01) | | (42.24) | |
| Outstanding at the end of year | 823.18 | 756.07 | 1.34 | 2.56 | 3.88 | (1.44) |

Note: The Above information has been determined to the extent such parties have been identified on the basis of information available with the company and relied upon by the auditors.

b. Payments made to Key Managerial Personnel

(₹) in Lakhs

| | (₹) in Lakhs | |
|----------------------------------|--------------|-----------|
| | FY 17-18 | FY 16-17 |
| Remuneration paid to manager | | |
| (i) Short Term Employee Benefits | 9 | 35 |
| (ii) Post Employment Benefit | - | 2 |
| (iii) Other Long Term Benefits | - | - |
| (iv) Termination Benefits | - | - |
| Total Remuneration | 9 | 36 |

64. Previous year's figures have been regrouped and/or rearranged wherever necessary to make them comparable with the current years figures.

Notes to accounts referred in our report of even date.

For A.K. Bhatia & Co.
Chartered Accountants
(Firm Registration No. - 329475E)

A.K. Bhatia
A.K. Bhatia
Proprietor
Membership No. 065860

Place - Kolkata
Date - 15/5/18



For Indian Cable Net Co Ltd
(192153WB1995PLC075754)

Suresh Kumar Agarwala
Suresh Kumar Agarwala
Director
DIN:00560816

L. S. Kaur
Laxmi Singh Kaur
Company Secretary



Mukund Gulraj
Mukund Gulraj
Director
DIN:01998552

Amit Kumar Singh
Amit Kumar Singh
V.P.(F & A)

Indian Cable Net Company Limited

Statement of Change in Equity for the year ended 31st March 2018

(₹) in Lakhs

| Particulars | Equity Share Capital | Other Equity | | | | Total Other Equity | Total |
|---|----------------------|----------------------------|--------------------|-------------------------|--|--------------------|--------|
| | | Securities Premium Reserve | Retained Earnings* | Cash Flow Hedge Reserve | Reversal/credit of Defined Benefit Plans (DFP) | | |
| Balance at 1 April 2016 | 8,640 | 18,948 | 7,151 | - | - | 26,139 | 34,788 |
| Changes in Equity Share Capital | | | | | | | |
| Profit for the year | | | 899 | | | 899 | 899 |
| Other Comprehensive Income | | | | | (9) | (9) | (9) |
| Total Comprehensive Income* for the year | | | 899 | | (9) | 899 | 899 |
| Fair Value Change on Cash Flow Hedge | | | | (9) | | (9) | (9) |
| Transactions with owners in their capacity as owners: | | | | | | | |
| Dividend | | | | | | | |
| Dividend Reversal (if any) | | | | | | | |
| Transfer to/From Securities Premium Account | | | | | | | |
| Balance at March 2017 | 8,640 | 18,948 | 8,050 | (9) | (9) | 27,000 | 35,640 |
| Balance at 1 April 2017 | 8,640 | 18,948 | 8,050 | (9) | (9) | 27,000 | 35,640 |
| Changes in Equity Share Capital | | | | | | | |
| Profit for the year | | | 3,388 | | | 3,388 | 3,388 |
| Other Comprehensive Income | | | | | 12 | 12 | 12 |
| Total Comprehensive Income* for the year | | | 3,388 | | 12 | 3,400 | 3,388 |
| Fair Value Change on Cash Flow Hedge | | | | 9 | | 9 | 9 |
| Addition to revaluation reserve | | | | | | | |
| Transactions with owners in their capacity as owners: | | | | | | | |
| Transfer to/From Securities Premium Account | | | | | | | |
| Balance at 31 March 2018 | 8,640 | 18,948 | 11,438 | - | 3 | 30,029 | 39,019 |

Statement in change in Equity referred in our report of even date.

For A.K. Bhalota & Co.
Chartered Accountants
Firm Registration No. - 329475(1)

A.K. Bhalota
A.K. Bhalota
Proprietor
Membership No. - 762660

Place - Kolkata
Date - 15/5/18



For Indian Cable Net Co Ltd
CIN: I221320311905151757541

Agarwal
Sudesh Kumar Agarwal
Director
DIN: 0000016
S.K. Singh
Laxmin Singh Bhatia
Company Secretary

Chugh
Manoj Chugh
Director
DIN: 01903352
And Kumar Singh
V.P.P. & A

