

Sumit Gupta & Co.
Chartered Accountants

23, IInd Floor, T-565,
Pragati Complex, Chamelian Road,
Near Idgah Circle, Delhi-110006
Ph. No.09953200212, 011-23510531
E-mail: sumitgca@gmail.com
emailsgco@gmail.com

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

To the Board of Directors of Siti Karnal Digital Media Network Private Limited

1. We have audited the accompanying statement of financial results ("Statement") of **Siti Karnal Digital Media Network Private Limited** (the Company) for the quarter ended 31 March 2018 and the consolidated year to date results for the period 1 April 2017 to 31 March 2018, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. This Statement has been prepared from the interim financial statements, which are the responsibility of the Company's management. Our responsibility is to express an opinion on this Statement based on our audit of such interim financial statements, which have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard (Ind AS) 34 - Interim Financial Reporting specified under Section 133 of the Companies Act, 2013, and SEBI Circulars CIR/CFD/CMD/15/2015 dated 30 November 2015 and CIR/CFD/FAC/62/2016 dated 5 July 2016 and other accounting principles generally accepted in India.
2. We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the Statement is free of material misstatement(s). An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.
3. In our opinion and to the best of our information and according to the explanations given to us, this Statement:
 - (i) has been presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with SEBI Circulars CIR/CFD/CMD/15/2015 dated 30 November 2015 and CIR/CFD/FAC/62/2016 dated 5 July 2016 in this regard; and
 - (ii) gives a true and fair view of the net profit/loss (including other comprehensive income) and other financial information in conformity with the accounting principles generally accepted in India for the quarter ended 31 March 2018 as well as the consolidated year to date results for the period 1 April 2017 to 31 March 2018.

For **Sumit Gupta & Co**
Chartered Accountants
FRN.: 022622N


CA Sumit Gupta
Partner
Membership No.: 513086
Place: Delhi
Date: 16-May-2018

Sumit Gupta & Co.

Chartered Accountants

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Independent Auditor's Report

To the Members of SITI KARNAL DIGITAL MEDIA NETWORK PRIVATE LIMITED

Report on the Standalone Financial Statements

1. We have audited the accompanying standalone financial statements of Siti Karnal Digital Media Network Private Limited ('the Company'), which comprise the Balance Sheet as at 31 March 2018, the Statement of Profit and Loss (including Other Comprehensive Income), the Cash Flow Statement and the Statement of Changes in Equity for the year then ended, and a summary of the significant accounting policies and other explanatory information.

Management's Responsibility for the Standalone Financial Statements

2. 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 state of affairs (financial position), profit or loss (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 ('Ind AS') specified under Section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding 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

3. Our responsibility is to express an opinion on these standalone financial statements based on our audit.
4. 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.



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5. 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 these financial statements are free from material misstatement.
6. An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. 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. In making those risk assessments, the auditor considers internal financial controls relevant to the Company's preparation of the 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 financial statements.
7. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on these standalone financial statements.

Opinion

8. 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 Ind AS specified under Section 133 of the Act, of the state of affairs (financial position) of the Company as at 31 March 2018, and its profit/loss (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

9. 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 1 a statement on the matters specified in paragraphs 3 and 4 of the Order.
10. Further to our comments in Annexure 1, as required by Section 143(3) of the Act, we report that:
 - a) we have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;



Sumit Gupta & Co.

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- 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 standalone financial statements dealt with by this report are in agreement with the books of account;
- d) in our opinion, the aforesaid financial statements comply with IndAS specified under Section 133 of the Act;
- e) on the basis of the written representations received from the directors and taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2018 from being appointed as a director in terms of Section 164(2) of the Act;
- f) we have also audited the internal financial controls over financial reporting (IFCoFR) of the Company as on 31 March 2018 in conjunction with our audit of the financial statements of the Company for the year ended on that date and our report dated 16th May 2018 as per Annexure II expressed our unmodified opinion;
- g) with respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014 (as amended), in our opinion and to the best of our information and according to the explanations given to us:
- i. the Company, as detailed to the financial statements, has disclosed the impact of pending litigations on its financial position;
 - ii. the Company 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 Company;

For Sumit Gupta & Co
Chartered Accountants
FRN.: 022622N

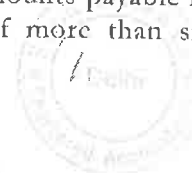
CA Sumit Gupta
Partner
Membership No.: 513086
Place: Delhi
Date: 16-May-2018

Annexure I to the Independent Auditor's Report of even date to the members of Siti Karnal Digital Media Network Private Limited, on the financial statements for the year ended 31 March 2018

Annexure I

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

- (i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets comprising of property, plant and equipment, capital work-in-progress and other intangible assets, except for Set Top Boxes capitalized/installed at customer premises.
- (b) According to the information and explanations given to us, the fixed assets (other than Set top boxes installed at customer premises and those in transit or lying with the distributors/ cable operators and distribution equipment comprising overhead and underground cables, physical verification of which is infeasible owing to the nature and location of these assets) have been physically verified by the management during the year in a phased periodical manner which, in our opinion, is reasonable, having regard to the size of the Company and nature of the assets. No material discrepancies were noticed on such verification.
- (c) The Company does not hold any immovable property (in the nature of 'fixed assets'). Accordingly, the provisions of clause 3(i)(c) of the Order are not applicable.
- (ii) The Company does not have any inventory. Accordingly, the provisions of clause 3(ii) of the Order are not applicable.
- (iii) The Company has not granted any loan, secured or unsecured to companies, firms, Limited Liability Partnerships (LLPs) or other parties covered in the register maintained under Section 189 of the Act. Accordingly, the provisions of clauses 3(iii)(a), 3(iii)(b) and 3(iii)(c) of the Order are not applicable.
- (iv) In our opinion, the Company has complied with the provisions of Section 186 in respect of investments. Further, in our opinion, the Company has not entered into any transaction covered under Section 185 and Section 186 of the Act in respect of loans, guarantees and security.
- (v) In our opinion, the Company has not accepted any deposits within the meaning of Sections 73 to 76 of the Act and the Companies (Acceptance of Deposits) Rules, 2014 (as amended). Accordingly, the provisions of clause 3(v) of the Order are not applicable.
- (vi) The Central Government has not specified maintenance of cost records under subsection (1) of Section 148 of the Act, in respect of Company's services. Accordingly, the provisions of clause 3(vi) of the Order are not applicable.
- (vii)(a) The Company is regular in depositing undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales-tax, service tax, GST, duty of customs, duty of excise, value added tax, cess and other material statutory dues, as applicable, to the appropriate authorities. Further, no undisputed amounts payable in respect thereof were outstanding at the year-end for a period of more than six months from the date they become payable.



Annexure I to the Independent Auditor's Report of even date to the members of Siti Karnal Digital Media Network Private Limited, on the financial statements for the year ended 31 March 2018

- (b) There are no dues in respect of income-tax, sales-tax, service tax, duty of customs, duty of excise and value added tax that have not been deposited with the appropriate authorities on account of any dispute.
- (viii) The Company has not defaulted in repayment of loans or borrowings to any bank or financial institution during the year. The Company has no loans or borrowings payable to government and no dues payable to debenture-holders during the year.
- (ix) The Company did not raise moneys by way of initial public offer or further public offer (including debt instruments). In our opinion, the term loans were applied for the purposes for which the loans were obtained.
- (x) No fraud by the Company or on the Company by its officers or employees has been noticed or reported during the period covered by our audit.
- (xi) The provisions of Section 197 of the Act read with Schedule V to the Act are not applicable to the Company since the Company is not a public company as defined under Section 2(71) of the Act. Accordingly, provisions of clause 3(xi) of the Order are not applicable.
- (xii) In our opinion, the Company is not a Nidhi Company. Accordingly, provisions of clause 3(xii) of the Order are not applicable.
- (xiii) In our opinion, all transactions with the related parties are in compliance with Section 188 of the Act, where applicable, and the requisite details have been disclosed in the financial statements, as required by the applicable accounting standards. Further, in our opinion, the Company is not required to constitute audit committee under Section 177 of the Act.
- (xiv) During the year, the Company did not make any private placement and preferential allotment of shares or fully or partly convertible debentures.
- (xv) In our opinion, the Company has not entered into any non-cash transactions with the directors or persons connected with them covered under Section 192 of the Act.
- (xvi) The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934.

For **Sumit Gupta & Co**
Chartered Accountants
FRN.: 022622N



CA Sumit Gupta
Partner
Membership No.: 513086
Place: Delhi
Date: 16-May-2018

Annexure I to the Independent Auditor's Report of even date to the members of Siti Karnal Digital Media Network Private Limited, on the standalone financial statements for the year ended 31 March 2018

Annexure II

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

1. In conjunction with our audit of the standalone financial statements of Siti Karnal Digital Media Network Private Limited ("the Company") as of and for the year ended 31 March 2018, we have audited the internal financial controls over financial reporting (IFCoFR) of the company of as of that date.

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

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



Annexure1 to the Independent Auditor's Report of even date to the members of Siti Karnal Digital Media Network Private Limited, on the standalone financial statements for the year ended 31 March 2018

Meaning of Internal Financial Controls over Financial Reporting

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

Inherent Limitations of Internal Financial Controls over Financial Reporting

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

Opinion

8. In our opinion, the Company has, in all material respects, adequate internal financial controls over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 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 issued by the ICAI.

For Sumit Gupta & Co
Chartered Accountants
FRN: 022622N


CA Sumit Gupta
Partner
Membership No.: 513086
Place: Delhi
Date: 16-May-2018

Siti Karnal Digital Media Network Pvt Ltd
Balance sheet as at March 31, 2018
CIN NO. U64200DL2011PTC224429

	Note	As at March 31, 2018 in million	As at March 31, 2017 in million
ASSETS			
Non-current assets			
a) Property, plant and equipment	4	124.16	122.97
b) Capital work-in-progress		-	-
c) Other intangible assets		-	-
d) Intangible assets under development		-	-
e) Financial assets		-	-
i) Trade receivables		-	-
ii) Investments		-	-
iii) Others	5	3.28	0.89
f) Other non-current assets		-	-
		127.44	123.86
Current assets			
a) Inventories		-	-
b) Financial assets		-	-
i) Trade receivables	6	56.07	51.23
ii) Cash and cash equivalents	7	0.76	13.56
iii) Investments		-	-
iv) Others	8	1.98	-
c) Other current assets	9	3.56	2.24
		62.36	67.02
Total assets		189.81	190.88
EQUITY AND LIABILITIES			
Equity			
a) Equity share capital	10 (a)	0.10	0.10
b) Other equity	10 (b)	(23.45)	(20.53)
		(23.35)	(20.44)
LIABILITIES			
Non-current liabilities			
a) Financial liabilities		-	-
i) Borrowings		-	-
ii) Other financial liabilities		-	-
b) Provisions		-	-
c) Other non-current liabilities	11	3.71	8.43
		3.71	8.43
Current liabilities			
a) Financial liabilities		-	-
i) Borrowings		-	-
ii) Trade payables	12	60.86	47.86
iii) Other financial liabilities		-	-
b) Provisions	13	1.52	1.52
c) Other current liabilities	14	147.08	153.50
		209.46	202.88
Total equity and liabilities		189.81	190.88

Summary of significant accounting policies 1-3

The accompanying notes are an integral part of these standalone financial statements.
This is the standalone balance sheet referred to in our report of even date.

For Sumit Gupta & Co.
Firm Registration No:- 022622N
Chartered Accountants

SD/-
CA Sumit Gupta
Partner
M.NO:- 513086
Place:- Delhi
Date:- 16th May 2018

For and on behalf of the Board of Directors
Siti Karnal Digital Media Network Pvt Ltd

SD/-
Dheeraj Gupta
Director
08065461

SD/-
Ratnakar Sharma
Director
08004776

Siti Karnal Digital Media Network Pvt Ltd
Balance sheet as at March 31, 2018
CIN NO. U64200DL2011PTC224429

	Note	March 31, 2018 in million	March 31, 2017 in million
Income			
Revenue from operations	15	42.88	124.46
Other income	16	0.41	0.05
Total income		43.29	124.50
Expenses			
Cost of materials consumed		-	-
Purchase of traded goods		-	-
Carriage sharing, pay channel and related costs		11.99	52.44
Employee benefits expense		-	-
Finance costs		-	-
Depreciation and amortisation of non-financial assets	17	22.19	18.32
Other expenses	18	14.42	39.40
Total expenses		48.60	110.16
Loss before exceptional item and tax		(5.32)	14.34
Exceptional item		-	-
Loss before tax		(5.32)	14.34
Tax expense			
Current tax		-	-
Deferred Tax		(2.39)	(4.67)
Loss for the year		(2.92)	19.01
Other comprehensive income			
Items that will not be reclassified to profit or loss in subsequent periods			
Remeasurement of defined benefit liability		-	-
Total comprehensive income		(2.92)	19.01
Earnings (loss) per share			
Basic (loss) per share	19	(292.18)	1,901.32
Diluted (loss) per share	19	(292.18)	1,901.32

Summary of significant accounting policies 1-3
The accompanying notes are an integral part of these standalone financial statements.
This is the standalone statement of profit and loss referred to in our report of even date

For Sumit Gupta & Co.
Firm Registration No:- 022622N
Chartered Accountants

SD/-
CA Sumit Gupta
Partner
M.NO:- 513086
Place:- Delhi
Date:- 16th May 2018

For and on behalf of the Board of Directors of
SITI Karnal Digital Media Network Pvt Ltd

SD/-
Dheeraj Gupta
Director
08065461

SD/-
Ratnakar Sharma
Director
08004776

Siti Karnal Digital Media Network Pvt Ltd

Cash flow statement for the year ended March 31, 2018

	March 31, 2018 in million	March 31, 2017 in million
A. CASH FLOW FROM OPERATING ACTIVITIES		
Loss before tax	(5.32)	14.34
Adjustment for:		
Depreciation and amortisation of non-financial assets	22.19	18.32
Interest income on bank deposits	-	-
Excess provisions written back	-	-
Profit on sale of property, plant and equipment	-	-
Interest expense for borrowings at amortised cost	-	-
Amortisation of ancillary borrowing costs	-	-
Unrealised foreign exchange loss	-	-
Provision for doubtful debts	-	-
Provision for doubtful advances	-	-
Employee stock compensation expense	-	-
Measurement of investment (current, financial assets) at fair value through profit and loss	-	-
Effect of recognising other expense on security deposit as per effective interest method	-	-
Interest cost on discounting of financial instruments	-	-
Measurement of financial assets and financial liabilities at amortised cost	-	-
Measurement of optionally convertible debenture at fair value through profit and loss	-	-
Exceptional item	-	-
Operating profit before working capital changes	16.87	32.66
Adjustments for changes in:		
Increase in trade receivables	(4.84)	(21.24)
(Increase)/decrease in other financial assets	-	-
(Increase)/decrease in other current and non-current assets	(5.69)	(0.34)
(Increase)/decrease in inventories	-	-
(Decrease)/increase in other financial liabilities	(6.43)	-
Increase in employee benefit obligations	-	-
Increase in other current and non-current liabilities	(4.72)	16.30
Increase/(decrease) in trade payables	13.00	(5.68)
Cash (used in)/generated from operations	8.19	21.70
Income taxes paid	-	-
Net cash flow (used in)/generated from operating activities	8.19	21.70
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment and intangibles assets	(23.38)	(8.74)
Proceeds from sale of property, plant and equipment	-	-
Purchase of investment (non-current, financial assets)	-	-
Sale of investment (current, financial assets)	-	-
Interest received	-	-
Investments in bank deposits	-	-
Net cash used in investing activities	(23.38)	(8.74)
C. CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from issuance of equity share capital	-	-
Proceeds received against warrants issued	-	-
Proceeds received against optionally fully convertible debentures issued	-	-
Proceeds/(repayments) from borrowings (current, financial liabilities) (net)	-	-
Proceeds from borrowings (non-current, financial liabilities)	-	-
Repayment of borrowings (non-current, financial liabilities)	-	-
Interest and ancillary borrowing costs paid	-	-
Net cash flow generated from financing activities	-	-
Net decrease in cash and cash equivalents	(15.19)	12.96
Cash and cash equivalents at beginning of the period	13.56	0.60
Cash and cash equivalents at close of the year	(1.63)	13.56

Siti Karnal Digital Media etwork Pvt Ltd
Cash flow statement for the year ended

Notes :

a. Cash and cash equivalents include :

Cash on hand	0.75	0.10
Balances with banks - current accounts	0.01	13.46
Cheques and drafts in hand	-	-
Deposits with maturity of upto three months	-	-
	<u>0.76</u>	<u>13.56</u>

This is the cash flow statement referred to in our report of even date

For Sumit Gupta & Co.
Firm Registration No:- 022622N
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SD/-
CA Sumit Gupta
Partner
M.NO:- 513086
Place:- Delhi
Date:- 16th May 2018

For and on behalf of the Board of Directors of
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SD/-
Dheeraj Gupta
Director
08065461

SD/-
Ratnakar Sharma
Director
08004776

SITI KARNAL DIGITAL MEDIA NETWORK PRIVATE LIMITED
CIN: U64200DL2014PTC269230

NOTES : SIGNIFICANT ACCOUNTING POLICIES FOR THE YEAR ENDING 31st MARCH, 2018

1 CORPORATE INFORMATION:

SITI Karnal Digital Media Network Private Limited (hereinafter referred to as 'the Company') was incorporated in the state of Delhi on 22nd July, 2014 and is a wholly owned subsidiary of SITI Networks Limited (hereinafter referred to as the 'Parent Company'). The Company is in the business of providing cable TV services to the end consumers.

2 BASIS OF PREPARATION:

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

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

3.1 USE OF ESTIMATES:

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

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

3.2 RECOGNITION OF REVENUE:

Revenue is recognized when it is probable that the economic benefits will flow to the Company and it can be reliably measured. Revenue is measured at the fair value of the consideration received/receivable net of rebates and taxes. The Company applies the revenue recognition criteria to each separately identifiable component of the sales transaction.

Income from Services

- Subscription revenue and other Services revenue are recognized on completion of services.
- Carriage fees are recognized on accrual basis over the terms of related agreements.
- Advertisement revenue is recognized when the related advertisement appears before the public. Other Advertisement revenue for slot sale is recognized on period basis
- Activation and set top box pairing charges are recognized as revenue to the extent it relates to pairing and transfer of the related boxes and when no significant uncertainty exists regarding the amount of consideration that will be derived and the upfront obligation is discharged. Where part of the revenue collected at the time of activation relates to future service to be provided by the company, a part of

SITI KARNAL DIGITAL MEDIA NETWORK PRIVATE LIMITED
CIN: U64200DL2014PTC269230

activation revenue is deferred and recognized over the associated service contract period or customer life. Out of activation income during the year, 65% income is recognized in the same year and rest 35% will be recognized in next 16 quarter equally.

3.3 RECOGNITION OF INCOME AND EXPENSE:

Items of income and expenditure are recognized on accrual basis.

3.4 Cash & Cash Equivalents

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

3.5 PLANT, PROPERTY AND EQUIPMENT

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

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

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

Leasehold improvements over the lease term or estimated useful life, whichever is less.

Leasehold land is amortised over the effective period of lease.

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

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

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

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

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

3.6 INVESTMENTS:

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

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

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

3.7 INVENTORIES:

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

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

3.8 TRADE RECEIVABLES:

Trade Receivable are recognized initially at fair value and subsequently at amortised cost using the effective interest method, loss promise for impairment.

3.9 INCOME TAXES:

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

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

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

3.10 EVENTS OCCURRING AFTER BALANCE SHEET DATE:

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

3.11 PROVISIONS, CONTINGENT ASSETS AND CONTINGENT LIABILITIES:

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

Contingent liability is disclosed for:

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

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

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

3.12 FROEIGN CURRENCY TRANSACTIONS:

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

3.13 REVENUE FROM CONTRACTS:

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

The standard permits two possible methods of transition:

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

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Notes to the financial statement for the year ended March 31, 2018

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

D. Auditors Remuneration:2017-18

<u>SL. NO.</u>	<u>PARTICULARS</u>	<u>F/Y 2017-18</u>	<u>F/Y 2016-17</u>
1.	AUDIT FEES	Rs. 40,000/-	Rs. 40,000/-

E. RELATED PARTY DISCLOSURES:-

Names of related parties:

Siti Networks Limited (formerly Siti Cable Network Limited)	Holding Company
Wire And Wireless Tisai Satellite Limited, Mumbai	Fellow Subsidiary
Indian Cable Net Company Limited, Kolkata	Fellow Subsidiary
Central Bombay Cable Network Limited, Delhi	Fellow Subsidiary
Siti Faction Digital Private Limited, Delhi	Fellow Subsidiary
Master Channel Community Network Pvt. Ltd., Vijayawada	Fellow Subsidiary
Siti Vision Digital Media Private Limited, Delhi	Fellow Subsidiary
Siti Cable Broadband South Limited, Banglore	Fellow Subsidiary
C&S Mediant Private Limited, Delhi	Fellow Subsidiary
SitiJind Digital Media Communications Private Limited, Delhi	Fellow Subsidiary
Siti Jai MaaDurge Communications Private Limited, Delhi	Fellow Subsidiary
Siti Bhatia Network Entertainment Private Limited, Chhattisgarh	Fellow Subsidiary
Siti Krishna Digital Media Private Limited	Fellow Subsidiary
SitiJony Digital Cable Network Private Limited	Fellow Subsidiary
Siti Guntur Digital Network Private Limited	Fellow Subsidiary
Siti Global Private Limited	Fellow Subsidiary
SitiChhatisgarh Media Network Private Limited	Fellow Subsidiary
Siti Broadband Services Private Limited	Fellow Subsidiary

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SitiMaurya Cable Net Private Limited	Fellow Subsidiary
Indinet Service Private Limited	Fellow Subsidiary
Axom Communications & Cable Private Limited	Fellow Subsidiary
Siti Siri Digital Network Pvt. Ltd.	Fellow Subsidiary
Siti Godaari Digital Services Private Limited (formerly known as Bargachh Digital Communication Network Private Limited)	Fellow Subsidiary
Siti Prime Uttaranchal Communication Private Limited	Fellow Subsidiary
SitiSaistar Digital Media Pvt. Ltd. (formerly known as SaistarDigitalmedia Private Limited)	Fellow Subsidiary
Variety Entertainment Private Limited	Fellow Subsidiary
Voice Snap Services Private Limited	Fellow Subsidiary

Other Related Parties:

Mr. Brij Bhushan	-	Director
Mr. Ratnakar Sharma	-	Director
Mr. Dheeraj Gupta	-	Director

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

- Sale/ purchase of goods and services

	Year ended	Amount Received	Amount Paid	Amount owed by related parties	Amount owed to related parties
Holding Company					
Siti Network Limited(formerly	March 31, 2018	13,78,11,903.55	14,82,82,786.18		14,04,46,264.24/-
Siti Cable Network Limited)	March 31, 2017	6,50,47,377.50	7,71,89,790.00		12,99,75,381.34/-

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

Particulars	31-March-2018	31-March-2017
Profit/(Loss) after Tax	(29,25,252.12)	1,90,13,166.17
Number of Equity Shares	10,000	10,000
Nominal Value of Equity Shares	10	10
Basics Earnings per Share	(292.53)	1,901.32

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H.	Other disclosures are made as under :		
	i.	Value of Import on CIF Basis	NIL
	ii.	Expenses in Foreign Currency	NIL
	iii.	Amount remitted in Foreign Currency	NIL
	iv.	Earnings in Foreign Currency	NIL

I TAX EXPENSE

Tax Expense			RS in million
The major components of income tax for the year are as under:			
		March 31, 2018	April 01, 2017
Income tax related to items recognised directly in the statement of profit and loss			
Current tax - current year		-	-
Deferred tax charge / (benefit)		-2.39	-4.67
Total		-2.39	-4.67
Effective tax rate		45%	32.55%
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:			
Profit/(Loss) before tax		-5.32	14.34
Effective tax rate		30.9%	30.9%
Tax at statutory income tax rate (due to unabsorbed losses)		0	0
Tax effect on non-deductible expenses			
Additional allowances for tax purposes			
Effect of tax on group companies incurring losses			
Effect of tax rate difference of subsidiaries			
Other permanent difference		-2.39	-4.67
Tax expense recognised in the statement of profit and loss		-2.39	-4.67
		-2.39	-4.67

J FAIR VALUE MEASUREMENT

Fair value measurements				RS in million
A. Financial instruments by category				
		NOTES	March 31, 2018	
			FVTPL	Amortised cost
Financial assets				
Bank deposits			-	
Amount recoverable			-	5.54
Interest accrued and not due on fixed deposits			-	

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Security deposits			-	
Unbilled revenues			-	
Trade receivables			-	56.07
Investments (Current, financial assets)			-	
Cash and cash equivalents			-	0.76
Total financial assets			-	62.36
Financial liabilities				
Borrowings (Non-current, financial liabilities)			-	
Borrowings (Current, financial liabilities)			-	
Payables for purchase of property, plant and equipment			-	
Security deposits received from customer			-	
Trade payables			-	47.87
Other financial liabilities (current)			-	
Total financial liabilities			-	47.87
				Rs in million
				March 31, 2017
			FVTPL	Amortised cost
Financial assets				
Bank deposits			-	
Amount recoverable			-	2.24
Interest accrued and not due on fixed deposits			-	
Security deposits			-	
Unbilled revenues			-	
Trade receivables			-	51.23
Investment (Current, financial assets)			-	
Cash and cash equivalents			-	13.56
Other bank balances			-	
Total financial assets			-	67.02
Financial liabilities				
Borrowings (non-current, financial liabilities)			-	
Borrowings (Current, financial liabilities)			-	
Payables for purchase of property, plant and equipment			-	
Security deposits			-	
Trade payables			-	47.86
Other financial liabilities (current)			-	
Total financial liabilities			-	47.86

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B. Fair value of financial assets and liabilities measured at amortised cost			Rs in million	
	March 31, 2018		March 31, 2017	
	Carrying amount	Fair value	Carrying amount	Fair value
Financial assets				
Bank deposits	-	-	-	-
Amount recoverable	5.54	5.54	2.24	2.24
Interest accrued and not due on fixed deposits	-	-	-	-
Security deposits	-	-	-	-
Unbilled revenue	-	-	-	-
Trade receivables	56.07	56.07	51.23	51.23
Cash and cash equivalents	0.76	0.76	13.56	13.56
Other bank balances				
Total financial assets	62.36	62.36	67.02	67.02
Financial liabilities				
Borrowings (non-current, financial liabilities)	-	-	-	-
Borrowings (current, financial liabilities)	-	-	-	-
Payables for purchase of property, plant and equipment	-	-	-	-
Security deposits	-	-	-	-
Trade payables	47.87	47.87	47.86	47.86
Other financial liabilities (current)	-	-	-	-
Total financial liabilities	47.87	47.87	47.86	47.86

K CREDIT RISK

	Credit rating	Particulars	March 31, 2018	March 31, 2017
	A: Low credit risk	Investment, Cash and cash equivalents and other financial assets except security deposits and amount recoverable	0.76	13.56
	B: High credit risk	Trade receivables, security deposits and amount recoverable	61.61	53.46
As at March 31, 2018				Rs in million
Particular		Estimated gross carrying amount at default	Expected credit losses	Carrying amount net of impairment provision
Trade receivables		56.07	-	56.07
Security deposits		-	-	-
Advances recoverable		5.54	-	5.54

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As at March 31, 2017				Rs in million
Particular		Estimated gross carrying amount at default	Expected credit losses	Carrying amount net of impairment provision
Trade receivables		51.23	-	51.23
Security deposits		-	-	-
Advances recoverable		2.24	-	2.24
Loss allowance on March 31, 2017				-
Changes in loss allowance				-
Loss allowance on March 31, 2018				-

L. LIQUIDITY RISK

2018
Rs in million

Particulars	Less than 1 year	1-5 year	Total
Borrowings	-	-	-
Trade payables	47.87	-	47.87

2017
Rs in million

Particulars	Less than 1 year	1-5 year	Total
Borrowings	-	-	-
Trade payables	47.86	-	47.86

For Sumit Gupta & Co.
Chartered Accountants
Firm Regn. No. 022622N

For SITI Karnal Digital Media Network
Private Limited

SD/-
CA Sumit Gupta
(Partner)
Membership No 513086

SD/-
(Director)

SD/-
(Director)

Place- Delhi
Date- 16-05-2018

SITI KARNAL DIGITAL MEDIA NETWORK PVT LTD
 Standalone statement of changes in equity for the year ended March 31, 2018

A Equity share capital	Notes	* in million	
		Amount	
Balance as at April 01, 2016			0.10
Issued on conversion of warrants	10	-	-
Issued on conversion of Optionally Fully Convertible Debentures (OFCD)	10	-	-
Balance as at March 31, 2017			0.10
Issued on conversion of warrants	10	-	-
Issued on conversion of OFCD	10	-	-
Issued on exercise of employee stock options	10	-	-
Balance as at March 31, 2018			0.10

B Other equity	Reserves and surplus			Other Components of Equity					Total other equity
	Securities premium reserve	Retained earnings	General reserve	Optionally fully convertible debentures	Money received against warrants	Other comprehensive Income	Foreign currency monetary item translation difference account (FCMITDA)	Employee shares based reserve	
Balance as at April 01, 2017									(20.53)
Loss for the year	-	(2.92)	-	-	-	-	-	-	(2.92)
Remeasurement of defined benefit liability	-	-	-	-	-	-	-	-	-
Total comprehensive income for the year	-	(2.92)	-	-	-	-	-	-	(2.92)
Security premium on conversion of warrants and OFCDs into equity shares	-	-	-	-	-	-	-	-	-
Security premium on issue of shares against employee stock options	-	-	-	-	-	-	-	-	-
Conversion of OFCDs into equity shares	-	-	-	-	-	-	-	-	-
Money received against warrants issued	-	-	-	-	-	-	-	-	-
Conversion of warrants into equity shares	-	-	-	-	-	-	-	-	-
FCMITDA created during the year	-	-	-	-	-	-	-	-	-
FCMITDA amortised during the year	-	-	-	-	-	-	-	-	-
Employee shares based reserve created	-	-	-	-	-	-	-	-	-
Reversed on share options exercised during the year	-	-	-	-	-	-	-	-	-
Balance as at March 31, 2018	-	(2.92)	-	-	-	-	-	-	(23.45)

** Transaction with owner in capacity as owners

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

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

For Sumit Gupta & Co.
 Firm Registration No:- 022622N
 Chartered Accountants

SD/-
 CA Sumit Gupta
 Partner
 M.NO:- 513086
 Place:- Delhi
 Date:- 16th May 2018

For and on behalf of the Board of Directors of
 SITI KARNAL DIGITAL MEDIA NETWORK PVT LTD

SD/-
 Dheeraj Gupta
 Director
 08065461

SD/-
 Ratnakar Sharma
 Director
 08004776

SITI KARNAL DIGITAL MEDIA NETWORK PVT LTD

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

4 Property, plant and equipment

	in million			
	Buildings	Plant and equipment	Set top boxes	Total
Gross carrying amount				
Balance as at April 01, 2016		15.98	132.55	148.53
Additions			8.74	8.74
Disposals				-
Balance as at March 31, 2017	-	15.98	141.30	157.27
Gross carrying amount				
Balance as at March 31, 2017	-	15.98	141.30	157.27
Additions			23.38	23.38
Balance as at March 31, 2018	-	15.98	164.68	180.65
Accumulated depreciation				
Balance as at April 01, 2016		1.90	14.09	15.99
Charge for the year		1.90	16.42	18.32
Disposals				-
Balance as at March 31, 2017	-	3.80	30.50	34.30
Accumulated depreciation				
Balance as at March 31, 2017		3.80	30.50	34.30
Charge for the year		2.00	20.19	22.19
Balance as at March 31, 2018	-	5.80	50.70	56.49
Net carrying amount as at April 01, 2016	-	14.08	118.47	132.54
Net carrying amount as at March 31, 2017	-	12.18	110.79	122.97
Net carrying amount as at March 31, 2018	-	10.2	113.98	124.16

SITI KARNAL DIGITAL MEDIA NETWORK PVT LTD

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

	As at 31-Mar-18 in million	As at 31-Mar-17 in million
5 Others (non-current, financial assets)		
Unsecured, considered good unless otherwise stated		
Margin money deposit (pledged) and deposit with statutory authorities with maturity of more than twelve months		
Less : Provision on security deposits		
Deffered Tax Assets	3.28	0.89
	3.28	0.89
6 Trade receivables		
Unsecured, considered good		
Unsecured, considered doubtful	56.07	51.23
Less: Allowance for expected credit losses	-	-
	56.07	51.23
7 Cash and cash equivalents		
Cash on hand		
Balances with banks	0.75	0.10
on current accounts	-	-
Cheques and drafts on hand	0.01	13.46
	0.76	13.56
Other balances with banks		
Deposits with maturity of upto three months	-	-
	0.76	13.56
8 Others (current, financial assets)		
Unsecured, considered good		
Amounts recoverable	-	-
Interest accrued and not due on fixed deposits	-	-
Income Tax Paid - FY16-17	1.98	-
Security deposits	-	-
	1.98	-
9 Other current assets		
Unsecured, considered good unless otherwise stated		
Balances with Government authorities	2.30	1.52
Taxes paid	-	-
Prepaid expenses	-	-
Amounts recoverable (considered good)	1.26	0.72
Amounts recoverable (considered doubtful)	-	-
Less : Impairment allowance	-	-
	3.56	2.24

SITI KARNAL DIGITAL MEDIA NETWORK PVT LTD

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

	in million As at 31-Mar-18	in million As at 31-Mar-17
10 (a) Equity share capital		
Authorised share capital		
10000 Equity Shares of Rs. 10/- each	0.10	0.10
Total authorised capital	0.10	0.10
Issued share capital		
10000 Equity shares of Rs.10/-each	0.10	0.10
Total issued capital	0.10	0.10
Subscribed and fully paid up capital		
10,000 Equity Shares of Rs. 10 each (Rs. 10,00 paid up)	0.10	0.10
Total paid up capital	0.10	0.10
Forfeited equity shares	0.10	0.10

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

Equity shares

	March 31, 2018		March 31, 2017	
	No. of shares	in million	No. of shares	in million
Balance at the beginning of the year	10,000	0.10	10,000	0.10
Add:				
Issued during the year				
Issued on exercise of employee stock options				
Balance at the end of the year	10,000	0.10	10,000	0.10

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

	As at March 31, 2018		As at March 31, 2017	
	No. of shares	% of holding	No. of shares	% of holding
	Preference shares			

	As at March 31, 2018		As at March 31, 2017	
	No. of shares	% of holding	No. of shares	% of holding
	Equity shares			
SITI Network Limited	5,095	50.95%	5,095	50.95%
Brij Bhushan	4,900	49.00%	4,900	49.00%

10 (b) Other reserve

	As at 31-Mar-18	As at 31-Mar-17
Securities premium reserve	-	-
Retained earnings	(23.45)	(20.53)
General reserve	-	-
Other comprehensive Income	-	-
Foreign currency monetary item translation difference account (FCMITDA)	-	-
Employee shares based reserve	-	-

A Notes:

Particulars

1 Retained earnings

	31-Mar-18	31-Mar-17
Opening balance	(20.53)	(39.54)
Addition during the year	(2.92)	19.01
Closing balance	(23.45)	(20.53)

SITI KARNAL DIGITAL MEDIA NETWORK PVT LTD

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

	As at 31-Mar-18 in million	As at 31-Mar-17 in million
11 Other (non-current, non-financial liabilities)		
Deferred revenue	3.71	8.43
	3.71	8.43
12 Trade payables		
- Total outstanding dues of micro enterprises and small enterprises; and		
- Total outstanding dues of creditors other than micro enterprises and small enterprises	60.86	47.86
	60.86	47.86
13 Provisions (current)		
Provision for gratuity	-	-
Provision for income tax	1.52	1.52
	1.52	1.52
14 Other (current, non-financial liabilities)		
Deferred revenue	6.92	-
Statutory dues payable	0.17	6.87
Advance from customers	139.99	146.63
	147.08	153.50

SITI KARNAL DIGITAL MEDIA NETWORK PVT LTD

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

	31-Mar-18	31-Mar-17
	in million	in million
15 Revenue from operations		
Sale of services		
Subscription income	26.04	107.14
Advertisement income	3.71	-
Carriage income	-	3.80
Activation and Set top boxes pairing charges	13.14	13.52
Other operating revenue		
Sale of traded goods*	-	-
Management charges and other networking income	-	-
Scrap sales	-	-
	42.88	124.46
16 Other income		
Interest income on		
Bank deposits	-	-
Others	0.41	0.05
Excess provisions written back	-	-
Net gain arising on financial assets designated as at fair value through profit or loss	-	-
Profit on sale of property, plant and equipment	-	-
Other non-operating income	-	-
	0.41	0.05
17 Depreciation and amortisation of non-financial assets		
Depreciation of property, plant and equipment	22.19	18.32
Amortisation of intangible assets	-	-
	22.19	18.32
18 Other expenses		
Rent	1.08	1.43
Rates and taxes	0.25	0.61
Communication expenses	0.08	0.28
Repairs and maintenance		
- Network	0.74	1.14
- Buildings	-	-
- Others	0.14	0.11
Electricity and water charges	2.83	2.36
Legal, professional and consultancy charges	1.44	0.91
Printing and stationery	0.12	0.19
Service charges	-	-
Travelling and conveyance expenses	0.02	0.07
Auditors' remuneration*	0.04	0.09
Program production expenses	0.003	0.03
Other operational cost	6.37	22.77
Miscellaneous expenses	1.33	9.44
	14.42	39.40

SITI KARNAL DIGITAL MEDIA NETWORK PVT LTD

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

	31-Mar-18	31-Mar-17
*Auditors' remuneration	in million	in million
as an auditor	0.04	0.09
for other services (certifications)		
for reimbursement of expenses		
	0.04	0.09

19 Earnings (loss) per share	31-Mar-18	31-Mar-17
	in million	in million
Loss attributable to equity shareholders	(2.92)	19.01
Weighted average number of equity shares outstanding during the year (nos.)	10,000	10,000
Weighted average number of equity shares to be issued on conversion of mandatorily convertible instruments (i.e. share and OFCD) (nos.)		
Weighted average number of equity shares outstanding during the year for calculating basic and diluted earnings per share (nos.)	10,000	10,000
Effect of dilutive potential equity shares ~		
Employee stock options (nos.)		
Nominal value of per equity share (₹)		
Loss per share (₹)		
Basic	(292.18)	1,901
Diluted	(292.18)	1,901

~Effect of potential equity shares being anti-dilutive has not been considered while calculating diluted weighted average equity shares and diluted earnings per share.