

**SITI Networks Limited**

UG Floor, FC-19 & 20, Sector-16 A, Film City,

Noida, Uttar Pradesh-201301, India

**Tel:** +91-120-4526700

**Website :** www.sitinetworks.com



**February 12, 2022**

To,

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

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

**Kind Attn. : Corporate Relationship Department**

**Subject: Proceedings of the Board Meeting held on February 12, 2022**

Dear Sir,

Pursuant to Regulation 30 and other applicable Regulations of the Securities and Exchange Board of India (Listing obligations and Disclosure Requirements) Regulations, 2015, this is to inform you that the Board of Directors of the Company at their meeting held today i.e. on February 12, 2022 (which commenced at 11:35 a.m. and concluded at 13:40 p.m.), has *inter-alia*, considered and approved the Un-Audited Financial Results of the Company, both on a Standalone and Consolidated basis, prepared under Ind-AS, for the third quarter of financial year 2021-22 and nine months ended on December 31, 2021, duly reviewed by M/s DNS & Associates, the Statutory Auditors of the Company, pursuant to Regulation 33 of Securities and Exchange Board of India (Listing Obligation and Disclosure Requirements) Regulations, 2015, together with Limited Review report thereon; and

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

You are requested to kindly take the above on record.

Thanking you,

Yours truly,  
For SITI Networks Limited

  
Suresh Kumar  
Company Secretary & Compliance Officer  
Membership No. ACS 14390



UNAUDITED FINANCIAL RESULTS (CONSOLIDATED)

Part - I Statement of consolidated unaudited results for the quarter and nine months ended 31 December 2021

Particulars	Statement of consolidated unaudited results for the quarter and nine months ended 31 December 2021				(₹ in lakh except per share data)
	Quarter ended 31 December 2021	Quarter ended 30 September 2021	Quarter ended 31 December 2020	Nine months ended 31 December 2021	
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
<b>Income</b>					
I Revenue from operations	36,522.1	36,260.8	38,520.0	153,692.0	153,692.0
II Other income	117.2	578.2	202.4	1,731.0	1,731.0
III Total income (I+II)	36,639.3	36,839.0	39,122.4	155,423.0	155,423.0
IV Expenses	53.0	62.4	29.7	189.7	189.7
Cost of materials consumed	20,692.1	3.6	22,404.2	86,069.8	86,069.8
Purchases of stock-in-trade	1,710.6	1,832.2	1,900.2	64,742.4	64,742.4
Pay channel, carriage sharing and related costs	2,968.0	3,136.0	3,031.9	9,545.9	9,545.9
Employee benefits expense	7,850.5	8,049.0	8,616.6	25,555.6	25,555.6
Finance costs	9,371.4	8,935.9	8,349.6	24,716.9	24,716.9
Depreciation and amortisation expenses	42,655.6	42,816.3	44,332.2	176,998.6	176,998.6
Other expenses					
Total expenses (IV)	(6,016.3)	(5,976.8)	(5,209.8)	(21,575.6)	(21,575.6)
Loss for the period before tax and share of (loss)/profit in associates and joint ventures and exceptional items (III-IV)	(5.6)	(14.9)	27.6	214.2	214.2
V Share of (loss)/profit of associates and joint ventures					
VI Loss before exceptional items and tax (V+VI)	(6,021.9)	(5,991.7)	(5,182.2)	(21,361.4)	(21,361.4)
VII Exceptional items			794.0	2,968.7	2,968.7
VIII Loss before tax (VII-VIII)	(6,021.9)	(5,991.7)	(4,388.2)	(18,392.7)	(18,392.7)
IX Tax expense					
(1) Current tax	350.1	308.5	(189.6)	845.6	845.6
(2) Deferred tax credit	(215.6)	(19.9)	(19.9)	(1,033.8)	(1,033.8)
Total tax expense	134.5	188.6	(209.5)	(188.2)	(188.2)
X Loss for the period (IX-X)	(6,156.4)	(6,180.3)	(4,588.7)	(18,580.9)	(18,580.9)
XI Other comprehensive income:					
Items that will not be reclassified to profit or loss	(7.8)	(7.8)	(18.7)	(9.9)	(9.9)
Income tax relating to items that will not be reclassified to profit or loss					
XII Total comprehensive income for the period (including non-controlling interest)	(6,164.2)	(6,258.4)	(4,607.2)	(18,590.8)	(18,590.8)
Net (loss)/income attributable to:					
A Owners of the parent	(5,994.5)	(6,002.4)	(5,745.1)	(23,961.1)	(23,961.1)
B Non-controlling interest	(169.7)	(256.0)	(862.1)	(629.7)	(629.7)
Other comprehensive income attributable to:					
A Owners of the parent	(9.6)	(9.6)	(14.1)	(26.7)	(26.7)
B Non-controlling interest	1.8	1.8	(4.6)	16.8	16.8
Total comprehensive income attributable to:					
A Owners of the parent	(6,004.1)	(6,012.0)	(5,759.2)	(23,987.8)	(23,987.8)
B Non-controlling interest	(160.1)	(246.4)	(86.9)	(613.3)	(613.3)
XIII Paid-up equity share capital (Face value ₹ 1/- per share)	8,720.5	8,720.5	8,720.5	8,720.5	8,720.5
XIV Other equity					
Earnings per equity share (of ₹ 1/- each) (not annualized except for year ended 31 March 2021)					
a) Basic	(0.7)	(0.7)	(0.7)	(2.1)	(2.1)
b) Diluted	(0.7)	(0.7)	(0.7)	(2.1)	(2.1)

See accompanying notes to the financial results

UNAUDITED FINANCIAL RESULTS (STANDALONE)

Part - I Statement of standalone unaudited results for the quarter and nine months ended 31 December 2021

Particulars	Statement of standalone unaudited results for the quarter and nine months ended 31 December 2021				(₹ in lakh except per share data)
	Quarter ended 31 December 2021	Quarter ended 30 September 2021	Quarter ended 31 December 2020	Nine months ended 31 December 2021	
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
<b>Income</b>					
I Revenue from operations	15,259.6	15,166.5	17,926.9	45,896.2	45,896.2
II Other income	2.7	106.4	33.6	352.6	352.6
III Total income (I+II)	15,302.3	15,272.9	17,960.5	46,248.8	46,248.8
IV Expenses	33.4	22.0	2.9	79.6	79.6
Cost of materials consumed	8,310.2	8,371.8	9,536.6	25,250.0	25,250.0
Purchases of stock-in-trade	835.6	842.3	1,057.6	2,634.8	2,634.8
Pay channel, carriage sharing and related costs	2,692.1	2,838.0	2,687.3	8,252.2	8,252.2
Employee benefits expense	4,172.7	4,323.3	4,833.2	12,868.8	12,868.8
Finance costs	4,989.4	4,207.7	4,537.3	13,850.2	13,850.2
Depreciation and amortisation expenses	21,069.8	20,625.6	22,667.1	63,017.0	63,017.0
Other expenses					
Total expenses (IV)	(5,766.7)	(5,352.7)	(4,706.6)	(16,768.2)	(16,768.2)
Loss before exceptional items and tax (III-IV)	350.0	572.2	794.0	922.2	922.2
V Exceptional items					
VI Loss before tax (V-VI)	(6,116.7)	(5,924.9)	(5,500.6)	(17,690.4)	(17,690.4)
VII Tax expense					
(1) Current tax	-	-	-	-	-
(2) Deferred tax credit	-	-	-	-	-
Total tax expense	(6,116.7)	(5,924.9)	(5,500.6)	(17,690.4)	(17,690.4)
VIII Loss for the period (VII-VIII)	(12.4)	(12.4)	(7.3)	(37.2)	(37.2)
IX Other comprehensive income:					
Items that will not be reclassified to profit or loss					
Income tax relating to items that will not be reclassified to profit or loss					
X Total comprehensive income (IX-X)	(6,129.1)	(5,937.3)	(5,507.9)	(17,727.6)	(17,727.6)
XI Paid-up equity share capital (Face value ₹ 1/- per share)	8,720.5	8,720.5	8,720.5	8,720.5	8,720.5
XII Other equity					
Earnings per equity share (of ₹ 1/- each) (not annualized except for year ended 31 March 2021)					
a) Basic	(0.7)	(0.7)	(0.6)	(2.0)	(2.0)
b) Diluted	(0.7)	(0.7)	(0.6)	(2.0)	(2.0)

See accompanying notes to the financial results



Suseeha  
 M.K.





# SITI NETWORKS LIMITED

Regd. Office: Unit No. 38, 1st Floor, A Wing, Madhu Industrial Estate, P. B. Marg, Worli, Mumbai-400013

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Website: [www.sitinetworks.com](http://www.sitinetworks.com)

CIN L64200MH2006PLC160733

## Notes:-

- 1 SITI Networks Limited (the Company or the Holding Company), and its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group"), its associates and joint ventures predominantly operate in a single business segment of cable and broadband distribution only in India. The aforesaid is in line with the way operating results are reviewed and viewed by the chief operating decision maker(s) and hence, there are no additional disclosures required to be furnished in terms of Indian Accounting Standard 108 - Operating Segments.
- 2 The standalone and consolidated financial results for the quarter and nine months ended 31 December 2021 have been reviewed by the Audit Committee and approved by the Company's Board of Directors in their respective meetings held on 12 February 2022.
- 3 This statement of standalone and consolidated financial results for the quarter and nine months ended 31 December 2021 has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standards prescribed under Section 133 of the Companies Act, 2013 and as per the presentation requirements of SEBI Circular CIR/CFD/FAC/62/2016 dated 05 July 2016 and other accounting principles generally accepted in India.
- 4 The statutory auditors have carried out limited review of these standalone and consolidated financial results for the quarter and nine months ended 31 December 2021 and have expressed a modified review conclusion on these results.
- 5 The Company/the Group continued to incur losses during the quarter and nine months ended 31 December 2021 and had negative working capital as at 31 December 2021. The Company/the Group also has negative net worth as at 31 December 2021. As at 31 December, there are instances of delays in payments of obligations and borrowings, but in view of the management there is expected revenue growth and expected improvement in operating margins under the Tariff Order 2017, and other likely mitigating factors such as, continued endeavor to secure additional funds by the Company/its subsidiaries besides on-going discussions with the lenders for debt restructuring and continuous dialogue with its vendors. Further, the Company is under discussion with its partners for consolidation of operations in East India to attain the benefits of economies of scale and operational efficiencies, accordingly, these standalone/ consolidated financial results for the quarter and nine months ended 31 December 2021 continue to be prepared on a going concern basis in view of the above.
- 6 In view of aforementioned ongoing discussions with the lenders, *inter alia*, for reducing existing interest rates, additional interest levied, if any, has not been provided for.
- 7 For the quarter ended 30 September 2021, and for quarter and nine months ended 31 December 2021, the 'subscription income' included in the 'Revenue from Operations' in these financial results, *inter alia*, includes the amounts payable to the broadcasters\* towards their share in relation to the pay channels subscribed by the customers. The aforementioned corresponding amounts (i.e. the broadcasters' share) has also been presented as an expense in these financial results. The said amounts are ₹ 8,372.8 lakh, ₹ 8,310.2 lakh and ₹ 25,255.0 lakh for the quarter ended 30 September 2021, and for quarter and nine months ended 31 December 2021 in the standalone financial results and ₹ 19,020.3 lakh, ₹ 18,947.7 lakh and ₹ 57,233.2 lakh for the quarter ended 30 September 2021, and for the quarter and nine months ended 31 December 2021 in the consolidated financial results respectively.
- 8 Had these expenses been disclosed on net basis, the 'Revenue from Operations' and the 'Pay channel, carriage sharing and related costs' each would have been lower by ₹ 8,372.8 lakh, ₹ 8,310.2 lakh and ₹ 25,255.0 lakh for the quarter ended 30 September 2021, and for quarter and nine months ended 31 December 2021 in the standalone financial results, and ₹ 19,020.3 lakh, ₹ 18,947.7 lakh and ₹ 57,233.2 lakh for the quarter ended 30 September 2021, and for quarter and nine months ended 31 December 2021 in the consolidated financial results respectively, though there would have been no impact on the net loss for the quarter and period then ended.
- 9 In March 2020, World Health Organization (WHO) had declared the outbreak of Novel Coronavirus as a pandemic. Complying with the directives of Government, offices of the company had been under lock-down for few months with relaxation to essential services and selected economic activities. The Company and the Group has continued to operate and provide cable television and broadband distribution services to its customers, which has been declared as an essential service. Based on the management's assessment and review of current economic scenario, the management does not expect any significant impact of COVID-19 on the Company and the Group. The impact of the global health pandemic may be different from that estimated as at the date of approval of these financial results, and the Company and the Group will continue to closely monitor any material changes arising from future economic conditions and continually assess its impact on the operations and financial matrices.
- 10 Exceptional items in the standalone and consolidated financial results include the following:
  - a) Exceptional items for the quarter ended 30 September 2021 and nine months ended 31 December 2021 for ₹ 172.2 lakh pertains to the write off of old indirect tax balances not utilised by the company.
  - b) During the quarter and nine months ended 31 December 2021, the management, in view of prevailing COVID-19 situation and considering other factors, assessed the likelihood of recovery of certain balances from a party and has provided for an amount of ₹ 3,500 lakh and ₹ 7,500 lakh which is doubtful for recovery.
- 11 The total impact of 9(a) and 9(b) above on the standalone financial results for the nine months ended 31 December 2021 amounts to ₹ 922.2 lakh, and the impact on the consolidated financial results for the nine months ended 31 December 2021 amounts to ₹ 172.2 lakh respectively. The Group has acquired 7,600 Equity Shares (representing 76.00% of paid up capital) of Meghbeh Infratel Cable & Broadband Private Limited on 08 June 2021. Accordingly, w.e.f. 08 June 2021, Meghbeh Infratel Cable & Broadband Private Limited has become subsidiary company of the Group.
- 12 Star India Private Limited has disputed the incentive invoices of the subsidiary company w.e.f. February 2021 totalling to ₹ 850.0 lakh against bills raised on the alleged ground of violation of the incentive Agreement and has withheld the payment of incentive payments to the subsidiary company. Being aggrieved, the subsidiary company has filed a petition before the TDSAT against Star India Private Limited. In an interim relief, TDSAT has ordered withholding part-payment to Star India Private Limited against their dues on account of "Pay Channel cost" towards incentive payments to the subsidiary company. TDSAT has also prima facie upheld the contention of the subsidiary company. However, the outcome of the dispute is dependent on the final Order of TDSAT. The subsidiary company is of the view that no provision is required in the books in respect of the incentive receivable by the subsidiary company and accordingly has not made any provision in its accounts.
- 13 Previous period figures have been re-grouped / reclassified wherever necessary to conform to current period's classification in order to comply with the requirements of the amended Schedule III of the Companies Act, 2013 effective from 01 April 2021.



Place : Noida  
Date : 12 February 2022



For and on behalf of the Board of Directors of  
SITI Networks Limited  
*Suresh Arora*  
Suresh Arora  
Whole Time Director

# DNS & Associates

## Chartered Accountants

### **Independent Auditor's Review Report on Standalone Unaudited Quarterly Financial Results and Year to Date Results of SITI Networks Limited Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended)**

#### **To the Board of Directors of SITI Networks Limited**

1. We have reviewed the accompanying statement of standalone unaudited financial results ('the Statement') of SITI Networks Limited ('the Company') for the quarter and nine months ended 31 December 2021 being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended), including relevant circulars issued by the SEBI from time to time.
2. The Statement, which is the responsibility of the Company's Management and approved by the Company's Board of Directors, has been prepared in accordance with the accounting principles laid down in Indian Accounting Standard 34, Interim Financial Reporting ('Ind AS 34'), prescribed under Section 133 of the Companies Act, 2013 ('the Act'), and other accounting principles generally accepted in India and is in compliance with the presentation and disclosure requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended), including relevant circulars issued by the SEBI from time to time. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410, Review of Interim Financial Information performed by the Independent Auditor of the Entity, issued by the Institute of Chartered Accountants of India. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with the Standards on Auditing specified under section 143(10) of the Act, and consequently, does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.
4. As described in note 7 to the accompanying Statement, the Company's 'Revenue from operations' includes broadcasters' share in subscription income from pay channels, which has correspondingly been presented as an expense which is not in accordance with the requirements of Ind AS 115, 'Revenue from contracts with customers'. Had the management disclosed the same on net basis, the 'Revenue from Operations' and the 'Pay channel, carriage sharing and related costs' each would have been lower by ₹ 8,310.2 lakh and ₹ 25,255.0 lakh for the quarter and nine months ended 31 December 2021, while there would have been no impact on the net loss for the quarter and nine months ended 31 December 2021.

Our reports on the standalone financial results for the quarter and six months ended 30 September 2021, year ended 31 March 2021 and quarter and nine months ended 31 December 2020 were also qualified with respect to this matter.

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Chartered Accountants

5. Based on our review conducted as above except for the effects/possible effects of the matter described in previous section nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in Ind AS 34, prescribed under Section 133 of the Act, and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended), including the manner in which it is to be disclosed, or that it contains any material misstatement.
6. We draw attention to note 5 to the accompanying Statement, which indicates that the Company has incurred a net loss (including other comprehensive income/loss) of ₹ 6,129.1 lakh and ₹ 17,727.6 lakh during the quarter and nine months ended 31 December 2021, and as of that date, the Company's accumulated losses amount to ₹ 2,26,567.0 lakh resulting in a negative net worth of ₹ 57,213.6 lakh and its current liabilities exceeded its current assets by ₹ 129,871.5 lakh resulting in negative working capital. Further, as at 31 December 2021, there are delays/ defaults in repayment of obligations and borrowings. The above factors along with other matters as set forth in note 5, indicate a material uncertainty, which may cast significant doubt about the Company's ability to continue as a going concern. However, basis the impact of Tariff Order 2017, ongoing discussion with the lenders of the Company, and other factors mentioned in aforesaid note to the Statement, the management is of the view that going concern basis of accounting is appropriate for preparation of these results. Our opinion is not modified in respect of this matter.

**For DNS & Associates**

Chartered Accountants

Firm Registration No: 006956C



**Ankit Marwaha**

Partner

Membership No. 518749

UDIN: 22518749ABNEEV1060

**Place:** Noida

**Date:** 12 February 2022

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Chartered Accountants

## **Independent Auditor's Review Report on Consolidated Unaudited Quarterly Financial Results and Year to Date Results of the Siti Networks Limited Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended)**

### **To the Board of Directors of SITI Networks Limited**

1. We have reviewed the accompanying statement of unaudited consolidated financial results ('the Statement') of SITI Networks Limited ('the Holding Company') and its subsidiaries (the Holding Company and its subsidiaries together referred to as 'the Group'), its associates and joint ventures (refer Annexure 1 for the list of subsidiaries, associates and joint ventures included in the Statement) for the quarter ended 31 December 2021 and consolidated year to date results for the period 01 April 2021 to 31 December 2021 being submitted by the Holding Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended), including relevant circulars issued by the SEBI from time to time.
2. This Statement, which is the responsibility of the Holding Company's management and approved by the Holding Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, Interim Financial Reporting ('Ind AS 34'), prescribed under section 133 of the Companies Act, 2013 ('the Act'), and other accounting principles generally accepted in India and is in compliance with the presentation and disclosure requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended), including relevant circulars issued by the SEBI from time to time. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410, Review of Interim Financial Information Performed by the Independent Auditor of the Entity, issued by the Institute of Chartered Accountants of India. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with the Standards on Auditing specified under section 143(10) of the Act, and consequently, does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

We also performed procedures in accordance with the SEBI Circular CIR/CFD/CMD1/44/2019 dated 29 March 2019 issued by the SEBI under Regulation 33 (8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended), to the extent applicable.



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4. As described in note 7 to the accompanying Statement, the Group's 'Revenue from Operations' includes broadcasters' share in subscription income from pay channels, which has correspondingly been presented as an expense which is not in accordance with the requirements of Ind AS-115, 'Revenue from contracts with customers'. Had the management disclosed the same on net basis, the 'Revenue from Operations' and the 'Pay channel, carriage sharing and related costs' each would have been lower by ₹ 18,947.7 lakh and ₹ 57,233.2 lakh for the quarter and nine months ended 31 December 2021, while there would have been no impact on the net loss for the quarter and nine months ended 31 December 2021.

Further, with respect to the above matter, qualifications have been given by other firms of Chartered Accountants vide their review reports dated 31 January 2022 for Siti Prime Uttaranchal Communication Private Limited, Siti Vision Digital Media Private Limited and Indian Cable Net Company Limited, Reports dated 28 January 2022 for Siti Saistar Digital Media Private Limited, Reports dated 29 January 2022 for, Siti Siri Digital Network Private Limited and Siti Jind Digital Media Communications Private Limited, is reproduced by us as under, with the aggregate amount pertaining to such subsidiaries, as also included in the above paragraph:

The company's/group's 'Revenue from Operations' includes broadcasters' share in subscription income from pay channels, which has correspondingly been presented as an expense for the above mentioned subsidiaries which is not in accordance with the requirements of Ind AS-115, 'Revenue from contracts with customers'. Had the management disclosed the same on net basis, the 'Revenue from Operations' and the 'Pay channel, carriage sharing and related costs' each would have been lower by ₹ 10,649.0 lakh and ₹ 32,049.4 lakh for the quarter and nine months ended 31 December 2021 respectively, while there would have been no impact on the net loss/profit for the quarter ended 31 December 2021.

Our reports on the consolidated financial results for the quarter and six months ended 30 September 2021, year ended 31 March 2021 and quarter and nine months ended 31 December 2020 were also qualified with respect to this matter.

5. Based on our review conducted and procedures performed as stated in paragraph 3 above and upon consideration of the review reports of the other auditors referred to in paragraph 7 below, except for the effects of the matter described in previous sections, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in Ind AS 34, prescribed under Section 133 of the Act, and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended), including the manner in which it is to be disclosed, or that it contains any material misstatement.
6. We draw attention to note 5 to the accompanying Statement, which indicates that the Group has incurred a net loss of (including other comprehensive income) ₹ 6,164.2 lakh and ₹ 18,203.1 lakh during the quarter and nine months ended 31 December 2021, and as of that date, the Group's accumulated losses amount to ₹ 2,11,573.09 lakh resulting in a negative net worth of ₹ 33,569.7 lakh and its current liabilities exceeded its current assets by ₹ 1,31,411.7 lakh resulting in negative working capital. As at 31 December 2021, there are delays/ defaults in repayment of obligations and borrowings. The above factors along with other matters as set forth in note 5 indicate a material

# DNS & Associates

Chartered Accountants

uncertainty, which may cast significant doubt about the Group's ability to continue as a going concern. However, basis the impact of Tariff Order 2017, ongoing discussion with the lenders of the Holding Company, and other factors mentioned in the aforesaid note to the Statement, the management is of the view that going concern basis of accounting is appropriate for preparation of these results. Our conclusion is not modified in respect of this matter.

7. We did not review the interim financial results of twenty subsidiaries included in the Statement, whose financial information reflects total assets of ₹ 125,608.2 lakh as at 31 December 2021, total revenues of ₹ 22,404.2 lakh and ₹ 66,996.1 lakh, total net loss after tax of ₹ 429.2 lakh and ₹ 1,351.7 lakh and total comprehensive income of ₹ 344.4 lakh and ₹ 1,154.7 lakh for the quarter and nine months ended on 31 December 2021 respectively, and cash flows (net) of ₹ 11,505.9 lakh for the nine months ended 31 December 2021, as considered in the Statement. The Statement also includes the Group's share of net loss after tax of ₹ 5.6 lakhs and ₹ 30.9 lakhs and total comprehensive loss of ₹ 5.6 lakhs and ₹ 30.9 lakhs, for the quarter and nine months ended on 31 December 2021, respectively, as considered in the Statement, in respect of two associates and two joint ventures, whose interim financial results have not been reviewed by us. These interim financial results have been reviewed by other auditors whose review reports have been furnished to us by the management, and our conclusion in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, associates and joint ventures is based solely on the review reports of such other auditors and the procedures performed by us as stated in paragraph 3 above.

Our conclusion is not modified in respect of this matter with respect to our reliance on the work done by and the reports of the other auditors.

**For DNS & Associates**

Chartered Accountants

Firm Registration No: 006956C



**Ankit Marwaha**

Partner

Membership No. 518749

UDIN: 22518749ABNFZJ3151

**Place:** Noida

**Date:** 12 February 2022



# DNS & Associates

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## Annexure 1

### List of entities included in the Statement

Name of Related Party	Relation
Central Bombay Cable Network Limited	Subsidiary Company
Indian Cable Net Company Limited	Subsidiary Company
Siti Broadband Services Private Limited	Subsidiary Company
Siti Cable Broadband South Limited	Subsidiary Company
Siti Faction Digital Private Limited	Subsidiary Company
Siti Global Private Limited	Subsidiary Company
Siti Guntur Digital Network Private Limited	Subsidiary Company
Siti Jai Maa Durgee Communications Private Limited	Subsidiary Company
Siti Jind Digital Media Communications Private Limited	Subsidiary Company
Siti Jony Digital Cable Network Private Limited	Subsidiary Company
Siti Karnal Digital Media Network Private Limited	Subsidiary Company
Siti Krishna Digital Media Private Limited	Subsidiary Company
Siti Networks India Llp	Subsidiary Company
Siti Prime Uttaranchal Communication Private Limited	Subsidiary Company
Siti Sagar Digital Cable Network Private Limited	Subsidiary Company
Siti Saistar Digital Media Private Limited	Subsidiary Company
Siti Siri Digital Network Private Limited	Subsidiary Company
Siti Vision Digital Media Private Limited	Subsidiary Company
Variety Entertainment Private Limited	Subsidiary Company
E-Net Entertainment Private Limited	Step Subsidiary Company
Indinet Service Private Limited	Step Subsidiary Company
Master Channel Community Network Private Limited	Subsidiary Company
Meghbela Infotel Cable & Boardband Private Limited	Step Subsidiary Company
Siti Maurya Cable Net Private Limited	Step Subsidiary Company
Paramount Digital Media Services Private Limited	Joint Venture
Wire And Wireless Tisai Satellite Limited	Joint Venture
C&S Medianet Private Limited	Associate Company