

SITI GLOBAL PRIVATE LIMITED
Balance Sheet as at Mar 31, 2019

	Notes	Mar 31, 2019 ` millions	Mar 31, 2018 ` millions
A. Assets			
1. Non-current assets			
Fixed assets			
(a) Property, plant and equipment	4	25.92	30.02
(c) Other intangible assets		0.03	0.04
Sub-total of Non-current assets		<u>25.95</u>	<u>30.06</u>
2. Current assets			
(b) Financial assets			
(i) Trade receivables	5	30.75	26.18
(iii) Cash and bank balances	6	0.67	6.98
(iv) Loan & Advances	7	0.01	0.18
(v) Others - unbilled revenue and interest accrued on fixed deposits	8	3.45	-
(d) Other current assets	9	0.17	0.23
Sub-total of Current assets		<u>35.05</u>	<u>33.56</u>
Total assets		<u><u>61.00</u></u>	<u><u>63.62</u></u>
B. Equity and liabilities			
Equity			
(a) Equity share capital	10	0.10	0.10
(b) Other equity	11	(10.71)	(6.91)
Sub-total - Equity		<u>(10.61)</u>	<u>(6.81)</u>
Liabilities			
1. Non-current liabilities			
(c) Deferred tax liability (net)	12	(0.02)	0.39
Sub-total - Non-current liabilities		<u>(0.02)</u>	<u>0.39</u>
2. Current liabilities			
(a) Financial liabilities			
(ii) Trade payables	13	71.50	70.21
(b) Other current liabilities	14	0.13	(0.17)
Sub-total of current liabilities		<u>71.63</u>	<u>70.04</u>
Total equity and liabilities		<u><u>61.00</u></u>	<u><u>63.62</u></u>
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 A A M & Co
CHARTERED ACCOUNTANTS
FRN: 08113C

CA RAHUL GUPTA, FCA
PARTNER
M.No-419625

For and on behalf of the Board of Directors of
SITI Global Pvt. Ltd.

Sd
Director

Sd
Director

DATE : 21-05-2019
PLACE: NOIDA

SITI GLOBAL PRIVATE LIMITED

Statement of Profit and Loss for the year ended Mar 31, 2019

		Year ended March 31, 2019	Year ended March 31, 2018
	Notes	(Unaudited)	(Audited)
Revenue			
Revenue from operations	15	24.24	21.46
Other income		-	-
Total revenue		24.24	21.46
Expenses			
Carriage sharing, pay channel and related costs		4.17	5.50
Employee benefits expense	16	4.91	3.43
Finance costs	17	0.02	0.00
Depreciation and amortisation expenses	18	6.04	6.26
Other expenses	19	13.67	6.38
Total expenses		28.81	21.58
Loss before Exceptional and tax		(4.56)	(0.12)
Execeptional items			
Loss after exceptional items		(4.56)	(0.12)
Income Tax		-	-
Current Tax		(0.36)	0.36
Deferred Tax		(0.41)	(0.47)
Loss before and after tax		(3.80)	(0.01)
Other Comprehensive income			
Loss after OCI		(3.80)	(0.01)
Loss per share after tax	20		
Basic		(380.01)	(0.81)
Diluted		(380.01)	(0.81)
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 A A M & Co

CHARTERED ACCOUNTANTS

FRN: 08113C

For and on behalf of the Board of Directors of

SITI Global Private Limited

CA RAHUL GUPTA, FCA

PARTNER

M.No-419625

Sd
Director

Sd
Director

DATE : 21-05-2019

PLACE: NOIDA

SITI GLOBAL PRIVATE LIMITED
NOTES TO BALANCE SHEET AS ON MARCH 31, 2019

Note 4 : PROPERTY, PLANT & EQUIPMENT

Gross block	Plant and equipment	Computers	Furniture and fixtures	Air conditioners	Set top boxes	Total
Year ended 31 March 2018						
Gross Carrying Amount	1.53	0.22	0.30	0.03	47.59	49.66
Deemed Cost						-
Additions	0.03	0.02	0.01			0.06
Disposal During 2017-18						-
Closing Gross Carrying Amount	1.56	0.24	0.31	0.03	47.59	49.73
Accumulated depreciation						
Opening Accumulated Depreciation	0.36	0.14	0.05	0.01	12.89	13.45
Depreciation charge during the year	0.19	0.08	0.03	0.01	5.95	6.26
Closing Accumulated Depreciation	0.55	0.22	0.08	0.02	18.83	19.70
Net Carrying Amount	1.01	0.02	0.22	0.01	28.75	30.02
Year ended 31 March 2019						
Gross Carrying Amount	1.56	0.24	0.31	0.03	47.59	49.73
Deemed Cost	-	-	-	-	-	-
Additions	0.35	-	-	-	1.58	1.94
Disposal During 2018-19						-
Closing Gross Carrying Amount	1.92	0.24	0.31	0.03	49.17	51.66
Accumulated depreciation						
Opening Accumulated Depreciation	0.55	0.22	0.08	0.02	18.83	19.70
Depreciation charge during the year	0.22	0.02	0.03	0.01	5.76	6.03
Closing Accumulated Depreciation	0.77	0.24	0.11	0.02	24.59	25.74
Net Carrying Amount	1.15	0.00	0.19	0.01	24.57	25.92

SITI GLOBAL PRIVATE LIMITED

Summary of significant accounting policies and other explanatory information for the year ended March 31, 2019

5 Trade receivables
Outstanding for a period exceeding six months from the date they are due for payment

 Unsecured, considered good
 Unsecured, considered doubtful

Less: Provision for doubtful debts

Other receivables

Unsecured, considered good

Mar 31, 2019 ` millions	Mar 31, 2018 ` millions
30.75	26.18
30.75	26.18
30.75	26.18
30.75	26.18

6 Cash and bank balances
Cash and cash equivalents

 Cash on hand
 Cheques on hand
 On current accounts

Mar 31, 2019 ` millions	Mar 31, 2018 ` millions
0.22	0.31
-	-
0.45	6.66
0.67	6.98

8 Others - unbilled revenue and interest accrued on fixed deposits
Others

 Interest accrued and not due on fixed deposits
 Unbilled revenue

Mar 31, 2019 ` millions	Mar 31, 2018 ` millions
-	-
3.45	-
3.45	-

7 Loans and advances
Advances recoverable in cash or kind
Unsecured, considered good

Other advances

Doubtful

 Advances to distribution companies
 Less: Provision for doubtful advances

Mar 31, 2019 ` millions	Mar 31, 2018 ` millions
-	0.18
0.01	-
-	-
0.01	0.18
0.01	0.18

9 Other current assets

 Preliminary Expenses
 Advance tax (IDS Receivable)
 Balances with statutory authorities
 Security deposited
 Prepaid expenses

Mar 31, 2019 ` millions	Mar 31, 2018 ` millions
-	0.05
0.06	0.06
0.00	-
0.11	0.10
-	0.02
0.17	0.23

10 Share capital

	Mar 31, 2019 ` millions	Mar 31, 2018 ` millions
Authorised share capital	0.10	0.10
Total authorised capital	0.10	0.10
Issued share capital	0.10	0.10
Total issued capital	0.10	0.10
Subscribed and fully paid up capital	0.10	0.10
Shares warrants	-	-
Total paid up capital	0.10	0.10

11 Other Equity

	Mar 31, 2019 ` millions	Mar 31, 2018 ` millions
Deficit in the Statement of profit and loss		
Balance at the beginning of the year	(6.91)	(6.90)
Add: Adjustment on account of depreciation charge pursuant to implementation of Schedule II of the Compt		-
Add: IND AS adjustment	-	-
Add: Loss for the year	(3.80)	(0.01)
Balance at the end of the year	(10.71)	(6.91)
	(10.71)	(6.91)

12 Deferred tax liability (net)

	Mar 31, 2019 ` millions	Mar 31, 2018 ` millions
Deferred tax liability (net)	(0.02)	0.39
	(0.02)	0.39

13 Trade payables

	Mar 31, 2019 ` millions	Mar 31, 2018 ` millions
- Total outstanding dues of micro enterprises and small enterprises; and		-
- Total outstanding dues of creditors other than micro enterprises and small enterprises	71.50	70.21
	71.50	70.21

14 Other Current Liabilities

	Mar 31, 2019 ` millions	Mar 31, 2018 ` millions
Advances from customers	-	-
Payable for statutory liabilities	0.04	(0.30)
Advance Activation Income	-	-
Internal Vendor	0.08	0.13
Expenses Payable-Audit Fees		
	0.13	(0.17)

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SITI GLOBAL PRIVATE LIMITED**Summary of significant accounting policies and other explanatory information for the year ended Mar 31, 2019****15 Revenue from operations**

	Year ended March 31, 2019	Year ended March 31, 2018
	` millions	` millions
Sale of services		
Subscription income	19.91	21.34
Carriage income	-	0.12
Activation and Set top boxes pairing charges	0.88	-
Other networking and management income	3.45	-
	24.24	21.46

16 Employee benefits expense

	Year ended March 31, 2019	Year ended March 31, 2018
	` millions	` millions
Salaries, allowances and bonus	4.46	3.09
Contributions to provident and other funds	0.32	0.22
Staff welfare expenses	0.13	0.12
	4.91	3.43

17 Finance costs

	Year ended March 31, 2019	Year ended March 31, 2018
	` millions	` millions
Bank charges	0.02	0.00
	0.02	0.00

18 Depreciation and amortisation expenses

	Year ended March 31, 2019	Year ended March 31, 2018
	` millions	` millions
Depreciation of tangible assets (Refer note 12)	6.04	6.26
Amortisation of intangible assets (Refer note 13)	-	-
	6.04	6.26

SITI GLOBAL PRIVATE LIMITED**Summary of significant accounting policies and other explanatory information for the year ended Mar 31, 2019****19 Other expenses**

	Year ended March 31, 2019	Year ended March 31, 2018
	` millions	` millions
Rent	0.35	0.35
Rates and taxes	0.07	0.03
Communication expenses	0.10	0.10
Repairs and maintenance		
- Network	0.07	0.29
- Building	-	-
- Others	0.09	0.13
Electricity and water charges	0.27	0.26
Legal, professional and consultancy charges	0.21	0.16
Printing and stationery	0.02	0.03
Security charges	0.28	0.26
Travelling and conveyance expenses	0.07	0.04
Auditors' remuneration*	-	-
Vehicle expenses	-	-
Insurance expenses	0.06	0.06
Provision for doubtful debts**	-	-
Provision for doubtful advances	-	-
Advertisement and publicity expenses	-	-
Commission charges and incentives	1.80	-
Bad debts	-	-
Program production expenses	-	-
Other operational cost	7.70	4.59
Business and sales promotion	-	-
Exchange fluctuation loss (net)	-	-
Miscellaneous expenses	2.57	0.12
	13.67	6.38

SITI GLOBAL PRIVATE LIMITED**Summary of significant accounting policies and other explanatory information for the year ended Mar 31, 2019****20 Earnings per share**

	Year ended March 31, 2019	Year ended March 31, 2018
	` millions	` millions
Loss attributable to equity shareholders	(3.80)	(0.01)
Number of weighted average equity shares		
Basic	10000	10000
Diluted	10000	10000
Effect of dilutive potential equity shares~		
Employee stock options		-
Warrants		-
Optionally fully convertible debentures		-
Nominal value of per equity share (`)	10	10
Loss per share fter tax (`)		
Basic	(380.01)	(0.81)
Diluted	(380.01)	(0.81)

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

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NOTE –1: SIGNIFICANT ACCOUNTING POLICIES FOR THE YEAR ENDING 31st MARCH, 2019

1.1 CORPORATE INFORMATION:

Siti Global Private Limited (hereinafter referred to as the ‘Company’) is engaged in the business of providing cable TV services to the end consumers.

1.2 BASIS OF PREPARATION:

The financial statements of the Company have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015.

For all periods up to and including the year ended 31 March 2019, the Company prepared its financial statements in accordance accounting standards notified under the section 133 of the Companies Act 2013, read together with paragraph 7 of the Companies (Accounts) Rules, 2014 (Indian GAAP).

These financial statements are the first financial statements of the Company under Ind AS.

The accounting policies have been consistently applied by the Company.

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

1.3 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.

1.4 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. Service income is recognized as per the terms of contracts with customers when the related services are performed, or the agreed milestones are achieved.

1.5 RECOGNITION OF INCOME AND EXPENSE:

Items of income and expenditure are recognized on accrual basis.

1.6 PLANT, PROPERTY AND EQUIPMENT:

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

Depreciation / amortization on plant, properties and equipments is provided at rates computed on the basis of useful life of assets as specified in Schedule II of the Companies Act, 2013 except in case of intangible assets and leasehold improvements on which depreciation is provided at rate as mentioned below which in view of the management represents the useful life of assets. Assets costing less than Rs 5,000 each, are depreciated in full excluding residual value as per Schedule II, in year of purchase.

Asset categoryRate of depreciation/ amortization

Intangible assets	Straight Line Method
Leasehold improvements	Over the lease term or useful life whichever is lower

1.7 INVESTMENTS:

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

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

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

1.8 INVENTORIES:

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

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

1.9 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.

Deferred tax is measured based on the tax rates and the tax laws enacted or substantively enacted at the reporting date. Deferred tax liabilities are recognized for all taxable timing differences. Deferred tax assets are recognized only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized. In situations where the Group has unabsorbed depreciation or carry forward tax losses, all deferred tax assets are recognized only if there is virtual certainty supported by convincing evidence that they can be realized against future taxable profits.

1.10 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.

1.11 PROVISIONS, CONTINGENT ASSETS AND CONTINGENT LIABILITIES:

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

Contingent liability is disclosed for:

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

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

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

1.12 REVENUE RECOGNITION:

The Company has adopted Ind As 115 with effect from 01 April 2018 and accordingly these financial results are prepared in accordance with recognition and measurement principals laid down in Ind AS 115 “Revenue from Contracts with Customers”. The Impact of the recognition of activation revenue over the initial contract period under Ind AS 115 in consolidated financial result has led to the following impact

Particulars	Year ended 31.03.2019		Quarter ended 31.03.2019	
	Amount as per Ind AS 115	Amount as per Ind AS 18	Amount as per Ind AS 115	Amount as per Ind AS 18
Revenue from operations (including activation, subscription, advertisement and other revenue from operation)	242.45	233.62	34.50	34.50

Further under the modified retrospective approach, the following adjustments are made to the retained earnings as at April 01, 2018 pursuant to adoption of INDAS 115.

Particulars	Amount
Other Equity	0

1.13 Appendix C, Uncertainty over Income Tax Treatment to Ind AS 12, Income Taxes:

The Appendix clarifies how to apply the recognition and measurement principles while recognizing current tax, deferred tax, taxable profits (losses), tax bases, unused tax losses, unused tax credits and tax rates when there is uncertainty over tax treatments under Ind AS 12. As per the Appendix, the Company needs to assess whether it is probable that a tax authority will accept an uncertain tax treatment used or a treatment which is being proposed to be used in its income tax filings.

In view of the management, the impact of the Appendix on the Financial Statements, as assessed by the Company, is expected to be not material.

1.14 Amendment to Ind AS 12, Income Taxes:

The amendment clarifies that an entity shall recognize income tax consequences of dividends in profit or loss, other comprehensive income or equity according to where the entity originally recognised those past transactions or events. The Company will apply these amendments for annual reporting periods beginning on or after April 01, 2019. In view of the management, the impact on the Financial Statements, as assessed by the Company, is expected to be not material.

1.15 Ind AS 116, Leases:

Ind AS 116 supersedes Ind AS 17, Leases. Under Ind AS 116, a lessee will recognise a liability to make lease payments (i.e., the lease liability) and an asset representing the right to use the underlying asset during the lease term (i.e., the right of use asset) at the commencement date of lease. Lessees will be required to separately recognise interest expense on the lease liability and depreciation expense on the right of use asset. Lessor accounting under Ind AS 116 remains substantially unchanged from accounting under Ind AS 17. Ind AS 116 is effective for annual periods beginning on or after April 01, 2019. The Company is evaluating the requirements of the standard and its effect on the financial statements.

NOTE – 2: EXPLANATORY/ CLARIFICATORY NOTES:

- 2.1 No dividend has been proposed by the Directors of the Company due to nominal profits of the company.
- 2.2 Balances of sundry creditors and debtors are subject to confirmation from the respective parties.
- 2.3 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.
- 2.4 **Auditors Remuneration:2018-19**

<u>SL. NO.</u>	<u>PARTICULARS</u>	<u>F/Y 2018-19</u>	<u>F/Y 2017-18</u>
1.	AUDIT FEES (EXCLUSIVE OF GST)	Rs.60,000/-	Rs. 60,000/-

2.5 **RELATED PARTY DISCLOSURES:-**

Names of related parties:

Siti Networks Limited	Holding Company
Indian Cable Net Company Limited	Subsidiary Company
Siti Maurya Cable Net Private Limited	Subsidiary Company
Indinet Service Private Limited	Subsidiary Company
Axom Communications & Cable Private Limited	Subsidiary Company
Master Channel Community Network Private Limited	Subsidiary Company
Siti Vision Digital Media Private Limited	Subsidiary Company
Siti Guntur Digital Network Private Limited	Subsidiary Company
Siti Siri Digital Network Private Limited	Subsidiary Company
SITI Godaari Digital Services Private Limited (formerly known as Bargachh Digital Communication Network Private Limited)	Subsidiary Company
Siti Sagar Digital Cable Network Private Limited (formerly known as Panchsheel Digital Communication Network Private Limited)	Subsidiary Company

Siti Global Private Limited	Subsidiary Company
Siti Broadband Services Private Limited	Subsidiary Company
Siti Prime Uttaranchal Communication Private Limited	Subsidiary Company
Siti Saistar Digital Media Private Limited (formerly known as SaistarDigitalmedia Private Limited)	Subsidiary Company
Variety Entertainment Private Limited	Subsidiary Company
Central Bombay Cable Network Limited	Subsidiary Company
Siti Cable Broadband South Limited	Subsidiary Company
Wire and Wireless Tisai Satellite Limited	Joint Venture
Siti Jind Digital Media Communications Private Limited	Subsidiary Company
Siti Jai MaaDurgee Communications Private Limited	Subsidiary Company
Siti Karnal Digital Media Network Private Limited	Subsidiary Company
Siti Krishna Digital Media Private Limited	Subsidiary Company
Siti Jony Digital Cable Network Private Limited	Subsidiary Company
Siti Faction Digital Private Limited	Subsidiary Company
Voice Snap Services Private Limited	Associate Company (w.e.f. 19.09.2016)
C&S Medianet Private Limited	Associate Company (w.e.f. 01.11.2018)
Siti Networks India LLP	Subsidiary (w.e.f. 07.05.2018)
Siti Bhatia Network Entertainment Private Limited	Subsidiary (till 14 June 2018)
Siti Chattisgarh Multimedia Private Limited	Associate Company (till 14 June 2018)

Other Related Parties:

Mr. Sanjay Arya - Director
Mr. Sanjay Kundra - Director

2.6 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	Sale of goods and services	Purchase of goods and services	Amount owed by related parties	Amount owed to related parties
Holding Company					
Siti Networks Limited	March 31, 2019	14,40,072/-	4,997,733/-	-	54,514,656/-
	March 31, 2018		11,174,577/-	-	62,392,588/-

2.7 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-2019	31-March-2018
Profit/(Loss) after Tax	(38,00,064.29)	(8100.31)
Number of Equity Shares	10,000	10,000
Nominal Value of Equity Shares	10	10
Basics Earnings per Share	(380.01)	(0.81)

2.8 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

**For AAA M & CO.,
CHARTERED ACCOUNTANTS
FRN: 08113C**

**For & on Behalf of the Board of Directors of
SITI GLOBAL PRIVATE LIMITED**

Sd

Sd

**(CA RAHUL GUPTA, FCA)
PARTNER
M.No.419625**

**MR. SANJAY ARYA
DIRECTOR
DIN No.07197362**

**MR. SANJAY KUNDRA
DIRECTOR
DIN No.08007923**

Date: 21/05/2019

Place: NOIDA