

INDEPENDENT AUDITOR'S REPORT

TO THE BOARD OF DIRECTORS OF SKYNET CABLE NETWORK PRIVATE LIMITED

Report on the Ind AS Financial Statements

We have audited the accompanying Ind AS financial statements of **SKYNET CABLE NETWORK PRIVATE LIMITED** ("the Company"), which comprise the Balance Sheet as at 31st March, 2017, and the Statement of Profit and Loss (including Other Comprehensive Income), the Cash Flow Statement and the Statement of Changes in Equity for the year ended 31st March, 2017, and a summary of the significant accounting policies and other explanatory information.

Management's Responsibility for the Ind AS Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these Ind AS financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) prescribed 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 Ind AS financial statements that give a true and fair view and are free from material mis-statement, whether due to fraud or error.

Auditor's Responsibility

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

In conducting our audit, we have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

We conducted our audit of the Ind AS financial statements in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with



ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Ind AS financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Ind AS financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Ind AS financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the Ind AS 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 Ind AS financial statements.

We believe that the audit evidence obtained by us, is sufficient and appropriate to provide a basis for our audit opinion on the Ind AS financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Ind AS financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31 March, 2017, and its profit/loss, total comprehensive income/ loss, its cash flows and the changes in equity for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by Section 143(3) of the Act, based on our audit, we report that:

- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books
- c) The Balance Sheet, the Statement of Profit and Loss including Other Comprehensive Income, the Cash Flow Statement and Statement of Changes in Equity dealt with by this Report are in agreement with the books of account.
- d) In our opinion, the aforesaid Ind AS financial statements comply with the Indian Accounting Standards prescribed under section 133 of the Act.
- e) On the basis of the written representations received from the directors as on 31 March, 2017 taken on record by the Board of Directors, none of the directors is disqualified as on 31 March, 2017 from being appointed as a director in terms of Section 164(2) of the Act.
- f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in



"Annexure A". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.

- 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 has disclosed the impact of pending litigations on its financial position in its Ind AS financial statements.
 - 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.
 - iv. The Company has provided requisite disclosures in the Ind AS financial statements as regards its holding and dealings in Specified Bank Notes as defined in the Notification S.O. 3407(E) dated the 8 November, 2016 of the Ministry of Finance, during the period from 8 November 2016 to 30 December 2016; Based on audit procedures performed and the representations provided to us by the management we report that the disclosures are in accordance with the books of account maintained by the Company and as produced to us by the Management.
2. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "Annexure B" a statement on the matters specified in paragraphs 3 and 4 of the Order.

For Mittal Nirbhay & Co
Chartered Accountants
(Firm's Registration No. 013097C)

Kamal Kumar
Partner
(Membership No. 502549)



NEW DELHI

Date:

Mittal Nirbhay & Company

Chartered Accountants
36, 2nd Floor, Gola Market
Behind Golcha Cinema, Daryanganj
New Delhi – 110002
Mob- 9899729200

INDEPENDENT AUDITOR'S REPORT TO THE BOARD OF DIRECTORS OF SKYNET CABLE NETWORK PRIVATE LIMITED

1. We have audited the accompanying Statement of Financial Results of **SKYNET CABLE NETWORK PRIVATE LIMITED** ("the Company"), for the year ended 31/03/2017 ("the Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016.

This Statement, which is the responsibility of the Company's Management and approved by the Board of Directors, has been compiled from the related Ind AS financial statements which has been prepared in accordance with the Indian Accounting Standards prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder ('Ind AS') and other accounting principles generally accepted in India. Our responsibility is to express an opinion on the Statement based on our audit of such financial statements.

2. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Statement is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the Statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Management, as well as evaluating the overall presentation of the Statement.


We believe that the audit evidence obtained by us, is sufficient and appropriate to provide a basis for our audit opinion.



3. In our opinion and to the best of our information and according to the explanations given to us, the Statement:

- (i) is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016; and
- (ii) gives a true and fair view in conformity with the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India of the net profit/loss and Total comprehensive income / loss and other financial information of the Company for the year ended 31/03/2017.

For Mittal Nirbhay & Co
Chartered Accountants
(Firm's Registration No. 613097C)



Kamal Kumar
Partner
(Membership No. 502549)

The signature is a large, stylized blue ink scribble that overlaps the text and the circular stamp below it.

New Delhi
Date:

ANNEXURE "A" TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 1(f) under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

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

We have audited the internal financial controls over financial reporting of **SKYNET CABLE NETWORK PRIVATE LIMITED** ("the Company") as of 31 March, 2017 In conjunction with our audit of the Ind AS financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditor's Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by the Institute of Chartered Accountants of India and the Standards on Auditing prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained a basis for our audit opinion on the Company's internal financial controls system over financial reporting.



Meaning of Internal Financial Controls Over Financial Reporting

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

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

Opinion

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March, 2017, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For Mittal Nirbhay & Co
Chartered Accountants
(Firm's Registration No.013097C)



The stamp is circular with the text 'M. No. 502549 NEW DELHI' in the center. The outer ring of the stamp contains the text 'INSTITUTE OF CHARTERED ACCOUNTANTS OF INDIA'. The signature is written in blue ink over the stamp.

Kamal Kumar
Partner

(Membership No. 502549)

New Delhi
Date:

SKYNET CABLE NETWORK PRIVATE LIMITED
U74140DL2011PTC228312
BALANCE SHEET AS AT 31 MARCH, 2017

Particulars	Note No.	As at 31.03.2017 (Rs. '000)	As at 31.03.2016 (Rs. '000)	As at 01.04.2015 (Rs. '000)
A. ASSETS				
1. Non-current assets				
Fixed Assets				
(a) Property, Plant and Equipment	3	4,358.51	5,389.78	6,421.04
(b) Deferred tax assets	14	853.94	1,049.13	1,244.31
(c) Other non-current assets	4	8,078.51	9,211.03	10,343.55
		<u>13,290.96</u>	<u>15,649.94</u>	<u>18,008.90</u>
2. Current assets				
(a) Financial Assets				
(i) Cash and cash equivalents	5	11.27	6.02	6.02
(b) Other current assets	6	1,608.38	1,601.98	1,602.05
		<u>1,619.65</u>	<u>1,608.00</u>	<u>1,608.07</u>
TOTAL ASSETS		<u>14,910.61</u>	<u>17,257.94</u>	<u>19,616.97</u>
B. EQUITY AND LIABILITIES				
Equity				
(a) Equity Share capital	7	8,150.00	8,150.00	8,150.00
(b) Other Equity		(5,370.77)	(4,576.01)	(3,857.76)
		<u>2,779.23</u>	<u>3,573.99</u>	<u>4,292.24</u>
Liabilities				
1. Non-current liabilities				
(a) Other non-current liabilities	8	5,725.74	7,422.25	9,118.77
Total non-current liabilities		<u>5,725.74</u>	<u>7,422.25</u>	<u>9,118.77</u>
1. Current liabilities				
(a) Financial Liabilities				
(i) Trade payables	9	3,407.99	3,407.99	3,407.99
(b) Other current liabilities	10	2,997.65	2,853.71	2,797.97
Total current liabilities		<u>6,405.64</u>	<u>6,261.70</u>	<u>6,205.96</u>
Total Liabilities		<u>12,131.38</u>	<u>13,683.95</u>	<u>15,324.73</u>
TOTAL EQUITY AND LIABILITIES		<u>14,910.61</u>	<u>17,257.94</u>	<u>19,616.97</u>

See accompanying notes forming part of the financial statements

As per our report of same date attached
For Mittal Nirbhay & Company
PRN No. 013997C
Chartered Accountants

Kamal Kumar
Proprietor
Membership No. 2582549

Place: New Delhi
Dated:

For and on behalf of the Board of Directors of
SKYNET CABLE NETWORK PRIVATE LIMITED

Director: Kunal Verma
DIN No: 06366347

Place: New Delhi
Dated:

Director: Amit Singh
DIN No: 07537898

Place: New Delhi
Dated:

SKYNET CABLE NETWORK PRIVATE LIMITED

U74140DL2011PTC228312

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31 MAR. 2017

Particulars	Note No	For the year ended	
		31.03.2017 (Rs. '000)	31.03.2016 (Rs. '000)
1 REVENUE			
(a) Revenue from operations	11	1,696.52	1,696.52
(b) Other income	12	3.00	-
2 TOTAL INCOME		1,699.52	1,696.52
3 EXPENSES			
(a) Depreciation and amortisation expense	3	1,031.20	1,031.20
(b) Other expenses	13	1,267.83	1,188.32
4 TOTAL EXPENSES		2,299.09	2,219.58
5 PROFIT/(LOSS) BEFORE TAX (2-4)		(599.57)	(523.06)
6 TAX EXPENSE			
(a) Current tax expense	14	-	-
(a) Deferred tax	4	195.19	195.19
NET TAX EXPENSE		195.19	195.19
7 PROFIT / (LOSS) AFTER TAX (5-6)		(794.76)	(718.25)
8 Other Comprehensive Income			
(i) Items that will not be reclassified to Profit/(Loss)			
- Remeasurements of the defined benefit obligation		-	-
- Deferred Tax on Remeasurements of the defined benefit obligation		-	-
Total other comprehensive income		-	-
9 Total Comprehensive Income for the period (7+8)		(794.76)	(718.25)
10 Earnings per equity share	17		
(Face value of Rs. 10 per share)			
Basic (Rs. per share)		-0.98	-0.88
Diluted (Rs. per share)		-0.98	-0.88

See accompanying notes forming part of the financial statements

As per our report of even date attached
For Mittal Nirbhay & Company
FRN No. 013097C
Chartered Accountants

Kamal Kumar
Proprietor
Membership No. : 502549

Place: New Delhi
Dated:

For and on behalf of the Board of Directors of
SKYNET CABLE NETWORK PRIVATE LIMITED

Director: Kunal Verma
DIN No: 06366347

Place: New Delhi
Dated:

Director : Amit Singh
DIN No: 07537898

Place: New Delhi
Dated:

SKYNET CABLE NETWORK PRIVATE LIMITED
U74140DL2011PTC228312
Statement of Change in Equity for the Year ended March 31, 2017

A. Equity Share Capital

For the Year Ended 31st March, 2017

(Rs. '000)		
Balance as at 01st April, 2016	Changes in equity share capital during the year	Balance as at 31st March, 2017
8,150.00	-	8,150.00

For the Year Ended 31st March, 2016

(Rs. '000)		
Balance as at 01st April, 2015	Changes in equity share capital during the year	Balance as at 31st March, 2016
8,150.00	-	8,150.00

B. Other Equity

(Rs. '000)

Particulars	Reserves and Surplus			Other comprehensive income	Total
	Securities premium	General reserve	Retained earnings	Actuarial Gain / (Loss)	
Balance at the beginning of April 1, 2016	-	-	(4,576.01)	-	(4,576.01)
Premium on shares issued during the year	-	-	-	-	-
P&L Ind. AS	-	-	-	-	-
Share issue costs	-	-	-	-	-
ESOP compensation expense	-	-	-	-	-
Equity instruments of other entity	-	-	(794.76)	-	(794.76)
Total comprehensive income for the year	-	-	-	-	-
Transfer to retained earnings	-	-	-	-	-
Redemption of Preference shares-CRR	-	-	-	-	-
Balance at the end of March 31, 2017	-	-	(5,370.77)	-	(5,370.77)

Statement of Change in Equity for the Year ended March 31, 2016

(Rs. '000)

Particulars	Reserves and Surplus			Other comprehensive income	Total
	Securities premium	General reserve	Retained earnings	Actuarial Gain / (Loss)	
Balance at the beginning of April 1, 2015	-	-	(3,857.76)	-	(3,857.76)
Premium on shares issued during the year	-	-	-	-	-
Share issue costs	-	-	-	-	-
ESOP compensation expense	-	-	-	-	-
Equity instruments of other entity	-	-	(718.25)	-	(718.25)
Total comprehensive income for the year	-	-	-	-	-
Transfer to retained earnings	-	-	-	-	-
Redemption of Preference shares-CRR	-	-	-	-	-
Balance at the end of March 31, 2016	-	-	(4,576.01)	-	(4,576.01)

See accompanying notes forming part of the financial statements

As per our report of even date attached
For Mittal Nirbhay & Company
FRN No. 013097C
Chartered Accountants

Kamal Kumar
Proprietor
Membership No. : 502549

Place: New Delhi
Dated:

For and on behalf of the Board of Directors of
SKYNET CABLE NETWORK PRIVATE LIMITED

Kunal Verma
Director: Kunal Verma
DIN No: 06366347

Place: New Delhi
Dated:

Amit Singh
Director : Amit Singh
DIN No: 07537898

Place: New Delhi
Dated:



SKYNET CABLE NETWORK PRIVATE LIMITED
U74140DL2011PTC228312
STATEMENT CASH FLOW FOR THE YEAR ENDED MARCH 31, 2017

	For the Year Ended March 31, 2017 (Rs. '000)	For the Year Ended March 31, 2016 (Rs. '000)
A CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit/(Loss) before tax	(599.57)	(523.06)
Adjustments for:		
Depreciation and amortisation expense	1,031.26	1,031.26
Liabilities/ excess provisions written back (net)	(3.00)	-
Interest income or Income tax refund	(4.69)	-
Operating profit before working capital changes	424.00	508.20
Changes in working capital:		
<u>Adjustments for (increase)/ decrease in operating assets:</u>		
Other current non- financial assets	(6.40)	0.07
<u>Adjustments for increase / (decrease) in operating liabilities:</u>		
Current non-financial Liabilities	143.94	55.73
Trade Payable	3.00	-
Cash generated from operations	0.55	(0.00)
Taxes paid / (received)	4.69	-
Net Cash from Operating Activities	5.24	(0.00)
B CASH FLOW FROM INVESTING ACTIVITIES		
Net Cash used in Investing Activities	0.00	0.00
C CASH FLOW FROM FINANCING ACTIVITIES		
Net Cash from Financing Activities	-	-
Net Increase/(Decrease) in Cash and Cash Equivalents	5.25	0.00
Cash and Cash Equivalents at the beginning of the period	6.02	6.02
Cash and Cash Equivalents at the end of the period	11.27	6.02
Cash and Cash Equivalents at the end of the period comprise of:		
Cash on Hand	-	-
Balances with Banks in Current Accounts	11.27	6.02
	11.27	6.02

Note : The above Cash Flow Statement has been prepared under the indirect method set out in IND AS - 07 "Statement of Cash Flow" issued by the Central Government under Indian Accounting Standards (Ind AS) notified under section 133 of the Companies Act, 2013 (Companies Indian Accounting Standard Rules, 2015)

As per our report of even date attached
For Mittal Nirbhay & Company
FRN No. 013097C
Chartered Accountants

Kamal Kumar
Proprietor
Membership No. : 502549

Place: New Delhi
Dated:

For and on behalf of the Board of Directors of
SKYNET CABLE NETWORK PRIVATE LIMITED


Director: Kunal Verma
DIN No: 06366347

Place: New Delhi
Dated:


Director : Amit Singh
DIN No: 07537898

Place: New Delhi
Dated:



SKYNET CABLE NETWORK PRIVATE LIMITED
U74140DL2011PTC228312
NOTES TO THE FINANCIAL STATEMENTS

First-time Ind AS adoption reconciliations

a) Effect of Ind AS adoption on the balance sheet as at 31 March, 2016 and 1 April, 2015

(Rs. '000)

Particulars	As at 31 March, 2016 (End of last period presented under previous GAAP)			As at 1 April, 2015 (Date of transition)		
	Previous GAAP**	Effect of Transition to Ind AS	As per Ind AS	Previous GAAP**	Effect of Transition to Ind AS	As per Ind AS
A. ASSETS						
1. Non-current assets						
(a) Property, plant and equipment	5,700.70	-	5,700.70	5,471.04	-	5,471.04
(b) Deferred tax assets	-	1,049.13	1,049.13	(0.01)	1,244.32	1,244.31
(c) Other non-current assets	4,256.25	4,954.78	9,211.03	4,256.25	6,087.30	10,343.55
	9,646.03	6,003.91	15,649.94	10,677.28	7,331.62	18,008.90
2. Current assets						
(a) Financial Assets						
(i) Cash and cash equivalents	6.02	-	6.02	6.02	-	6.02
(ii) Other financial assets	-	-	-	-	-	-
(b) Other current assets	469.46	1,132.52	1,601.98	469.53	1,132.52	1,602.05
	475.48	1,132.52	1,608.00	475.55	1,132.52	1,608.07
TOTAL Assets	10,121.51	7,136.43	17,257.94	11,152.83	8,464.14	19,616.97
B. EQUITY AND LIABILITIES						
Equity						
(a) Equity share capital	8,150.00	-	8,150.00	8,150.00	-	8,150.00
(b) Other Equity	(2,593.67)	(1,982.34)	(4,576.01)	(1,506.61)	(2,351.15)	(3,857.76)
	5,556.33	(1,982.34)	3,573.99	6,643.39	(2,351.15)	4,292.24
1. Non-current liabilities						
(a) Other non-financial liabilities	-	7,422.25	7,422.25	(0.00)	9,118.77	9,118.77
	-	7,422.25	7,422.25	(0.00)	9,118.77	9,118.77
2. Current liabilities						
(a) Financial Liabilities						
(i) Trade payables	-	-	-	-	-	-
i. total outstanding dues to creditors other than micro enterprises and small enterprises	3,407.99	-	3,407.99	3,407.99	-	3,407.99
(b) Other non-financial liabilities	1,157.19	1,696.52	2,853.71	1,101.45	1,696.52	2,797.97
	4,565.18	1,696.52	6,261.70	4,509.44	1,696.52	6,205.96
	10,121.51	7,136.43	17,257.94	11,152.83	8,464.14	19,616.97

Notes

Explanation for Reconciliation of Statement of Profit & Loss as previously reported under I Gaap to Ind As.

a. Deferralment of Activation Revenue

Activation fees received from customer has been deferred and amortised over the customer relationship period. The deferred revenue has been considered as other Non financial liabilities.

b. Deferred Tax

Deferralment of activation revenue / cost has resulted in creation of Deferred Tax Assets / Liabilities , hence accordingly deferred tax assets / Liabilities has been recognised on the amount deferred.

c. Other Equity

1 Adjustments to Retained earnings and Other Comprehensive income has

* Figure as per previous I GAAP has been regrouped in line with the reclassification requirement of IND As and has not been considered in "Effect of Transition to Ind AS" due to Ind As.



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SKYNET CABLE NETWORK PRIVATE LIMITED
U74140DL2011PTC228312
NOTES TO THE FINANCIAL STATEMENTS

These financial statements, for the year ended 31 March 2017, are the first the Company has prepared in accordance with Ind-AS. For periods up to and including the year ended 31 March 2016, the Company prepared its financial statements in accordance with statutory reporting requirement in India immediately before adopting Ind AS ('previous GAAP').

Accordingly, the Company has prepared financial statements which comply with Ind-AS applicable for periods ending on or after 31 March 2017, together with the comparative period data as at and for the year ended 31 March 2016, as described in the summary of significant accounting policies. In preparing these financial statements, the Company's opening balance sheet was prepared as at 1 April 2015, the Company's date of transition to Ind-AS. This note explains the principal adjustments made by the Company in restating its Indian GAAP financial statements, including the balance sheet as at 1 April 2015 and the financial statements as at and for the year ended 31 March 2016.

Exemptions applied

Ind AS 101 allows first-time adopters certain exemptions from the retrospective application of certain requirements under Ind AS. The Company has applied the following exemptions :

1. Ind AS 103 Business Combinations :

2. The Company has not applied Ind AS 21 retrospectively to fair value adjustments and goodwill from business combinations that occurred before the date of transition to Ind AS. Such fair value adjustments and goodwill are treated as assets and liabilities of the Company rather than as assets and liabilities of the acquiree. Therefore, those assets and liabilities are already expressed in the functional currency of the Company or are non-monetary foreign currency items and no further translation differences occur.

Deemed cost for Property Plant and Equipment and intangible assets:

A.1 Effect of Ind AS adoption for Balance Sheet

The effect of the company's transition to IND AS is summarized in this note as follows:

- (i) Transition elections;
- (ii) Reconciliation of equity and Statement of Profit and Loss as previously reported under Indian GAAP to IND AS;
- (iii) Adjustments to the statement of cash flows.

(i) Transition elections

The company has applied the following transition exceptions and exemptions to full retrospective application of Ind AS:

Particulars	Remarks
1. Deemed cost for Property Plant and Equipment and intangible assets:	Refer Note 3

Note : IND AS 101 does not explicitly require a summary of the transition exemptions and elections that an entity applies, but providing this information is common. It is a matter of preference whether a discussion of the nature and effect of these exemptions and exceptions is included here or, as illustrated below, forms part of the reconciliations of equity and comprehensive income, or elsewhere.

b) Reconciliation of total equity as at 31 March, 2016 and 1 April, 2015

Particulars	(Rs. '000)	
	As at 01/04/2015	As at 31/3/2016
Total equity (shareholders' funds) as reported under previous GAAP	6,643.39	5,556.33
Effect of activation revenue / cost being deferred and amortised over customer relationship period	(3,595.47)	(3,031.47)
Deferred tax adjustment on above items	1,244.32	1,049.13
Total adjustments to equity	(2,351.15)	(1,982.34)
Equity as reported under IND AS	4,292.24	3,573.99



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c) Effect of Ind AS adoption on the statement of profit and loss for the year ended 31 March, 2016

(Rs. '000)

Particulars	Year ended 31 March, 2016 (Latest period presented under previous GAAP)		
	Previous GAAP	Effect of Transition to Ind AS *	Ind AS
1. Revenue			
(a) Revenue from operations	0.00	1,696.52	1,696.52
(b) Other income	-	-	-
2. Total revenue	0.00	1,696.52	1,696.52
3. Expenses			
(a) Content cost	-	-	-
(b) Employee benefits expense	-	-	-
(c) Finance costs	-	-	-
(d) Depreciation and amortisation expense	1,031.26	-	1,031.26
(e) Other expenses	55.80	1,132.52	1,188.32
4. Total expenses	1,087.06	1,132.52	2,219.58
5. Profit/ (Loss) before exceptional items and tax expense (2-4)	(1,087.05)	563.99	(523.06)
6. Exceptional items	-	-	-
7. Profit/ (Loss) before tax (5-6)	(1,087.05)	563.99	(523.06)
8. Tax expense			
(a) Deferred tax	0.00	195.19	195.19
	0.00	195.19	195.19
9. Profit/(Loss) after tax (7-8)	(1,087.06)	368.81	(718.25)
10. Other Comprehensive Income/(Loss)			
(i) Items that will not be reclassified to Profit and Loss	-	-	-
(ii) Income tax relating to items that will not be reclassified to Profit and Loss - Defined benefit obligation	-	-	-
11. Total other comprehensive income/(Loss)	-	-	-
12. Total comprehensive Income /(loss) for the year (9+11)	(1,087.06)	368.81	(718.25)

* Figure as per previous I GAAP has been regrouped in line with the reclassification requirement of IND As and has not been considered in "Effect of Transition to Ind AS" due to Ind As.

d) Reconciliation of total comprehensive income for the year ended 31 March, 2016

(Rs. '000)

Particulars	Year ended 31.03.2016 (Latest period presented under previous GAAP)
Profit/(Loss) as per previous GAAP	(1,087.06)
Adjustments:	
Effect of activation revenue being deferred and amortised over customer relationship period	1,696.52
Effect of activation cost being deferred and amortised over customer relationship period	(1,132.52)
Deferred tax adjustment on above items	(195.19)
Total effect of transition to Ind AS	(718.25)
Other comprehensive income for the year (net of tax)	-
Total comprehensive income under Ind AS	(718.25)



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Notes

Explanation for Reconciliation of Statement of Profit & Loss as previously reported under I Gaap to Ind As.

a. Deferment of Activation Revenue / Cost

Activation fees received from customer / paid to vendor has been deferred and amortised over the customer relationship period.

b. Deferred Tax

Deferment of activation revenue / cost has resulted in creation of Deferred Tax Assets / Liabilities , hence accordingly deferred tax assets / Liabilities has been recognised on the amount deferred.

d) Reconciliation of Cash Flow Statement for the year ended 31 March, 2016

Particulars	Previous GAAP	Effect of transition to Ind AS	As per Ind AS balance sheet
Net Cash flows from operating activities	(0.00)	-	(0.00)
Net Cash flows from investing activities	0.00	-	0.00
Net Cash flows from financing activities	-	-	-
Net Increase(decrease) in cash and cash equivalents	0.00	-	0.00
Cash and Cash equivalents at the beginning of the year	6.02	-	6.02
Cash and Cash equivalents at the end of the year	6.02	-	6.02

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