

SITI GLOBAL PRIVATE LIMITED
Balance sheet as at March 31, 2018

	Note	As at March 31, 2018	As at March 31, 2017
ASSETS			
Non-current assets			
a) Property, plant and equipment	3	30.02	36.22
b) Capital work-in-progress			
c) Other intangible assets	4	0.04	-
d) Intangible assets under development			
e) Financial assets			
i) Trade receivables		-	-
ii) Investments		-	-
iii) Others		-	-
f) Other non-current assets			
		30.06	36.22
Current assets			
a) Inventories			
b) Financial assets			
i) Trade receivables	5	26.18	18.24
ii) Cash and cash equivalents	6	6.98	5.64
iii) Investments			
iv) Others	7	0.18	-
c) Other current assets	8	0.23	0.26
		33.56	24.15
Total assets		63.62	60.37
EQUITY AND LIABILITIES			
Equity			
a) Equity share capital	9 (a)	0.10	0.10
b) Other equity	9(b)	(6.91)	(6.90)
		(6.81)	(6.80)
LIABILITIES			
Non-current liabilities			
a) Financial liabilities			
i) Borrowings			
ii) Other financial liabilities			
b) Provisions			
c) Other non-current liabilities	10	0.39	0.86
		0.39	0.86
Current liabilities			
a) Financial liabilities			
i) Borrowings			
ii) Trade payables	11	65.57	61.71
iii) Other financial liabilities			
b) Provisions	12	4.64	4.00
c) Other current liabilities	13	(0.17)	0.60
		70.04	66.31
Total equity and liabilities		63.62	60.37

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 and on behalf of the Board of Directors of
SITI GLOBAL PRIVATE LIMITED

SD/-	SD/-
SANJAY KUNDRA	ASHOK CHOUKSEY
DIRECTOR	DIRECTOR
DIN No. 08007923	DIN No. 06635329

DATE : 08-05-2018
PLACE: NOIDA

SITI GLOBAL PRIVATE LIMITED

Statement of profit and loss for the year ended March 31, 2018

	Note	March 31, 2018	₹ in million March 31, 2017
Income			
Revenue from operations	14	21.46	22.55
Other income		-	-
Total income		21.46	22.55
Expenses			
Cost of materials consumed			
Purchase of traded goods			
Carriage sharing, pay channel and related costs		5.50	5.58
Employee benefits expense	15	3.43	2.86
Finance costs	16	0.00	0.00
Depreciation and amortisation of non-financial assets	17	6.26	6.23
Other expenses	18	6.38	7.91
Total expenses		21.58	22.57
Profit/(Loss) before exceptional item and tax		(0.12)	(0.03)
Exceptional item			-
Profit/(Loss) before tax		(0.12)	(0.03)
Tax expense			
Current tax		0.36	-
Tax Prior Period		0.00	(0.13)
Deferred Tax		(0.47)	(0.12)
Profit for the year		(0.01)	0.22
Other comprehensive income			
Items that will not be reclassified to profit or loss in subsequent periods			
Remeasurement of defined benefit liability			
Total comprehensive income		(0.01)	0.22
Earnings (loss) per share			
Basic (loss) per share	19	(0.81)	22.02
Diluted (loss) per share	19	(0.81)	22.02

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 and on behalf of the Board of Directors of
SITI GLOBAL PRIVATE LIMITED**

SD/-	SD/-
SANJAY KUNDRA	ASHOK CHOUKSEY
DIRECTOR	DIRECTOR
DIN No. 08007923	DIN No. 06635329

DATE : 08-05-2018
PLACE: NOIDA

SITI GLOBAL PRIVATE LIMITED

Cash flow statement for the year ended March 31, 2018

	₹ in million	
	March 31, 2018	March 31, 2017
A. CASH FLOW FROM OPERATING ACTIVITIES		
Profit/Loss before tax	(0.12)	(0.03)
Adjustment for:		
Depreciation and amortisation of non-financial assets	6.26	6.23
Exceptional item		
Operating profit before working capital changes	6.14	6.20
Adjustments for changes in:		
Increase in trade receivables	(7.94)	(12.74)
(Increase)/decrease in other financial assets	(0.18)	
(Increase)/decrease in other current and non-current assets	(0.04)	0.02
(Increase)/decrease in inventories		
(Decrease)/increase in other financial liabilities	(0.18)	
Increase in employee benefit obligations		
Increase in other current and non-current liabilities	(0.47)	
Increase/(decrease) in trade payables	3.87	10.25
Cash (used in)/generated from operations	1.21	3.73
Income taxes paid	(0.23)	(0.12)
Net cash flow (used in)/generated from operating activities	1.44	3.85
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment and intangibles assets	(0.10)	
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	(0.10)	-
Net decrease in cash and cash equivalents	1.34	3.85
Cash and cash equivalents at beginning of the period	5.64	1.79
Cash and cash equivalents at close of the year	6.98	5.64

SITI GLOBAL PRIVATE LIMITED

Cash flow statement for the year ended

Notes :

a. Cash and cash equivalents include :

Cash on hand	0.31	1.88
Balances with banks - current accounts	6.66	3.76
Cheques and drafts in hand	-	-
Deposits with maturity of upto three months	-	-
	6.98	5.64

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

For and on behalf of the Board of Directors of
SITI GLOBAL PRIVATE LIMITED

SANJAY KUNDRA
DIRECTOR
DIN No. 08007923

ASHOK CHOUKSEY
DIRECTOR
DIN No. 06635329

DATE : 08-05-2018
PLACE: NOIDA

Siti Global Private Limited

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

3 Property, plant and equipment

	Buildings	Plant and equipment	Computers	Office equipment	Furniture and fixtures	Air conditioners	Studio equipment	Vehicles	Leasehold improvements	Set top boxes	IRD boxes	Total
												₹ in million
Gross carrying amount												
Balance as at April 01, 2016		1.53	0.22		0.28	0.03				47.59		49.65
Additions					0.01							0.01
Disposals												
Balance as at March 31, 2017	-	1.53	0.22	-	0.30	0.03	-	-	-	47.59	-	49.66
Gross carrying amount												
Balance as at March 31, 2017		1.53	0.22		0.30	0.03				47.59		49.66
Additions		0.03	0.02		0.01							0.06
Balance as at March 31, 2018	-	1.56	0.24	-	0.31	0.03	-	-	-	47.59	-	49.73
Accumulated depreciation												
Balance as at April 01, 2016		0.17	0.06		0.02	0.00				6.95		7.21
Charge for the year		0.19	0.07		0.03	0.01				5.93		6.23
Disposals												
Balance as at March 31, 2017	-	0.36	0.14	-	0.05	0.01	-	-	-	12.89	-	13.45
Accumulated depreciation												
Balance as at March 31, 2017		0.36	0.14		0.05	0.01				12.89		13.45
Charge for the year		0.19	0.08		0.03	0.01				5.95		6.26
Balance as at March 31, 2018	-	0.55	0.22	-	0.08	0.02	-	-	-	18.83	-	19.70
Net carrying amount as at April 01, 2016	-	1.37	0.16	-	0.26	0.02	-	-	-	40.63	-	42.44
Net carrying amount as at March 31, 2017	-	1.18	0.08	-	0.24	0.02	-	-	-	34.70	-	36.22
Net carrying amount as at March 31, 2018	-	1.01	0.02	-	0.22	0.01	-	-	-	28.75	-	30.02

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Siti Global Private Limited

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

4 Other intangible assets	₹ in million			
	Goodwill	Program, film and cable rights	Software	Total
Gross carrying amount				
Balance as at April 01, 2016				-
Additions				-
Balance as at March 31, 2017	-	-	-	-
Gross carrying amount				
Balance as at March 31, 2017				-
Additions			0.04	0.04
Balance as at March 31, 2018	-	-	0.04	0.04
Accumulated amortisation				
Balance as at April 01, 2016				-
Charge for the year				-
Balance as at March 31, 2017	-	-	-	-
Accumulated amortisation				
Balance as at March 31, 2017				-
Charge for the year			0.01	0.01
Balance as at March 31, 2018	-	-	0.01	0.01
Net carrying amount as at April 01, 2016	-	-	-	-
Net carrying amount as at March 31, 2017	-	-	-	-
Net carrying amount as at March 31, 2018	-	-	0.04	0.04

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Siti Global Private Limited

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

		As at	As at
		31-Mar-18	31-Mar-17
5	Trade receivables		
	Unsecured, considered good	26.18	18.24
	Unsecured, considered doubtful		
	Less: Allowance for expected credit losses		
		<u>26.18</u>	<u>18.24</u>
	Classified as:		
	Non-current trade receivables		
	Current trade receivables	26.18	18.24
		<u>26.18</u>	<u>18.24</u>
		As at	As at
		31-Mar-18	31-Mar-17
6	Cash and cash equivalents		
	Cash on hand	0.31	1.88
	Balances with banks		
	on current accounts	6.66	3.76
	Cheques and drafts on hand		
		6.98	5.64
	Other balances with banks		
		<u>6.98</u>	<u>5.64</u>
		As at	As at
		31-Mar-18	31-Mar-17
7	Others (current, financial assets)		
	Unsecured, considered good		
	Amounts recoverable	-	-
	Interest accrued and not due on fixed deposits	-	-
	Unbilled revenues		
	Other Advances (Fiber Lease- BSNL)	0.18	-
		<u>0.18</u>	<u>-</u>
		As at	As at
		31-Mar-18	31-Mar-17
8	Other current assets		
	Unsecured, considered good unless otherwise stated		
	Balances with Government authorities		
	Advance tax (TDS Receivable)	0.06	0.05
	Security deposits	0.10	0.10
	Prepaid expenses	0.02	0.02
	Preliminary Expenses W/off	0.05	0.10
	Amounts recoverable (considered good)		
	Amounts recoverable (considered doubtful)		
	Less : Impairment allowance		
		<u>0.23</u>	<u>0.26</u>

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

	₹ in million	
	As at 31-Mar-18	As at 31-Mar-17
9 (a) Equity share capital		
Authorised share capital		
10,000 (Previous year: 10,000) equity shares of ₹ 10 each	0.10	0.10
10,000 (Previous year: 10,000) equity shares of ₹ 10 each		
Total authorised capital	0.10	0.10
Issued share capital		
10,000 (Previous year: 10,000) equity shares of ₹ 10 each	0.10	0.10
Less:- Forfeited shares		
Total issued capital	0.10	0.10
Subscribed and fully paid up capital		
10,000 (Previous year: 10,000) equity shares of ₹ 10 each	0.10	0.10
Total paid up capital	0.10	0.10
	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:				
Balance at the end of the year	10,000	0.10	10,000	0.10

		As at March 31, 2018		As at March 31, 2017	
		No. of shares	% of holding	No. of shares	% of holding
		Equity shares			
Siti Networks Ltd	@	10	51.00%	5,100	51.00%
Global Network	@	10	49.00%	4,900	49.00%

₹ in million

	₹ in million	
	As at 31-Mar-18	As at 31-Mar-17
9(b) Other reserve		
Securities premium reserve	-	-
Retained earnings	(6.91)	(6.90)
General reserve	-	-
Other comprehensive Income	-	-
Foreign currency monetary item translation difference account (FCMITDA)	-	-
Employee shares based reserve	-	-

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

	As at 31-Mar-18	As at 31-Mar-17
10 Other (non-current, non-financial liabilities)		
Deferred tax Liability	0.39	0.86
	0.39	0.86
11 Trade payables		
- Total outstanding dues of micro enterprises and small enterprises; and		
- Total outstanding dues of creditors other than micro enterprises and small enterprises	65.57	61.71
	65.57	61.71
Dues to micro and small enterprises pursuant to section 22 of the Micro, Small and Medium Enterprises Development Act (MSMED), 2006	31-Mar-18	31-Mar-17
Principle amount remaining unpaid	-	-
Interest due thereon	-	-
Interest paid by the Company in terms of Section 16 of MSMED Act, 2006, along with the amount of the payment made to the suppliers and service providers beyond the appointed day during the period	-	-
Interest due and payable for the period of delay in making payment (which has been paid but beyond the appointed day during the year) but without adding the interest specified under MSMED Act, 2006	-	-
Interest accrued and remaining unpaid	-	-
Further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise for the purpose of disallowance as a deductible expenditure under section 23 of the MSMED Act, 2006	-	-
	-	-
The details of amounts outstanding to micro enterprises and small enterprises under the Micro, Small and Medium Enterprises Development Act (MSMED), 2006 are as per available information with the Company.		
12 Provisions (current)		
Provision for gratuity	4.64	4.00
Provision for compensated absences	-	-
Provision For Expenses Payable	4.64	4.00
	4.64	4.00
13 Other (current, non-financial liabilities)		
Deferred revenue	-	-
Statutory dues payable	(0.30)	0.52
Internal Vendor	0.13	0.05
Expenses Payable-Audit Fees	-	0.03
Advance from customers	-	-
	(0.17)	0.60

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

		₹ in million	
		31-Mar-18	31-Mar-17
14	Revenue from operations		
	Sale of services		
	Subscription income	21.34	20.17
	Advertisement income	-	1.39
	Carriage income	0.12	0.99
	Activation and Set top boxes pairing charges		
	Other operating revenue		
	Sale of traded goods*		
	Management charges and other networking income		
	Scrap sales		
		<u>21.46</u>	<u>22.55</u>
	*Details of sale of traded goods		
	Set top box (STB) and viewing cards (VC)		
	Stores and spares		
		-	-
15	Employee benefits expense	<u>31-Mar-18</u>	<u>31-Mar-17</u>
	Salaries, allowances and bonus	3.09	2.70
	Contributions to provident and other funds	0.22	0.09
	Staff welfare expenses	0.12	0.07
		<u>3.43</u>	<u>2.86</u>
16	Finance costs	<u>31-Mar-18</u>	<u>31-Mar-17</u>
	Interest expense for borrowings at amortised cost		
	Interest cost on discounting of financial instruments	-	-
	Bank charges	0.00	0.00
	Amortisation of ancillary borrowing costs		
		<u>0.00</u>	<u>0.00</u>
17	Depreciation and amortisation of non-financial assets	<u>31-Mar-18</u>	<u>31-Mar-17</u>
	Depreciation of property, plant and equipment	6.26	6.23
	Amortisation of intangible assets		
		<u>6.26</u>	<u>6.23</u>
18	Other expenses	<u>31-Mar-18</u>	<u>31-Mar-17</u>
	Rent	0.35	0.30
	Rates and taxes	0.03	0.08
	Communication expenses	0.10	0.09
	Repairs and maintenance		
	- Network	0.29	0.22
	- Buildings	-	-
	- Others	0.13	0.11
	Electricity and water charges	0.26	0.24
	Legal, professional and consultancy charges	0.10	0.08
	Printing and stationery	0.03	0.03
	Security charges	0.26	0.24
	Travelling and conveyance expenses	0.04	0.07
	Auditors' remuneration*	0.06	0.03
	Vehicle expenses	-	-
	Insurance expenses	0.06	0.03
	Provision for doubtful debts	-	-
	Provision for doubtful advances	-	-
	Advertisement and publicity expenses	-	-
	Commission charges and incentives	-	-
	Preliminary Expenses	0.05	0.05
	Rebate & Discount	-	0.00
	Program production expenses	-	0.27
	Other operational cost	4.59	5.90
	Business and sales promotion	-	0.09
	Exchange fluctuation loss (net)	-	-
	Net loss arising on financial assets designated as at fair value through profit or loss		
	Miscellaneous expenses	0.07	0.08
		<u>6.38</u>	<u>7.91</u>

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

		₹ in million	
		31-Mar-18	31-Mar-17
	* Auditors' remuneration as an auditor for other services (certifications) for reimbursement of expenses	0.06	0.03
		0.06	0.03
19	Earnings (loss) per share	31-Mar-18	31-Mar-17
	Loss attributable to equity shareholders	(0.01)	0.22
	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 (₹)	10	10
	Loss per share (₹)		
	Basic	(0.81)	22.02
	Diluted	(0.81)	22.02

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

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

21 The digitisation of cable networks has been implemented in Phase 1 and 2 cities starting from November 1, 2012 onwards and Phase 3 and 4 cities were to be digitised by January 31, 2017 and March 31, 2017 respectively, as per the extended timelines. Owing to the initial delays in implementation of DAS, all the Multi-System Operators (MSOs) are in transition from analogue regime to DAS and are in the process of implementation of revenue sharing contracts with the local cable operators (LCOs). Accordingly, the Company has invoiced certain LCO's and recognised subscription revenue based on certain estimates (net basis) derived from market trends and ongoing discussion with the LCOs. Management is of the view that the execution/implementation of such contracts will not have a significant impact on the

22 Fair value measurements

A. Financial instruments by category

	NOTES	₹ million	
		31-Mar-18	31-Mar-17
Amortised cost			
Financial assets			
Bank deposits	6	-	-
Amount recoverable	7	-	-
Interest accrued and not due on fixed deposits	7	-	-
Security deposits	8	-	0.10
Other (Current, financial assets)	8	-	0.13
Unbilled revenues	7	-	-
Trade receivables	5	-	26.18
Advances (Current, financial assets)	7	-	0.18
Cash and cash equivalents	6	-	6.98
Total financial assets		-	33.56
Financial liabilities			
Other (non-current, financial liabilities)	10	-	0.39
Other (current, financial liabilities) Provision	12	-	4.64
Trade payables	11	-	65.57
Other financial liabilities (current)	13	-	(0.17)
Total financial liabilities		-	70.43
₹ million			
31-Mar-17			
Amortised cost			
Financial assets			
Bank deposits	6	-	-
Amount recoverable	7	-	-
Interest accrued and not due on fixed deposits	7	-	-
Security deposits	8	-	0.10
Other (Current, financial assets)	8	-	0.16
Unbilled revenues	7	-	-
Trade receivables	5	-	18.24
Advances (Current, financial assets)	7	-	-
Cash and cash equivalents	6	-	5.64
Total financial assets		-	24.15
₹ million			
31-Mar-17			
Amortised cost			
Financial liabilities			
Other (non-current, financial liabilities)	10	-	0.86
Other (current, financial liabilities) Provision	12	-	4.00
Trade payables	11	-	61.71
Other financial liabilities (current)	13	-	0.60
Total financial liabilities		-	67.17

B. Fair value of financial assets and liabilities measured at amortised cost

	March 31, 2018		March 31, 2017	
	Carrying amount	Carrying amount	Carrying amount	Fair value
Financial assets				
Bank deposits	-	-	-	-
Amount recoverable	-	-	-	-
Interest accrued and not due on fixed deposits	-	-	-	-
Security deposits	0.10	-	0.10	0.10
Other (Current, financial assets)	0.13	-	0.16	0.16
Unbilled revenue	-	-	-	-
Trade receivables	26.18	-	18.24	18.24
Cash and cash equivalents	6.98	-	5.64	5.64
Total financial assets	33.39	-	24.15	24.15
Financial liabilities				
Other (non-current, financial liabilities)	0.39	-	0.86	0.86
Other (current, financial liabilities) Provision	4.64	-	-	-
Other (current, financial liabilities) Provision	-	-	4.00	4.00
Security deposits	-	-	-	-
Trade payables	65.57	-	61.71	61.71
Other financial liabilities (current)	(0.17)	-	(0.60)	(0.60)
Total financial liabilities	70.43	-	67.17	67.17

C. Financial risk management objectives and policies

Credit rating	Particulars	₹ in million	₹ in million
		31-Mar-18	31-Mar-17
A: Low credit risk	Investment, Cash and cash equivalents and other financial assets except security deposits and amount recoverable	6.88	5.54
B: High credit risk	Trade receivables, security deposits and amount recoverable	26.46	18.34

Concentration of trade receivables

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

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

23 Capital management

Risk Management

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

Particular	₹ in million	₹ in million
	31-Mar-18	31-Mar-17
Cash and cash equivalents (refer note 11)	6.98	5.64
Current investments (refer note 12)	-	-
Margin money (refer note 7)	-	-
Total cash (A)	6.98	5.64
Borrowings (non-current, financial liabilities) (refer note 16)	-	-
Borrowings (current, financial liabilities) (refer note 20)	-	-
Current maturities of long-term borrowings (refer note 22)	-	-
Current maturities of finance lease obligations (refer note 22)	-	-
Total borrowing (B)	-	-
Net debt (C=B-A)	-6.98	-5.64
Total equity	-	-
Total capital (equity + net debts) (D)	-6.98	-5.64
Gearing ratio (C/D)	1.00	1.00

24 Previous year's amounts have been regrouped and rearranged, wherever necessary and in compliance with Ind AS.

This is the Summary of significant accounting policies and other explanatory information referred to in our report of

For and on behalf of the Board of Directors of
SITI GLOBAL PRIVATE LIMITED

SANJAY KUNDR
DIRECTOR
DIN No. 08007923

ASHOK CHOUKSEY
DIRECTOR
DIN No. 06635329

DATE : 08-05-2018

PLACE: NOIDA

NOTE -1 : SIGNIFICANT ACCOUNTING POLICIES FOR THE YEAR ENDING 31st MARCH, 2018

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 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

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 category Rate 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.

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.

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: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. 60,000/-	Rs. 34,500/-

2.5 RELATED PARTY DISCLOSURES:-

Names of related parties:

Siti Networks Limited	Holding Company
Indian Cable Net Company Limited	Fellow Subsidiary
Siti Maurya Cable Net Private Limited	Fellow Subsidiary
Indinet Service Private Limited	Fellow Subsidiary
Axom Communications & Cable Private Limited	Fellow Subsidiary
Master Channel Community Network Private Limited	Fellow Subsidiary
Siti Vision Digital Media Private Limited	Fellow Subsidiary
Siti Guntur Digital Network Private Limited	Fellow Subsidiary
Siti Siri Digital Network Private Limited	Fellow Subsidiary
Siti Bhatia Network Entertainment Private Limited	Fellow Subsidiary
Siti Sagar Digital Cable Network Private Limited (formerly known as Panchsheel Digital Communication Network Private Limited)	Fellow Subsidiary
Siti Broadband Services Private Limited	Fellow Subsidiary
Siti Prime Uttaranchal Communication Private Limited	Fellow Subsidiary
Siti Saistar Digital Media Private Limited (formerly known as Saistar Digital media Private Limited)	Fellow Subsidiary
Variety Entertainment Private Limited	Fellow Subsidiary

Central Bombay Cable Network Limited	Fellow Subsidiary
Siti Cable Broadband South Limited	Fellow Subsidiary
Wire and Wireless Tisai Satellite Limited	Fellow Subsidiary
Siti Jind Digital Media Communications Private Limited	Fellow Subsidiary
Siti Jai Maa Durgee Communications Private Limited	Fellow Subsidiary
Siti Karnal Digital Media Network Private Limited	Fellow Subsidiary
Siti Krishna Digital Media Private Limited	Fellow Subsidiary
Siti Jony Digital Cable Network Private Limited	Fellow Subsidiary
Siti Faction Digital Private Limited	Fellow Subsidiary
Voice Snap Services Private Limited	Associate Company (w.e.f. 19.09.2016)

Other Related Parties:

Mr. Sanjay Arya	-	Director
Mr. Ashok Choukse	-	Director
Ms. Shobha Choukse	-	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, 2018		11,174,577/-		62,392,588/-
	March 31, 2017		7,507,189/-		58,257,617/-

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-2018	31-March-2017
Profit/(Loss) after Tax	(8100.31)	220,197.60
Number of Equity Shares	10,000	10,000
Nominal Value of Equity Shares	10	10
Basics Earnings per Share	(0.81)	22.02

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

**SD/-
MR. ASHOK CHOUKSE
DIRECTOR
DIN No.06635329**

**SD/-
MR .SANJAY KUNDRA
DIRECTOR
DIN No.08007923**

**Date: 08/05/2018
Place: NOIDA**