



INDEPENDENT AUDITORS' REPORT

To
The Members of E-Net Entertainment Private Limited

Report on the audit of the financial statements

Opinion

We have audited the accompanying financial statements of E-Net Entertainment Private Limited ("the Company"), which comprise the balance sheet as at March 31, 2022, and the Statement of Profit and Loss and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 ('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 March 31, 2022, its profit (or Loss) * and cash flows for the year ended on that date.

Basis for opinion

We conducted our audit in accordance with the standards on auditing specified under section 143 (10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the Company in accordance with the code of ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the code of ethics.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key audit matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Reporting of key audit matters as per SA 701 is not applicable to the Company as it is an unlisted company.



Emphasis of Matter

As more specifically explained in Notes to the financial statements, the Company has made a detailed assessment of its liquidity position for the next year and the recoverability and carrying value of its assets comprising property, plant and equipment, investments, inventory and trade receivables. Based on current indicators of future economic conditions, the Company expects to recover the carrying amount of these assets. The Company continues to evaluate them as highly probable considering the orders in hand. The situation is changing rapidly giving rise to inherent uncertainty around the extent and timing of the potential future impact of the COVID-19 pandemic which may be different from that estimated as at the date of approval of the financial results. The Company will continue to closely monitor any material changes arising of future economic conditions and impact on its business.

Our opinion is not modified in respect of this matter.

Management's responsibility for the financial statements

The Company's board of directors are responsible for the matters stated in section 134 (5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the accounting standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of 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 financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The board of directors are also responsible for overseeing the Company's financial reporting process.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:



- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards. From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.



Report on other legal and regulatory requirements

As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the Annexure "A", a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

As required by Section 143(3) of the Act, we report that:

- (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the 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, and the cash flow statement dealt with by this report are in agreement with the books of account;
- (d) In our opinion, the aforesaid financial statements comply with the accounting standards specified under section 133 of the Act, read with rule 7 of the Companies (Accounts) Rules, 2014, as amended from time to time;
- (e) On the basis of the written representations received from the directors as on March 31, 2022 taken on record by the board of directors, none of the directors is disqualified as on March 31, 2022 from being appointed as a director in terms of Section 164 (2) of the Act;
- (f) Since the Company's turnover as per last audited financial statements is less than Rs.50 Crores and its borrowings from banks and financial institutions at any time during the year is less than Rs.25 Crores, the Company is exempted from getting an audit opinion with respect to the adequacy of the internal financial controls over financial reporting of the company and the operating effectiveness of such controls vide notification dated June 13, 2017;
- (g) The Company being a private limited company, the other matters to be included in the Auditor's Report in accordance with the requirements of section 197 (16) of the Act, as amended, in respect of whether the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act is not applicable; and
- (h) 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, in our opinion and to the best of our information and according to the explanations given to us;
 - a. The Company does not have any pending litigations which would impact its financial position;



- b. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses; and
- c. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company
- d. The management has represented that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts,
- i. no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other person(s) or entity(ies), including foreign entities 'Intermediaries', with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company 'Ultimate Beneficiaries' or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and
 - ii. no funds have been received by the company from any person(s) or entity(ies), including foreign entities 'Funding Parties', with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party 'Ultimate Beneficiaries' or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
 - iii. Based on audit procedures carried out by us, that we have considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us believe that the representations under sub-clause (i) and (ii) contain any material misstatement.
- e. The Company has not declared or paid any dividends during the year and accordingly reporting on the compliance with section 123 of the Companies Act, 2013 is not applicable for the year under consideration.

For NAROTHAM MADHAV & RAMESH
Chartered Accountants

Firm Registration No : 002704S

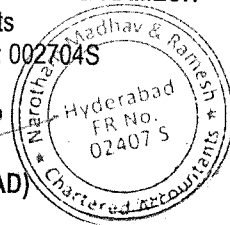


(R L N RAMA PRASAD)

Partner

Membership No : 208659

UDIN : 22208659AIURSC5338



Place : Ongole

Date : 11-05-2022

Head Office: #3-4-470/A, Ground Floor, Nath Ganga Residential Complex, Barkathpura, Hyderabad-27

Branches: 1) #-2-31, 3rd Floor, Nirmala Mall, J.P.N Road, Warangal-2, Cell:99668-76055

2) #3-1-18/2, CVRN Road, Sawaran Street, Jagitial Road, Karimnagar-505002. Cell:98668-99902



Annexure "A" to the Independent Auditor's Report*

(Referred to in paragraph 1 under 'Report on other legal and regulatory requirements' section of our report to the members of E-Net Entertainment Private Limited of even date)

1.	(a)	<p>In our opinion and according to the information and explanations given to us, the Company is maintaining proper records showing full particulars, including quantitative details and situation of property, plant and equipment.</p> <p>The Company does not have any intangible assets.</p>
	(b)	<p>The Company has a program of verification to cover all items of property, plant and equipment in a phased manner over a period of three years, which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets.</p> <p>Pursuant to the program, certain property, plant and equipment were physically verified by the management during the year. According to the information and explanations given to us, no material discrepancies were noticed on such verification.</p>
	(c)	<p>In our opinion and according to the information and explanations given to us and based on the examination of the conveyance deeds provided to us, we report that, the title deeds, comprising all the immovable properties of land and buildings which are freehold, are held in the name of the Company as at the balance sheet date.</p> <p>In respect of immovable properties of land and building that have been taken on lease and disclosed as property, plant and equipment in the financial statements, the lease agreements are in the name of the Company.</p>
	(d)	<p>The Company has not revalued its property, plant and equipment (including right of use asset) during the year. Accordingly, paragraph 3 (i) (d) of the Order is not applicable.</p>
	(e)	<p>In our opinion and according to the information and explanations given to us, there are no proceedings initiated or are pending against the Company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder. Accordingly, paragraph 3 (i) (e) of the Order is not applicable.</p>
2.	(a)	<p>The Company is a service company, primarily rendering supply of broadband services. Accordingly, it does not hold any physical inventories. Accordingly, paragraph 3(ii) of the Order is not applicable.</p>
	(b)	<p>The Company has not been sanctioned working capital limits in excess of five crore rupees, in aggregate, from banks or financial institutions on the basis of security of current assets at any point of time during the year. Accordingly, paragraph 3 (ii) (b) of the Order is not applicable.</p>
3.		<p>In our opinion and according to information and explanation given to us, the Company has not made investments in/ provided any guarantee or security/ granted any loans or advances in the nature of loans, secured or unsecured to companies, firms, Limited Liability Partnerships or other parties. Accordingly, paragraph 3 (iii) of the Order is not applicable.</p>

Head Office: #3-4-470/A, Ground Floor, Nath Ganga Residential Complex, Barkathpura, Hyderabad-27

Branches: 1) #2-31, 3rd Floor, Nirmala Mall, J.P.N Road, Warangal-2, Cell:99668-76055

2) #3-1-18/2, CVRN Road, Sawaran Street, Jagitial Road, Karimnagar-505002. Cell:98668-99902



4.	In our opinion and according to information and explanation given to us, the company has not granted any loans or provided any guarantees or given any security or made any investments to which the provision of section 185 and 186 of the Companies Act, 2013. Accordingly, paragraph 3 (iv) of the order is not applicable.
5.	In our opinion and according to the information and explanations given to us, the Company has not accepted any deposits or amounts which are deemed to be deposits during the year. Accordingly, paragraph 3 (v) of the Order is not applicable.
6.	The Central Government of India has not prescribed the maintenance of cost records under sub-section (1) of section 148 of the Act for any of the activities of the company and accordingly paragraph 3 (vi) of the order is not applicable.
7.	In our opinion and according to the information and explanations given to us:
	(a) Amounts deducted/ accrued in the books of account in respect of undisputed statutory dues including goods and services tax, provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and other material statutory dues have been generally regularly deposited by the Company with the appropriate authorities.
	(b) No undisputed amounts payable in respect of goods and services tax, provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and other material statutory dues were in arrears as at March 31, 2022 for a period of more than six months from the date they became payable.
	(c) There are no statutory dues referred to in sub-clause (a), which have not been deposited on account of dispute.
8.	In our opinion and according to the information and explanations given to us, there are no transactions not recorded in the books of account that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961). Accordingly, paragraph 3 (viii) of the Order is not applicable.
9.	(a) In our opinion and according to the information and explanations given to us, the Company has not defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any lender during the year.
	(b) In our opinion and according to the information and explanations given to us, the Company is not declared as a wilful defaulter by any bank or financial institution or other lender.
	(c) In our opinion and according to the information and explanations given to us, the term loans obtained during the year were applied for the purpose for which they were availed.
	(d) In our opinion and according to the information and explanations given to us, funds raised on short term basis have not been utilised for long term purposes.
	(e) The Company does not have any subsidiaries/ associates/ joint-ventures and accordingly, paragraphs 3 (ix) (e) and 3 (ix) (f) of the Order are not applicable.



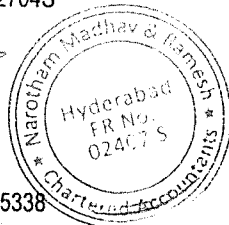
	(f)	In our opinion and according to the information and explanations given to us, the company has not raised any loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies.
10.	(a)	In our opinion and according to the information and explanations given to us, the Company has not raised any money by way of initial public offer or further public offer (including debt instruments) during the year. Accordingly, paragraph 3 (x) (a) of the Order is not applicable.
	(b)	In our opinion and according to the information and explanations given to us, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally convertible) during the year. Accordingly, paragraph 3 (x) (b) of the Order is not applicable.
11.	(a)	To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company or no material fraud on the Company by any person has been noticed or reported during the year. Accordingly, paragraph 3 (xi) (a) of the Order is not applicable.
	(b)	Since there is no fraud by the Company or no material fraud on the Company by any person has been noticed or reported during the year, paragraph 3 (xi) (b) of the Order is not applicable.
	(c)	To the best of our knowledge and according to the information and explanations given to us, no whistle-blower complaints, have been received by the Company during the year.
12.		The Company is not a Nidhi Company and accordingly, Paragraphs 3 (xii) of the Order is not applicable.
13.		In our opinion and according to the information and explanations given to us, the transactions with the related parties are in compliance with section 177 and 188 of the Act. Where applicable, the details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
14.	(a)	In our opinion and according to the information and explanations given to us, the Company has an internal audit system, commensurate with the size and nature of its business.
	(b)	The reports of the internal auditors for the year under audit were considered by us, as part of our audit procedures.
15.		In our opinion and according to the information and explanations given to us, the Company has not entered into non-cash transactions with directors or persons connected with them. Accordingly, paragraph 3 (xv) of the Order is not applicable.
16.	(a)	In our opinion and according to the information and explanations given to us, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934.
	(b)	In our opinion and according to the information and explanations given to us, the Company has not conducted any Non-Banking Financial or Housing Finance activities without a valid Certificate of Registration (CoR) from the Reserve Bank of India as per the Reserve Bank of India Act, 1934.

	(c)	In our opinion and according to the information and explanations given to us, the Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India. Accordingly, paragraph 3 (xvi) (c) of the Order is not applicable.
	(d)	In our opinion and according to the information and explanations given to us, the Company is not a Core Investment Company (CIC) and it does not have any other companies in the Group. Accordingly, paragraph 3 (xvi) (d) of the Order is not applicable.
17.		The Company has not incurred cash losses in the financial year and in the immediately preceding financial year.
18.		There has been no resignation of the statutory auditors during the year. Accordingly, paragraph 3 (xviii) of the Order is not applicable.
19.		In our opinion and according to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the board of directors and management plans, there are no material uncertainty exists as on the date of the audit report that Company is capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date.
20.	(a)	In our opinion and according to the information and explanations given to us, in respect of other than ongoing projects, there are no unspent amounts to be transferred to a fund specified in Schedule VII to the Act.
	(b)	In our opinion and according to the information and explanations given to us, there are no amount remaining unspent under sub-section (5) of section 135 of the Act, pursuant to any ongoing project, to be transferred to special account in compliance with the provision of sub-section (6) of section 135 of the said Act.
21.		In our opinion and according to the information and explanations given to us, the Company does not have investments in subsidiaries/ associates or joint venture companies. Accordingly, paragraph 3 (xxi) of the Order is not applicable.

For **NAROTHAM MADHAV & RAMESH**
Chartered Accountants
Firm Registration No : 002704S


(**R L N RAMA PRASAD**)
Partner

Membership No : 208659
UDIN : 22208659AIURSC5338



Place : Ongole
Date : 11-05-2022

E-Net Entertainment Private Limited
Balance sheet as at March 31, 2022


	Note	As at March 31, 2022	₹ in million As at March 31, 2021
ASSETS			
Non-current assets			
a) Property, plant and equipment	4	42.39	25.36
b) Capital work-in-progress	4	-	-
b) Other intangible assets	5	-	-
d) Intangible assets under development	4	-	-
Goodwill		-	-
c) Financial assets			
i) Trade receivables	8	-	-
ii) Investments	6	-	-
i) Others	6	-	-
f) Other non-current assets	7	-	-
		<u>42.39</u>	<u>25.36</u>
Current assets			
a) Inventories	0	-	-
a) Financial assets			
i) Trade receivables	8	0.21	0.07
ii) Cash and cash equivalents	9	2.81	5.67
iii) Bank balance other than (ii) above		-	-
iii) Investments		-	-
iv) Others	10	0.05	-
c) Other current assets	11	8.77	4.94
		<u>11.84</u>	<u>10.68</u>
Total assets		<u><u>54.23</u></u>	<u><u>36.04</u></u>
EQUITY AND LIABILITIES			
Equity			
a) Equity share capital	12 (a)	0.57	0.57
b) Other equity	12 (b)	(22.67)	(3.18)
		<u>(22.10)</u>	<u>(2.61)</u>
LIABILITIES			
Non-current liabilities			
a) Financial liabilities			
i) Long Term Borrowings	13	60.59	33.32
ii) Other financial liabilities	14	-	-
b) Provisions		-	-
c) Deferred tax liability (net)	15	1.31	0.69
d) Other non-current liabilities	14	-	-
		<u>61.90</u>	<u>34.00</u>
Current liabilities			
a) Financial liabilities			
i) Borrowings		-	-
ii) Trade payables	16	-	-
Total Outstanding dues of micro enterprises and small enterprises		-	-
Total Outstanding dues of creditors other than micro enterprises/small enterprises		12.18	4.62
iii) Other financial liabilities	17	-	-
b) Provisions		-	-
c) Other current liabilities	18	2.25	0.03
		<u>14.43</u>	<u>4.66</u>
Total equity and liabilities		<u><u>54.23</u></u>	<u><u>36.04</u></u>
Summary of Significant accounting policies	1-3		

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

This is the standalone balance sheet referred to in our report of even date.

As per our Report of even date attached

For Narotham Madhav & Ramesh
Chartered Accountants


(RLN RAMA PRASAD)
Partner

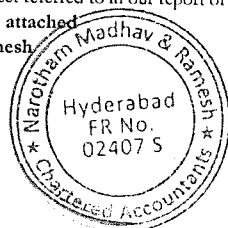
FR No.002704S

Membership No.208659


Place:Ongole

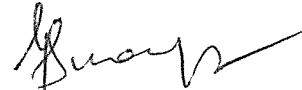
Date : 11-05-2022

UDIN : 22208659AIURSC5338



For and on behalf of the Board of Directors of


D Krishna Mohan Rao
(Director)


G. Suryanarayana
(Director)

0.0

E-Net Entertainment Private Limited
Statement of profit and loss for the year ended March 31, 2022

	Note	31-Mar-22	31-Mar-22
			in million
Income			
Revenue from operations	19		
Other income		8.09	-
Total income	20	<u>0.08</u>	<u>0.15</u>
Expenses			
Cost of materials consumed			
Purchase of traded goods			
Carriage sharing, pay channel and related costs			
Employee benefits expense			
Finance costs	21	2.42	0.75
Depreciation and amortisation of non-financial assets	22	3.62	0.24
Other expenses	23	3.17	0.15
Total expenses	24	<u>17.83</u>	<u>2.49</u>
		<u>27.04</u>	<u>3.63</u>
Loss before exceptional item and tax			
Exceptional item		(18.87)	(3.49)
Loss before tax			-
		<u>(18.87)</u>	<u>(3.49)</u>
Tax expense			
Current tax			
Deferred Tax			-
Loss for the year		<u>0.62</u>	<u>0.46</u>
		<u>(19.49)</u>	<u>(3.94)</u>
Earnings (loss) per share			
Basic (loss) per share	25	(341.95)	(69.20)
Diluted (loss) per share	25	(341.95)	(69.20)

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

As per our Report of even date attached

For Narotham Madhav & Ramesh
Chartered Accountants

For and on behalf of the Board of Directors of

(RLN RAMA PRASAD)

Partner

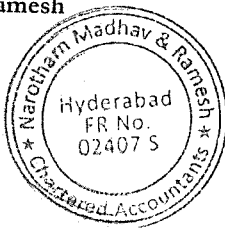
FR No.002704S

Membership No.208659

Office: Ongole

Date: 11-05-2022

DIN : 22208659AIURSC5338



(Signature)
D Krishna Mohan Rao
(Director)

(Signature)
G.Suryanarayana
(Director)

E Net Entertainment Private Limited
CASH FLOW STATEMENT FOR THE YEAR ENDED 31 ST MARCH, 2022

31-03-2022

31-03-2021

A. Cash Flows Operating Activities:

Net Profit before tax	(1,88,69,398.70)	(34,85,474.57)
Adjustment for Depreciation	31,69,561.00	1,49,906.00
Interest Expenses	-	-
Interest Income	-	-
Profit on sale of fixed asset	-	-

Operating Profit before Working Capital Changes	(1,56,99,837.70)	(33,35,568.57)
---	------------------	----------------

ADJUSTMENT FOR

Inventories	-	-
Trade receivables	(1,45,465.82)	75,869.00
Short term Loans & Advances	(38,78,378.26)	(47,45,979.04)
Long Term loans and advances	-	-
Non-Current Assets	-	-
Trade payables	75,58,831.34	19,49,794.34
Other Current Liabilities	22,20,496.42	(4,05,709.00)

Net Cash flow generated from /(used in) Operating Activities before taxes-I	(99,44,354.02)	(64,61,593.27)
Less: Income Tax Adjustments	6,21,895.00	4,59,124.00
Net cash flow generated from/(used in) Operating Activities	(1,05,66,249.02)	(69,20,717.27)

B. Cash Flow from Investing Activities:

Proceeds from sale of fixed assets	-	-
Purchase of fixed assets	(2,01,95,205.00)	(2,54,58,945.27)
Increase /(Decrease) of Capital Work-In-Progress	-	-
Interest received	-	-
Net cash used in investing activities - II	(2,01,95,205.00)	(2,54,58,945.27)

C. Cash flow from Financing Activities

Proceeds from share capital	-	-
Proceeds from Share application money	-	-
Proceeds from Borrowings	2,78,99,002.29	3,32,18,780.48
Interest paid	-	-
Net Cash (used in)/ generated from financing activities - III	2,78,99,002.29	3,32,18,780.48

Net Increase/(Decrease) in Cash and Cash equivalents	(28,62,451.73)	8,39,117.94
Cash and Cash equivalents at the beginning of the year	56,71,758.13	48,32,640.18
Cash and Cash equivalents at the end of the period	28,09,306.40	56,71,758.12

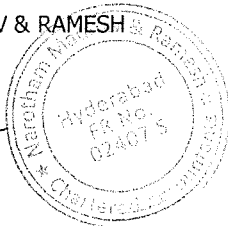
Significant Accounting policies and notes to Financial Statements 1 to 35

As per our report of even date annexed

For and on behalf of the Board

For NAROTHAM MADHAV & RAMESH
Chartered Accountants

R L N Rama Pprasad



(R L N RAMA PPRASAD)
Partner

FR No :002704S
Membership No. 208659

Place : Ongole
Date : 11-05-2022

JDIN : 22208659AIURSC5338

(D Krishna Mohan Rao)
Director

(G. Suryanarayana)
Director

NOTES: SIGNIFICANT ACCOUNTING POLICIES FOR THE YEAR ENDING 31ST MARCH, 2022

1 CORPORATE INFORMATION:

E NET Entertainment Private Limited (hereinafter referred to as the 'Company') is registered in Guntur, India, and is a wholly owned subsidiary of SITI broadband Services Private limited. (Hereinafter referred to as the 'Parent Company'). The Company is in the business of providing Internet services to the end consumers.

2 BASIS OF PREPARATION:

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

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

3.1 USE OF ESTIMATES:

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

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

3.2 RECOGNITION OF REVENUE:

Revenue is recognized when it is probable that the economic benefits will flow to the Company and it can be reliably measured. Revenue is measured at the fair value of the consideration received/receivable net of rebates and taxes. The Company applies the revenue recognition criteria to each separately identifiable component of the sales transaction. Subscription income is recognized on completion of services and when no significant uncertainty exists regarding the amount of consideration that will be derived.

3.3 RECOGNITION OF INCOME AND EXPENSE:

Items of income and expenditure are recognized on accrual basis.

3.4 Cash & Cash Equivalents

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

3.5 TRADE RECEIVABLES:

Trade Receivable are recognized initially at fair value and subsequently measured at amortized cost using the effective interest method, loss promise for impairment. These are subsequently adjusted with the credit risk involved.

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

Assets	Life in Years
Electrical items	10
Computers	3
Furniture & Fixtures	10
Vehicles	8

Leasehold improvements are amortized over the lease term or estimated useful life, whichever is less. Leasehold land is amortized over the effective period of lease.

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

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

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

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

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

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

3.8 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.

3.9 INCOME TAXES:

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

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

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

3.10 EVENTS OCCURRING AFTER BALANCE SHEET DATE:

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

3.11 PROVISIONS, CONTINGENT ASSETS AND CONTINGENT LIABILITIES:

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

Contingent liability is disclosed for:

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

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

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

3.12 FOREIGN 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.

3.14 Financial liabilities

Initial recognition and measurement

All financial liabilities are recognized initially at fair value and transaction cost that is attributable to the

Acquisition of the financial liabilities is also adjusted. These liabilities are classified as amortized cost.

NOTE: EXPLANATORY/ CLARIFICATORY NOTES :

- A. No dividend has been proposed by the Directors of the Company due to nominal profits of the company.
- B. Balances of sundry creditors and debtors are subject to confirmation from the respective parties.
- C. In the opinion of the Board, current assets, loans & advances have a value in the ordinary course of business at least equal to that stated in Balance Sheet.
- D. **Auditors Remuneration:2021-22:**

<u>SL. NO.</u>	<u>PARTICULARS</u>	<u>F/Y 2021-22</u>	<u>F.Y 2020-21</u>
1.	AUDIT FEES	5000	5000

E. **RELATED PARTY DISCLOSURES:-**

<u>S. No.</u>	<u>Names of the entities</u>	<u>Nature</u>
1	Siti Broadband Services Private Limited	Holding Company
2	Siti Networks Limited	Fellow subsidiary
3	Singareni Home Entertainment Private Limited	Fellow subsidiary
4	Master Channel Community Network Private Limited	Fellow subsidiary
5	Siti Siri Digital Network Private Limited	Fellow Subsidiary
6.	3 way cable Communications Private Limited	Fellow Subsidiary

Other Related Parties:

Mr. Amit Kumar Gupta - Director

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

Sale/ purchase of goods and services

	Year ended	Amount Received (Rs.)	Amount Paid (Rs.)	Amount owed by related parties(Rs.)	Amount owed to related parties (Rs.)
Holding Company					
Siti Broadband services Private Limited	March 31, 2022	47524.94	205026.24	157501.3	
	March 31, 2021	-	-	-	
Fellow Subsidiary					
Siti Networks Limited	March 31, 2021	-		79671	
	March 31, 2020	-		-	
Singareni Home Entertainment Private Limited	March 31, 2021			380393.92	
	March 31, 2020				
Master Channel Community Network Private Limited	March 31, 2021			12848.10	
	March 31, 2020				
Siti Siri Digital Network Private Limited	March 31, 2021			1355.39	
	March 31, 2020				
3 Way Cable Communications Private Limited	March 31, 2021			55994.89	
	March 31, 2020				

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

(in Rs.)

Particulars	31-March-2022	31-March-2021
Profit/(Loss) after Tax	-19.49	-3.94
Number of Equity Shares	0.57	0.57
Nominal Value of Equity Shares	10	10
Basics Earnings per Share	-341.95	-69.2

Other disclosure is 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

ASSETS PLEDGED AS SECURITY: NOT APPLICABLE

Term loans from bank are secured by paripassu mortgage and charge in favour of lender in a form satisfactory to the lender of all of the Company's movable fixed assets, both present and future, and as well as current assets.

For NAROTHAM MADHAV & RAMESH

Chartered Accountants

Firm Registration No : 002704S

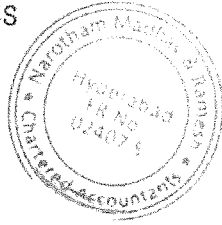


(R L N RAMA PRASAD)

Partner

Membership No : 208659

UDIN : 22208659AIURSC5338



Place : Ongole

Date : 11-05-2022

Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022
(All amounts in ₹ million, unless stated otherwise)

Financials Ratios

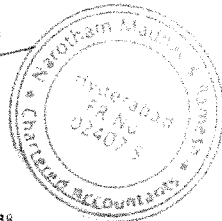
Sr. No.	Particulars	31 March 2022	31 March 2021	Change
i)	Current Ratio (A/B) %	0.82	2.29	-64%
	Current assets (A)	11.84	10.68 refer note 1	
	Current liabilities (B)	14.43	4.66	
ii)	Debt-equity ratio (A/B)	(2.74)	(12.74)	-78%
	Total Debt (A)	60.59	33.32 refer note 2	
	Total equity (B)	-22.10	-2.61	
iii)	Debt-service coverage ratio (A/B)	(0.20)	(0.09)	114%
	Earnings available for debt services (i.e. EBITD) (A)	-12.08	-3.10 refer note 3	
	Borrowings including finance cost (B)	60.59	33.32	
iv)	Return on equity ratio (A/B)	0.88	1.51	-42%
	Net profit for the year (A)	-19.49	-3.94 refer note 4	
	Total equity (B)	-22.10	-2.61	
v)	Inventory turnover ratio (A/B)	-	-	#DIV/0!
	Cost of goods sold (A)	-	-	
	Average inventory (B)	-	-	
vi)	Trade receivables turnover ratio (A/B)	58.89	2.16	2626%
	Revenue from operations (A)	8.17	0.15 refer note 5	
	Average trade receivables (B)	0.14	0.07	
vii)	Trade payables turnover ratio (A/B)	1.46	0.54	171%
	Credit purchases (A)	17.83	2.49 refer note 6	
	Average trade payables (B)	12.18	4.62	
viii)	Net capital turnover ratio (A/B)	(0.37)	(0.06)	562%
	Revenue from operations (A)	8.17	0.15 refer note 7	
	Capital employed or net assets (B)	-22.10	-2.61	
ix)	Net profit ratio (A/B)	(2.38)	(27.02)	-91%
	Net profit after tax	-19.49	-3.94	
	Revenue from operations	8.17	0.15	
x)	Return on capital employed (A/B)	0.72	1.42	-49%
	Earning before interest but after taxes (A)	-15.87	-3.71 refer note 8	
	Capital employed or net assets (B)	-22.10	-2.61	
xi)	Return on investment	0.88	1.51	-42%
	Net profit after tax (A)	-19.49	-3.94 refer note 9	
	Capital employed or net assets (B)	-22.10	-2.61	

Notes:

- 1) Due to increase in purchases and other expenses
- 2) Due to negative earning before interest and depreciation and higher debt movement as compared to previous year
- 3) Due to increase in EBITD loss & borrowings as a result of increase in purchases and other expenses
- 4) Due to increase in net loss due & borrowings as a result of increase in purchases and other expenses
- 5) Due to increase in revenue from operations
- 6) Due to increase in purchases and other expenses
- 7) Due to increase in net loss as a result of increase in purchases and other expenses
- 8) Due to lower earning before interest & Taxes.
- 9) Due to increase in net loss due & borrowings as a result of increase in purchases and other expenses

As per our Report of even date attached
For Narotham Madhav & Ramesh
Chartered Accountants

(RLN RAMA PRASAD)
Partner
FR No.002704S
Membership No.208659
Place:Ongole
Date : 11-05-2022
UDIN : 22208659A1URSC5338



For and on behalf of the Board of Directors

D Krishna Mohan Rao
(Director)

G.Suryanarayana
(Director)

Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022

(All amounts in ₹ million, unless stated otherwise)

1 Trade payable ageing schedule

As at 31 March 2022

Particulars	Unbilled	Not due	Outstanding for following periods from due date of payment				Total
			Less than 1 year	1-2 years	2-3 years	More than 3 years	
i) MSME	-	-	-	-	-	-	-
ii) Others	-	-	11.68	-	-	0.50	12.18
iii) Dispute dues - MSME	-	-	-	-	-	-	-
iv) Dispute dues - Others	-	-	-	-	-	-	-
Total	-	-	11.68	-	-	0.50	12.18

As at 31 March 2021

Particulars	Unbilled	Not due	Outstanding for following periods from due date of payment				Total
			Less than 1 year	1-2 years	2-3 years	More than 3 years	
i) MSME	-	-	-	-	-	-	-
ii) Others	-	-	4.12	-	0.50	-	4.62
iii) Dispute dues - MSME	-	-	-	-	-	-	-
iv) Dispute dues - Others	-	-	-	-	-	-	-
Total	-	-	4.12	-	0.50	-	4.62

2 Trade receivable ageing schedule

As at 31 March 2022

Particulars	Unbilled	Not due	Outstanding for following periods from due date of payment					Total
			Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	
Undisputed								
(i) Considered good	-	-	-	0.14	-	-	0.07	0.21
(ii) Significant increase in credit risk	-	-	-	-	-	-	-	-
(iii) Credit impaired	-	-	-	-	-	-	-	-
Disputed								
(iv) Considered good	-	-	-	-	-	-	-	-
(v) Significant increase in credit risk	-	-	-	-	-	-	-	-
(vi) Credit impaired	-	-	-	-	-	-	-	-
Unbilled	-	-	-	-	-	-	-	-
Total	-	-	-	0.14	-	-	0.07	0.21

As at 31 March 2021

Particulars	Unbilled	Not due	Outstanding for following periods from due date of payment					Total
			Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	
Undisputed								
(i) Considered good	-	-	-	-	0.07	-	-	0.07
(ii) Significant increase in credit risk	-	-	-	-	-	-	-	-
(iii) Credit impaired	-	-	-	-	-	-	-	-
Disputed								
(iv) Considered good	-	-	-	-	-	-	-	-
(v) Significant increase in credit risk	-	-	-	-	-	-	-	-
(vi) Credit impaired	-	-	-	-	-	-	-	-
Unbilled	-	-	-	-	-	-	-	-
Total	-	-	-	-	0.07	-	-	0.07

3 Dividend paid

No dividend was paid during the current year as well as in preceding financial year. Further no dividend is proposed for the current financial year.

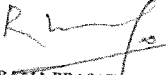
4 Promoters' shareholding in share capital Note:

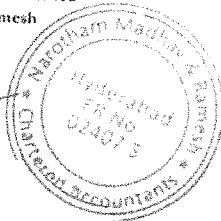
S.No	Promoters Name	No. Of shares	% of Total shares	% change during the year
1	Dandamudi Krishnamohan Rao	27930	51%	-
2	Siti Broadband services Pvt Ltd	29070	49%	-

5 Borrowings obtained on basis of security of current assets-Where the company has borrowings from banks or financial institutions on the basis of security of Current assets,
Not Applicable

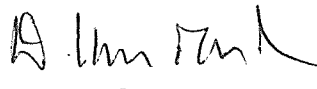
- 6 CWIP Aging Not Applicable
- 7 The Code on Social Security, 2020 which would impact the contributions by the Company towards Provident Fund and Gratuity has received presidential assent on 28 September 2020. The effective date from which the changes are applicable is yet to be notified and the final rules are yet to be framed. The Company will carry out an evaluation of the impact and record the same in the financial statements in the period in which the Code becomes effective and the related rules are published.
- 8 (a) The Company has not advanced or loaned or invested funds (either borrowed funds or share premium or any other sources or kind of funds) to any other persons or
b) The Company has not received any funds from any persons or entities, including foreign entities (Funding Party) with the understanding (whether recorded in
- 9 There are no transactions that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 which have not been recorded in the books of account.
- 10 Note on assets pledged in accordance with changes as per Schedule-III.
- 11 The Company does not have any transactions or relationships with any companies struck off under Section 248 of the Companies Act, 2013 or Section 560 of the Companies Act, 1956
- 12 Previous period figures have been re-grouped / reclassified wherever necessary, to conform to current period's classification in order to comply with the requirements of the amended Schedule III of the Companies Act, 2013 effective from 01 April 2021.
- 13 The financial statements were approved for issue by the board of directors on 28 May 2022.

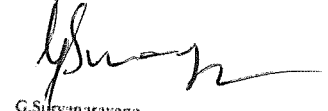
As per our Report of even date attached
For Narotham Madhav & Ramesh
Chartered Accountants


(RLN RAMA PRASAD)
Partner
FR No.002704S
Membership No.208659
Place:Ongole
Date : 11-05-2022
UDIN : 22208659A1URSC5338



For and on behalf of the Board of Directors


D Krishna Mohan Rao
(Director)


G. Suryanarayana
(Director)

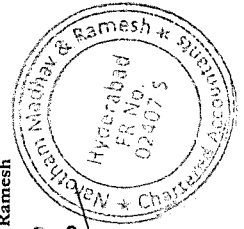
NOTE NO. 9

TANGIBLE ASSETS										
	Land	Factory Building	Non Factory Building	Plant and machinery	Furniture & Fixers	Equipment	Computers	Vehicles	Total	
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
Cost or Valuation										
As on 01-04-2020	-	-	-	-	1,34,300	-	1,97,580	34,000	3,65,880	
Add: Additions during the year	-	-	-	-	63,561	2,53,95,384	-	-	2,54,58,945	
Less: Disposals	-	-	-	-	-	-	-	-	-	
As on 31-03-2021	-	-	-	-	1,97,861	2,53,95,384	1,97,580	34,000	2,58,24,825	
Add: Additions during the year	-	-	-	-	-	1,97,24,197	4,71,008	-	2,01,95,205	
Less: Disposals	-	-	-	-	-	-	-	-	-	
As on 31-03-2022	-	-	-	-	1,97,861	4,51,19,581	6,68,588	34,000	4,60,20,030	
Depreciation										
As on 01-04-2020	-	-	-	-	97,877	-	1,93,940	22,214	3,14,031	
Add: Charges for the year	-	-	-	-	10,507	1,35,268	323	3,808	1,49,906	
Less: Disposals	-	-	-	-	-	-	-	-	-	
As on 31-03-2021	-	-	-	-	1,08,384	1,35,268	1,94,263	26,022	4,63,937	
Add: Charges for the year	-	-	-	-	10,085	30,76,928	80,962	1,586	31,69,561	
Less: Income	-	-	-	-	-	-	-	-	-	
As on 31-03-2022	-	-	-	-	1,18,469	32,12,196	2,75,225	27,608	36,33,498	
Net Block										
At 31st March, 2021	-	-	-	-	89,477	2,52,60,116	3,317	7,978	2,53,60,888	
At 31st March, 2022	-	-	-	-	79,392	4,19,07,385	3,93,363	6,392	4,23,86,532	

At 31st March, 2021

At 31st March, 2022

As per our Report of even date attached
For Narotham Madhav & Ramesh
Chartered Accountants



(RLN RAMA PRASAD)
Partner

FR No. 002704S
Membership No. 208659

Place: Ongole
Date : 11-05-2022

UDIN : 22208659AIURSC5338

For and on behalf of the Board of Directors of

D. Krishna Mohan Rao
D Krishna Mohan Rao
(Director)


G. Suryanarayana
G. Suryanarayana
(Director)

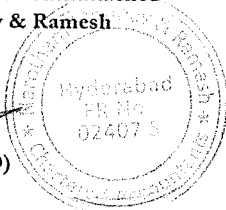
E-Net Entertainment Private Limited

5 Other intangible assets

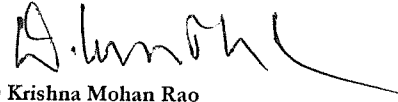
	₹ in million	
	Software	Total
Gross carrying amount		
Balance as at April 01, 2019		-
Additions		-
Balance as at March 31, 2020	-	-
Gross carrying amount		
Balance as at April 01, 2020	-	-
Additions		-
Balance as at March 31, 2021	-	-
Gross carrying amount		
Balance as at April 01, 2021	-	-
Additions		-
Disposals	-	-
Balance as at March 31, 2022	-	-
Accumulated amortisation		
Balance as at April 01, 2019		-
Charge for the year		-
Balance as at March 31, 2020	-	-
Accumulated amortisation		
Balance as at April 01, 2020	-	-
Charge for the year		-
Balance as at March 31, 2021	-	-
Accumulated amortisation		
Balance as at April 01, 2021	-	-
Charge for the year		-
Balance as at March 31, 2022	-	-
Net carrying amount as at April 01, 2019	-	-
Net carrying amount as at March 31, 2020	-	-
Net carrying amount as at March 31, 2021	-	-
Net carrying amount as at March 31, 2022	-	-


As per our Report of even date attached
For Narotham Madhav & Ramesh
Chartered Accountants


(RLN RAMA PRASAD)
Partner
FR No.002704S
Membership No.208659
Place:Ongole
Date : 11-05-2022
UDIN : 22208659AIURSC5338



For and on behalf of the Board of
Directors of


D Krishna Mohan Rao
(Director)


G. Suryanarayana
(Director)

Summary of significant accounting policies and other explanatory information for the year ended March 31, 2022

	₹ in million	
	As at 31-Mar-22	As at 31-Mar-21
12 (a) Equity share capital		
Authorised share capital 57,000 equity shares of Rs. 10 each		
Total authorised capital	0.57	0.57
Issued share capital 57,000 equity shares of Rs. 10 each		
Total issued capital	0.57	0.57
Subscribed and fully paid up capital 57,000 equity shares of Rs. 10 each		
Total paid up capital	0.57	0.57

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

Equity shares

	March 31, 2022		March 31, 2021	
	No. of shares	₹ in million	No. of shares	₹ in million
Balance at the beginning of the year	57,000	0.57	57,000	0.57
Add:				
Issued on conversion of warrants	-	-	-	-
Issued on conversion of Optionally Fully Convertible Debentures	-	-	-	-
Issued during the year	-	-	-	-
Issued on exercise of employee stock options	-	-	-	-
Balance at the end of the year	57,000	0.57	57,000	0.57

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

Equity shares	As at March 31, 2022		As at March 31, 2021	
	No. of shares	% of holding	No. of shares	% of holding
	SITI Broadband Services Pvt. Ltd.	29,070	51.00%	29,070
Mr. Dandamudi Krishna Mohan Rao	27,930	49.00%	27,930	49.00%
Mrs. Dandamudi Shanthi	-	0.00%	-	0.00%

12 (b) Other reserve

	As at 31-Mar-22		As at 31-Mar-21	
	Securities premium reserve	-	-	-
Retained earnings	-	-	-	-
General reserve	(22.67)	(3.18)	-	-
Other comprehensive Income	-	-	-	-
Foreign currency monetary item translation difference account (FCMITDA)	-	-	-	-
Employee shares based reserve	-	-	-	-
Particulars	31-Mar-22	31-Mar-21		

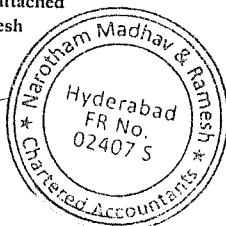
1 Retained earnings

Opening balance	
Addition during the year	(3.18)
Closing balance	(22.67)


As per our Report of even date attached
For Narotham Madhav & Ramesh
Chartered Accountants

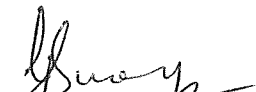

(RLN RAMA PRASAD)
Partner

FR No.002704S
Membership No.208659
Place:Ongole
Date : 11-05-2022
UDIN : 22208659AIURSC5338



For and on behalf of the Board of Directors of


D Krishna Mohan Rao
(Director)


G.Suryanarayana
(Director)

Equity share capital

	₹ in million
Balance as at April 01, 2021	0.57
57000 (Previous year 57000) equity shares of INR 10 each	-
Balance as at March 31, 2022	0.57
57000 (Previous year 57000) equity shares of INR 10 each	-
Balance as at March 31, 2022	0.57

B Other equity

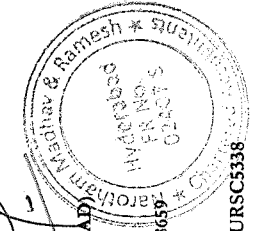
	Reserves and surplus				Other Components of Equity			Total other equity
	Securities premium reserve	Retained earnings	General reserve	Optionally fully convertible debentures	Money received against warrants	Other comprehensive income	Foreign currency monetary item translation difference account (FCMITDA)	
Balance as at April 01, 2021		(3.18)						(3.18)
Loss for the year	-	(19.49)						(19.49)
Reclassification of defined benefit liability	-							
Total comprehensive income for the year	-	(19.49)						(19.49)
Security premium on conversion of warrants and OFCDs into equity shares								
Security premium on issue of shares against employee stock options								
Conversion of OFCDs into equity shares								
Money received against warrants issued								
Conversion of warrants into equity shares								
FCMITDA created during the year								
FCMITDA amortised during the year								
Employee shares based reserve created								
Reversed on share options exercised during the year								
Balance as at March 31, 2022	-	(22.68)						(22.68)

**** Transaction with owner in capacity as owners- NIL**

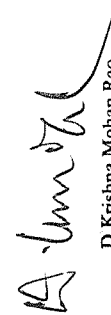
The accompanying notes are an integral part of these standalone financial statements.


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

As per our Report of even date attached
For Narotham Madhav & Ramesh
Chartered Accountants



For and on behalf of the Board of Directors of


D. Krishna Mohan Rao
 (Director)


G. Suryanarayana
 (Director)

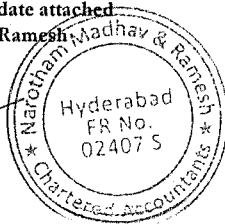
(RLN RAMA PRASAD)
Partner
FR No.002704S
Membership No.208659
Place:Ongole
Date : 11-05-2022
UDIN : 22208659AIURSC5338

Summary of significant accounting policies and other explanatory information for the year ended March 31, 2022

	₹ in million	
	As at 31-Mar-22	As at 31-Mar-21
13 Borrowings (non-current, financial liabilities)		
Long-term maturities of finance lease obligations		
Loans from Directors	3.10	3.10
Loan from Associate Companies	57.49	30.21
Redeemable preference shares		
	60.59	33.32
14 Other (non-current, financial liabilities)		
Payables Others	-	-
	-	-
15 Other (non-current, non-financial liabilities)		
Deffered Tax Liability	1.31	0.69
	1.31	0.69
Borrowings (current, financial liabilities)		
Loans repayable on demand from SNL	-	-
	-	-
16 Trade payables		
- Total outstanding dues of micro enterprises and small enterprises; and	-	-
- Total outstanding dues of creditors other than micro enterprises and small enterprises :	-	-
- Total outstanding dues of creditors	12.18	4.62
- Total outstanding License permit Exp.	-	-
- Total outstanding interest paid on above licence permit Exp	-	-
- Total outstanding management charges fee	-	-
- Total outstanding bandwidth charges	-	-
	12.18	4.62
17 Other financial liabilities (Current)		
Book overdraft	-	-
Payable to Directors	-	-
Internet charges received in Advance	-	-
	-	-
18 Other (current, non-financial liabilities)		
Statutory dues payable	0.54	0.03
Salaries & Trainee Stipend	1.01	-
Director Remuneration	-	-
Other Payables	0.71	-
	2.25	0.03

As per our Report of even date attached
For Narotham Madhav & Ramesh
Chartered Accountants

(RLN RAMA PRASAD)
Partner
FR No.002704S
Membership No.208659
Place:Ongole
Date : 11-05-2022
UDIN : 22208659AIURSC5338



For and on behalf of the Board of
Directors of

D Krishna Mohan Rao
D Krishna Mohan Rao
(Director)

G. Suryanarayana
G. Suryanarayana
(Director)

Summary of significant accounting policies and other explanatory information for the quarter March 31, 2022

		₹ in million	
		31-Mar-22	31-Mar-21
19	Revenue from operations		
	Sale of services		
	Bandwith Subscription	8.09	
	Activation and Set top boxes pairing charges	-	
		<u>8.09</u>	<u>-</u>
20	Other income		
	Interest income on		
	Bank deposits	0.08	0.08
	Others	-	
	Other non-operating income	0.00	0.07
		<u>0.08</u>	<u>0.15</u>
21	Employee benefits expense		
	Salaries, allowances and bonus	2.40	0.75
	Contributions to provident and other funds	-	
	Staff welfare expenses	0.03	
		<u>2.42</u>	<u>0.75</u>
22	Finance costs		
	Interest expense	0.07	
	Interest cost on discounting of financial instruments	-	
	Bank charges	0.09	0.24
	Interest on Loans	3.46	
	Amortisation of ancillary borrowing costs	-	
		<u>3.62</u>	<u>0.24</u>
23	Depreciation and amortisation of non-financial assets		
	Depreciation of property, plant and equipment	3.17	-
	Amortisation of intangible assets	-	
		<u>3.17</u>	<u>-</u>
24	Other expenses		
	Rent	0.13	0.09
	Rates and taxes (Old AGR)	0.04	2.28
	Communication expenses	0.15	0.03
	Repairs and maintenance		
	- Network	0.10	
	- Buildings	-	
	- Others	-	
	Legal, professional and consultancy charges	1.27	
	Printing and stationery	0.01	0.00
	Travelling and conveyance expenses	0.04	
	Auditors' remuneration*	0.01	0.02
	Advertisement and publicity expenses	0.12	
	Commission charges and incentives	3.30	
	Other operational cost	0.02	0.05
	Bandwith Charges	9.60	
	Postage & Courier	0.01	
	Licenses	2.71	
	AGR Payment	0.05	
	Network & Connectivity Expences	0.29	

Summary of significant accounting policies and other explanatory information for the quarter March 31, 2022

Miscellaneous expenses

-	0.03
17.83	2.49

*Auditors' remuneration
as an auditor
for other services (certifications)
for reimbursement of expenses

31-Mar-22	31-Mar-21
0.01	0.02
-	-
0.01	0.02

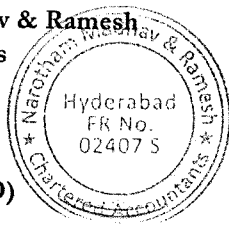
25 Earnings (loss) per share

	31-Mar-22	31-Mar-21
Loss attributable to equity shareholders	(19.49)	(3.94)
Weighted average number of equity shares outstanding during the year (nos.)	57,000	57,000
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.)	57,000	57,000
Effect of dilutive potential equity shares ~ Employee stock options (nos.)		
Nominal value of per equity share (₹)		
Loss per share (₹)		
Basic	(341.95)	(69.20)
Diluted	(341.95)	(69.20)

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

As per our Report of even date attached
For Narotham Madhav & Ramesh
Chartered Accountants





(RLN RAMA PRASAD)

Partner

FR No.002704S

Membership No.208659

Place:Ongole

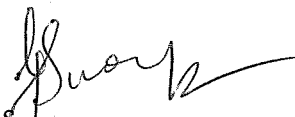
Date : 11-05-2022

UDIN : 22208659AIURSC5338

For and on behalf of the Board of Directors
of



D Krishna Mohan Rao
(Director)



G.Suryanarayana
(Director)