

Agarwal K & Co. LLP

Chartered Accountants
18 B, Sukeas Lane, 1st Floor
Room No - 1, Kolkata - 700 001
Phone: 033-4063 0566/0567
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E-mail : agarwalkcn@gmail.com

INDEPENDENT AUDITOR'S REPORT

To the Members of
SITI Maurya Cable Net Private Limited

Report on the Financial Statements

We have audited the accompanying financial statements of **SITI Maurya Cable Net Private Limited** ("the Company"), which comprise the Balance Sheet as at March 31, 2016, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

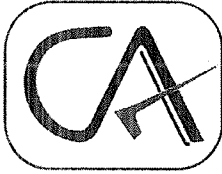
The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements to give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 and Accounting Standard 30, Financial Instruments: Recognition and Measurement issued by the Institute of Chartered Accountants of India to the extent it does not contradict any other accounting standard referred to in Section 133 of the Act read with Rule 7 of Companies (Accounts) Rules, 2014. 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 the design, implementation and maintenance of adequate internal financial control that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We have taken into account the provisions of the Act and the Rules made there under including the accounting and auditing standards and matters which are required to be included in the audit report.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act and other applicable authoritative pronouncements issued by the Institute of Chartered Accountants of India. Those Standards and pronouncements require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.





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An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

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

Opinion

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 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, 2016, its profit and its cash flows for the year ended on that date.

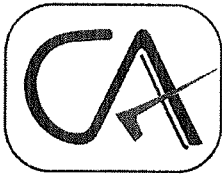
Report on Other Legal and Regulatory Requirements

As required by the Companies (Auditor's Report) Order, 2016 issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act (hereinafter referred to as the "Order"), and on the basis of such checks of the books and records of the Company as we considered appropriate and according to the information and explanations given to us, we give in the Annexure A a statement on the matters specified in paragraphs 3 and 4 of the Order.

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 purpose 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, 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.
- (e) On the basis of written representations received from the directors as on March 31, 2016, taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2016, from being appointed as a director in terms of section 164 (2) of the Act.






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- (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in Annexure B.
- (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our knowledge and belief and according to the information and explanations given to us:
- The Company does not have any pending litigations as at March 31, 2016 which would impact its financial position;
 - The Company did not have any long-term contracts as at March 31, 2016 including derivative contracts for which there were any material foreseeable losses.
 - There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company during the year ended March 31, 2016.

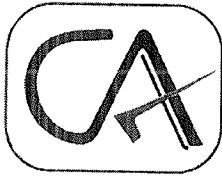
For Agarwal K & Co. LLP
Chartered Accountants
ICAI Firm Registration: F-00016


Per Gourav Gupta
Partner

Membership Number: 064579



Place of Signature: Kolkata
Date: 5th day of May 2016



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Annexure A to the Independent Auditors' Report

Referred to in our report of even date to the members of **SITI Maurya Cable Net Private Limited** on the financial statements as at and for the year ended March 31, 2016

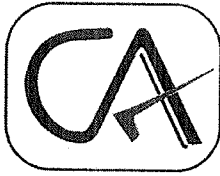
1. (a) According to the information and explanations given to us, the company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.

(b) The physical verification of fixed assets excluding ground distribution network and Set Top Boxes including smart card lying with the subscribers and third parties have been conducted at reasonable intervals by the Management during the year. In respect of fixed assets lying with third parties these have substantially been confirmed by them. The discrepancies noticed on physical verification of fixed assets as compared to book records were not material.

(c) The company does not own any immovable properties and hence no title deeds are held in the name of the company.
2. The company has no inventory and hence physical verification of stock is not applicable to the company.
3. According to the information and explanations given to us, the Company has not granted any loans, secured or unsecured to companies, firms, limited liability partnerships or other parties covered in the register maintained under section 189 of the Act. Therefore, the provisions of Clause 3(iii), (iii)(a), (iii)(b) and (iii)(c) of the Order are not applicable to the Company
4. In our opinion according to the information and explanations given to us, the Company has complied with the provisions of Section 185 and 186 of the Act in respect of loans and investment made, and guarantees provided by it.
5. The Company has not accepted any deposit from the public within the meaning of Sections 73, 74, 75 and 76 of the Act and the Rules framed there under to the extent notified.
6. To the best of our knowledge and as explained, the requirement of maintenance of cost records under clause 148(1) of the Companies Act, 2013, read with Companies (Cost Records and Audit) Rules, 2014, is not applicable to the company for the year since overall turnover of the company during the immediately preceding financial year was less than rupees thirty five crores.
7. (a) According to the records of the Company examined by us and information and explanations given to us, in our opinion, the Company is regular in depositing the undisputed statutory dues, including provident fund, employees state insurance, income tax, sales tax, service tax, duty of custom, duty of excise, value added tax, cess and other material statutory dues, as applicable, with the appropriate authorities except payments of Advance Income Tax. The company has not made any payment of Advance Income Tax during the year.

(b) According to the information and explanations given to us and the records of the company examined by us, there are no dues of income tax, sales tax, service tax, duty of customs, duty of excise, value added tax which have not been deposited on account of any dispute.



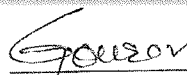


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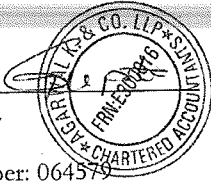
8. According to the records of the Company examined by us and the information and explanation given to us, the Company has not defaulted in repayment of loans or borrowings to any financial institutions or bank. The Company does not have any loans from Government. Further, the Company has not issued any debenture.
9. The Company has not raised any moneys by way of initial public offer, further public offer (including debt instruments) and term loans. Accordingly, the provisions of Clause 3(ix) of the Order are not applicable to the Company.
10. During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, we had neither come across any instance of material fraud by the Company or on the Company by its officers or employees, noticed or reported during the year, nor have we been informed of any such case by the Management.
11. The Company has not paid/provided for managerial remunerations during the year. Therefore the provisions of Clause 3(xi) of the Order are not applicable to the Company.
12. As the Company is not a Nidhi Company and the Nidhi Rules, 2014 are not applicable to it; the provisions of Clause 3(xii) of the Order are not applicable to the Company.
13. The Company has entered into transactions with related parties in compliance with the provisions of Sections 177 & 188 of the Act. The details of such related party transactions have been disclosed in the financial statements as required under Accounting Standard (AS) 18, Related Party Disclosures specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
14. The company has not made any preferential allotment of shares or fully or partly paid convertible debenture during the year under review. Accordingly, the provisions of Clause 3(xiv) of the Order are not applicable to the Company.
15. The Company has not entered into any non-cash transactions with its directors or persons connected with him/her. Accordingly, the provisions of Clause 3(xv) of the Order are not applicable to the Company.
16. The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, the provisions of Clause 3(xvi) of the Order are not applicable to the Company.

For Agarwal K & Co. LLP
Chartered Accountants
ICAI Firm Registration: E300016

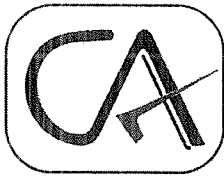


Per Gourav Gupta
Partner

Membership Number: 064579



Place of Signature: Kolkata
Date: 5th day of May 2016



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Annexure B to Independent Auditor's Report

Referred to the Independent Auditor's Report of even date to the members of **SITI Maurya Cable Net Private Limited** on the financial statements for the year ended March 31, 2016

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Act

We have audited the internal financial controls over financial reporting of **SITI Maurya Cable Net Private Limited** ("the Company") as of March 31, 2016 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

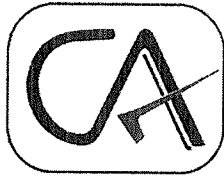
Auditor's Responsibility

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

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

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the internal financial controls system over financial reporting.





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Meaning of Internal Financial Controls Over Financial Reporting

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

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2016, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For Agarwal K & Co. LLP

Chartered Accountants

ICAI Firm Registration No. 16000746



Per Gourav Gupta

Partner

Membership Number: 064579



Place of Signature: Kolkata

Date: 5th day of May 2016



SITI MAURYA CABLE NET PRIVATE LIMITED

CIN: U93000WB2012PTC184542

Balance Sheet as at 31st March 2016

Particulars	Notes	Amount (INR)	Amount (INR)
		31st March 2016	31st March 2015
I. Equity and Liabilities			
(1) Shareholders' Fund			
(a) Share Capital	2	90,279,760	70,279,760
(b) Reserves and Surplus	3	166,780,532	71,515,846
		257,060,292	141,795,606
(2) Non-Current Liabilities			
(a) Long Term Borrowings	4	623,743	-
(b) Deferred Tax Liability (net)	5	8,598,773	415,112
(c) Other Long Term Liabilities	6	27,361,227	27,361,227
(d) Long Term Provisions	7	328,473	172,543
		36,912,215	27,948,882
(3) Current Liabilities			
(a) Short Term Borrowings	8	29,969,208	15,191,684
(b) Trade Payables	9	101,092,387	84,117,165
(c) Other Current Liabilities	10	187,200,312	50,790,085
(d) Short Term Provisions	11	19,447,640	20,298,814
		337,709,547	170,397,749
	Total	631,682,054	340,142,236
II. Assets			
(1) Non-Current Assets			
(a) Fixed Assets			
(i) Tangible Assets	12	314,071,033	156,331,724
(ii) Intangible Assets		27,952,693	12,033,819
(iii) Capital Work-In-Progress		74,248,930	20,278,619
(b) Long Term Loans and Advances	13	1,743,600	245,000
		418,016,257	188,889,162
(2) Current Assets			
(a) Trade Receivables	14	123,134,127	87,356,380
(b) Cash and Bank Balances	15	49,638,843	20,268,976
(c) Short-Term Loans and Advances	16	295,371	47,553
(d) Other Current Assets	17	40,597,456	43,580,166
		213,665,797	151,253,074
	Total	631,682,054	340,142,236

Summary of Significant accounting policies.

Refer accompanying notes. These notes are integral part of the financial statements.

Balance Sheet as referred in our report of even date.

For Agarwal K & Co. LLP

Chartered Accountants

ICAI Firm Registration No. E300016

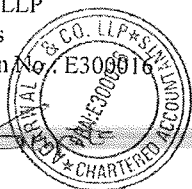
Gourav Gupta

Partner

Membership Number: 064579

Place - Kolkata

Date - 5th day of May 2016



For SITI Maurya Cable Net Pvt. Ltd.

Surendra Kumar Agarwal

Director

DIN: 00569816

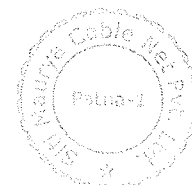
Krishna Kumar

Manager (F&A)

Muno Kumar

Director

DIN: 03449709



SITI MAURYA CABLE NET PRIVATE LIMITED

CIN: U93000WB2012PTC184542

Statement of Profit and Loss for the year ended 31st March'2016

Particulars	Notes	Amount (INR)	
		31st March 2016	31st March 2015
I. Revenue from Operations	18	376,475,155	252,433,393
II. Other Income	19	8,957,844	41,532
III. Total Revenue (I+II)		385,432,999	252,474,925
IV. Expenses			
Purchase of Traded Goods	20	11,936,671	-
Decrease/(Increase) in inventories of traded goods	21	-	-
Operating Expenses	22	201,782,154	165,783,400
Employees Benefit Expenses	23	10,504,939	6,504,148
Financial Cost	24	8,098,463	678,317
Depreciation and Amortisation Cost	25	29,814,151	21,274,789
Other Expenses	26	40,435,661	26,567,530
Total Expenses		302,572,039	220,808,184
V. Profit/(Loss) before exceptional items and extraordinary items and tax	(III-IV)	82,860,960	31,666,740
Less : Exceptional Items		-	-
VI. Profit/(Loss) before extraordinary items and tax		82,860,960	31,666,740
Less: Extraordinary items		-	-
Less : Prior Period Expenses	27	-	344,889
VII. Profit/(Loss) before tax		82,860,960	31,321,851
VIII Tax Expenses		27,596,275	10,312,805
(a) Current Tax		19,441,924	14,201,516
(b) Deffered Tax		8,183,660	(3,888,711)
(c) Short / (Excess) Provision for earlier years		(29,309)	-
IX Profit /(Loss) for the year	(VII-VIII)	55,264,685	21,009,046
Earning per Equity Share: (Rs.) [Nominal value of Rs. 10/-]	29		
(1) Basic		7.86	5.21
(2) Diluted		7.86	5.21

Summary of Significant accounting polices I
Refer accompanying notes. These notes are integral part of the financial statements

Statement of Profit & Loss referred in our report of even date is annexed.

For Agarwal K & Co. LLP
Chartered Accountants


ICAI Firm Registration No. 300016


Gourav Gupta
Partner


Membership Number: 064579



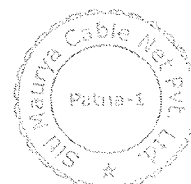
For SITI Maurya Cable Net Pvt. Ltd.


Surendra Kumar Agarwal
Director
DIN: 00569816


Muno Kumar
Director
DIN: 03449709


Krishna Kumar
Manager (F&A)

Place - Kolkata
Date - 5th day of May 2016



SITI MAURYA CABLE NET PRIVATE LIMITED

CIN: U93000WB2012PTC184542

Cash Flow Statement for year ended 31st March 2016

PARTICULARS	Amount in INR	Amount in INR
	31st March 2016	31st March 2015
A. Cash Flow from operating activities:		
Net Profit before taxation, exceptional item & prior period items	82,860,960	31,321,851
Adjustment for :-		
Depreciation	29,814,151	21,274,789
Provision for Retirement Benefit	158,632	151,329
Interest Paid & Borrowing cost	8,098,463	-
Bad Debts	25,854,768	-
Provision for doubtful debts & Advances	-	17,255,485
Provision for doubtful Debt & Advance - Written Back	(8,870,165)	-
Interest on Fixed Deposit / Income Tax	(87,329)	-
Operating profit before working capital changes	137,829,480	70,003,455
Change in working capital		
Increase/(Decrease) in Trade payables	76,975,222	(4,789,402)
Increase/(Decrease) in Other current liabilities	136,410,227	(26,334,491)
Increase/(Decrease) in Other long-term liabilities	-	27,361,227
Decrease/ (Increase) in Trade receivable	(52,762,350)	(38,084,353)
Decrease/ (Increase) in Long-term loans and advances given	(1,498,600)	(22,000)
Decrease/ (Increase) in Short-term loans and advances given	(247,818)	910,836
Decrease/ (Increase) in Other current assets	(7,172,545)	(20,031,571)
Decrease/ (Increase) in Other non- current assets	-	-
Cash Generation from Operating Activities after Prior Period Item	289,533,615	9,013,700
Income Tax Paid (including TDS)	10,111,236	14,201,516
Net Cash Generation from operating activities	279,422,380	(5,187,816)
B. Cashflow From Investing Activities:		
Purchase of Fixed Assets/ Capital work in Progress	(257,442,646)	(39,317,028)
Interest on Fixed Deposit / Income Tax	87,329	-
Net Cash deployed in Investing Activities	(257,355,317)	(39,317,028)
C- Cashflow From Financing Activities:		
Interest Paid	(8,098,463)	-
Borrowings Taken / Repayment	15,401,266	-
Issue of Equity Shares	-	60,000,000
Net Cash Generation from Financing Activities	7,302,804	60,000,000
Net Increase/(decrease) in Cash & Cash Equivalents (A+B+C)	29,369,868	15,495,156
Cash & Cash Equivalent at the beginning of the year	20,268,976	4,773,821
Cash & Cash Equivalent at the end of the year	49,638,843	20,268,976
Cash & Cash Equivalent include	As on 31st Mar 16	As on 31st Mar 15
Cash Balance	2,169,704	963,824
Bank Balance	619,399	9,380,602
Cheque in Hand	46,849,741	9,924,550
Cash & Cash Equivalent Reported	49,638,843	20,268,976

Notes: Previous years' figures are regrouped wherever necessary.

For Agarwal K & Co. LLP

Chartered Accountants

ICAI Firm Registration No. F300046



Gourav Gupta
Partner


Membership Number: 064579

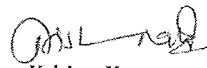
Place - Kolkata

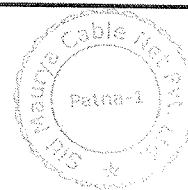
Date - 5th day of May 2016

For SITI Maurya Cable Net Pvt. Ltd.


Surendra Kumar Agarwal
Director
DIN: 00569816


Muno Kumar
Director
DIN: 03449709


Krishna Kumar
Manager (F&A)



SITI MAURYA CABLE NET PRIVATE LIMITED
Notes to financial statements for the year ended 31st March 2016

Company Overview

SITI Maurya Cable Net Private Limited ("the Company") was incorporated under the provisions of the Companies Act, 1956. The Company is Multi System Operator (MSO) engaged in the distribution of television channels through analogue and digital cable distribution network, broadband services and other related services. The Company is a subsidiary of Indian Cable Network Company Limited which is subsidiary of Siti Cable Network Limited and hence Siti Cable Network Limited is the ultimate holding company.

1 Summary of Significant Accounting Policies

a) Basis of preparation

The financial statements of the Company are consistently prepared and presented under historical cost convention on an accrual basis in accordance with the generally accepted accounting principles in India (Indian GAAP). The Company has prepared the financial statements to comply in all material aspects with the accounting standards notified under section 133 of the Companies Act, 2013 (the Act), read together with rule 7 of the Companies (Accounts) Rules, 2014 and the relevant provisions of the Act.

All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in the Schedule III to the Act. Based on the nature of operations, the Company has ascertained its operating cycle as 12 months for the purpose of current - non-current classification of assets and liabilities.

The accounting policies adopted in the preparation of financial statements are consistent with those of previous year, unless otherwise mentioned, and are explained below-

b) Use of Estimate

The preparation of financial statements in conformity with Indian GAAP requires management to make judgement, estimates and assumptions that affect the reported amounts of assets and liabilities, disclosure of contingent liabilities on the date of the financial statements and reported amounts of revenue and expenses during the reported period. Actual results could differ from those estimates. Any revision to accounting estimates is recognized prospectively in current or future periods.

c) Fixed Assets and Depreciation

Tangible Assets

(i) Tangible assets are stated at their cost of acquisition including financing and associated costs and incidental expenses less accumulated depreciation and impairment losses, if any. Cost comprises of purchase price, non refundable taxes and all expenses incurred in bringing the assets to its present location and condition for its intended use and includes installation and commissioning expenses. Such indirect expenditure incurred during the pre-commencement period is allocated proportionately over the cost of the relevant assets.

(ii) Set Top Boxes (STBs) lying in the godown at the year-end are included in Capital Work in Progress. On installation, such devices are

Intangible Assets

(i) Intangible assets comprises of VC Card, Cable Television Franchise, Bandwidth Rights and Softwares. Intangible Assets acquired separately are measured on initial recognition at cost. Following initial recognition, intangible assets are carried at cost less accumulated amortisation and accumulated impairment losses, if any.

Depreciation and Amortisation

i) Depreciation on tangible assets is calculated on a straight-line basis using the rates arrived at based on the useful lives estimated by the management. The cost of STBs & devices at the customer location are depreciated on straight-line method over a period of eight years. Intangible assets are amortised over their respective individual estimated useful lives on straight line basis, commencing from the date the asset is available to the company for its use.

ii) Since it is not possible to transfer the STB into Fixed Assets on daily basis, hence it was capitalized on different intervals as decided by management and hence the depreciation has also been calculated on that basis.

d) Leases

Where the company is lessee

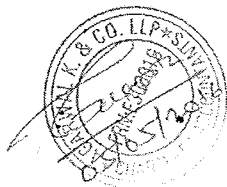
Leases, where the lessor effectively retains substantially all the risks and benefits of ownership of the leased item, are classified as operating leases. Operating lease payments are recognized as an expense in the statement of profit and loss on a monthly basis as per the lease term.

Where the company is the lessor

Leases in which the company does not transfer substantially all the risks and benefits of ownership of the asset are classified as operating leases. Assets subject to operating leases are included in fixed assets. Lease income on an operating lease is recognized in the statement of profit and loss on monthly rental basis, wherever applicable over the lease term.

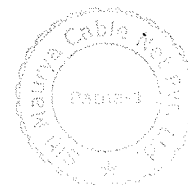
e) Impairment of Assets

The Carrying amount of the fixed assets and capital work in progress are reviewed at each balance sheet date in accordance with Accounting Standard-28 on "Impairment of Assets" prescribed by the Companies (Accounting Standard) rules, 2006, to determine whether there is any indication of impairment. If any such indication exists, the assets recoverable amounts are estimated at each reporting date and impairment loss is recognized whenever carrying amount of an assets or cash generating unit of which it is a part exceeds the corresponding recoverable amount. Impairment losses are recognized in the profit and loss account. An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount. An impairment loss is reversed only to the extent that the assets carrying amount does not exceed the carrying amount that would have been determined net of depreciation or amortization, if no impairment loss had been recognized.



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SITI MAURYA CABLE NET PRIVATE LIMITED
Notes to financial statements for the year ended 31st March 2016

f) Borrowing Cost

Interest and other costs incurred by the Company in connection with the borrowing of funds are recognized as an expense in the period in which they are incurred, unless the borrowings are used for acquiring qualifying assets and activities that are necessary to prepare the qualifying assets for its intended use.

g) Inventories

Inventories are valued as follows-

Stock in trade & Stores and spares valued at cost on weighted average method or at net realisable value whichever is lower.

Net realisable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and estimated costs necessary to make the sale.

h) Revenue Recognition

Revenue is recognized to the extent the company considers it realizable and financial benefit of the same shall flow to the company. The itemwise significant accounting policies for recognition of revenue are as under:

(i) Subscription Income

Subscription Income from Cable Services (Net of applicable taxes and duties) are recognised on accrual basis from the date of commencement of supply at the signal injection point of the customer after an initial 'free-viewing' period, if any as per the Schedule of rates except to the extent stated in Note No. 34.

(ii) Carriage Income

Carriage Income is recognized on accrual basis as evenly accruing over the term of the contract of carriage. However, where the formal agreements are yet to be executed, the income from Carriage Services is deferred till the time the said agreements are formally executed.

(iii) Income From Activation of Services

Income from activation of digital cable services is recognised at the time of issue of Set Top Boxes to the Local Cable Operators and is net of Activation Fee Refunded on Returned Set Top Boxes.

(iv) Income From Broadband Services

Income from broadband services (net of applicable taxes and duties) is recognised on time proportion basis except to the extent stated in Note No. 38.

(v) Advertisement Income

Advertisement Income is recognised on accrual basis from the date(s) of insertion of advertisements based on the terms specified in the release

(vi) Other Services

Income from dark fiber leasing is recognized on accrual basis as per terms of the respective contracts.

(vii) Sales of Goods

Revenue from sale of goods is recognized when all the significant risks and rewards of ownership of the goods have been passed to the buyer, usually on delivery of the goods. The company collects sales taxes and value added taxes (VAT) on behalf of the government and, therefore, these are not economic benefits flowing to the company. Hence, they are excluded from revenue.

(viii) Tax on Revenue

The Company collects service tax, amusement tax, sales tax and value added taxes on behalf of the government and, therefore, it is not an economic benefit flowing to the Company. Hence, it is excluded from revenue.

i) Foreign Currency Transaction

Transaction in foreign currency is recorded at the rate of exchange prevailing on the transaction date(s). Transaction remaining unsettled, other than those contracts covered under forward exchange contracts, is translated at the rate prevailing at the end of the financial year. The exchange rate difference arising there-from are adjusted in the Statement of Profit & Loss except in respect of fixed assets, where the exchange difference is adjusted to the carrying amount of the respective asset.

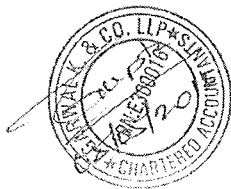
j) Taxation

Tax expense comprises current and deferred tax. Current Income Tax expense is determined and provided in the accounts at the amount expected to be paid to the tax authorities in accordance with the Income Tax Act 1961.

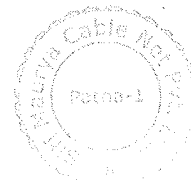
Deferred tax is recognized subject to the consideration of prudence, on timing difference, being the difference between taxable incomes and accounting income that originate in one year and are capable of reversal in one or more subsequent years. Deferred tax assets in respect of un-absorbed depreciation and carry forward losses are not recognized unless there is virtual certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized.

k) Earnings Per Share

Basic earnings per share are computed using the weighted average number of equity shares outstanding during the period. Diluted earnings per share are computed using the weighted average number of equity and dilutive equity equivalent shares outstanding during the period, except where the results would be anti dilutive.



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SITI MAURYA CABLE NET PRIVATE LIMITED
Notes to financial statements for the year ended 31st March 2016

l) Retirement and other employee benefits

The company's obligations towards various employee benefits have been recognized as follows:

(i) Short term benefits

Short-term employee benefits are recognized as an expense at the undiscounted amount in the Statement of Profit & Loss of the year in which the related service is rendered.

(ii) Post employment benefit

a) Monthly contributions to Provident funds which are defined contribution schemes are charged to Statement of Profit and Loss and deposited with the Provident Fund authorities on a monthly basis.

b) Monthly contributions to Employee State Insurance are provided at the rate prescribed by ESIC Laws and charged to Statement of Profit and Loss and deposited with the ESIC Authorities on a monthly basis.

c) Gratuity liability is a defined benefit obligation and is provided for on the basis of an actuarial valuation on projected unit credit method made at the end of each financial year or in case of plans administered by insurers, based on contribution determined by the insurer. Actuarial gains / losses are immediately recognised in the statement profit and loss and are not deferred.

(iii) Other Long term benefits

Cost of a long term benefit by way of accumulating compensated absence that are expected to be availed after a period of 12 months from the period end are recognized when the employees render the service that increases their entitlement to future compensated absences. Such cost is recognized based on actual valuation of related obligation on the reporting date. Actuarial gains and losses for the period are recognized in the profit and loss account as income or expense.

(iv) Termination benefit

Cost of termination benefit is recognized only when the company has a present obligation as a result of a past event, it is probable that outflow of resources will be required to settle such obligation and the amount of the obligation can be reliably estimated.

m) Provisions

A provision is recognized when the company has a present obligation as a result of past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Provisions are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the reporting date. These estimates are reviewed at each reporting date and adjusted to reflect the current best estimates.

n) Contingent liabilities

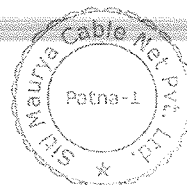
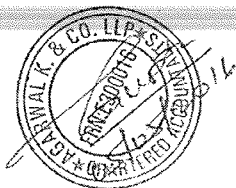
A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the company or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognized because it cannot be measured reliably. The company does not recognize a contingent liability but discloses its existence in the financial statements.

o) Cash and cash equivalents

Cash and cash equivalents for the purposes of cash flow statement comprise cash at bank and in hand, cheque in hand and short-term investments with an original maturity of three months or less.

p) Segment Reporting Policies

The company is a Multi System Operator providing Cable Television Network Services, Broadband Services and allied services which is considered as the only reportable segment. The company's operations are currently based only in the State of Bihar & West Bengal.



SITI MAURYA CABLE NET PRIVATE LIMITED
Notes to financial statements for the year ended 31st March 2016

2. Shares Capital

Particulars	31-Mar-16	31-Mar-15
	Amount (Rs.)	Amount (Rs.)
Authorised shares capital		
90,30,000 (70,30,000) Equity Shares of Rs. 10/- each	90,300,000	70,300,000
	90,300,000	70,300,000
Issued, subscribed and fully paid-up shares		
90,27,976 (70,27,976) Equity Shares of Rs. 10/- each	90,279,760	70,279,760
Total issued, subscribed and fully paid-up share capital	90,279,760	70,279,760

Out of the above

- (i) 20,00,000 (20,00,000) fully paid up equity shares of Rs 10 each were issued other than cash against consideration payable towards purchase of business through a slump sale agreement
- (ii) 50,00,000 (30,00,000) fully paid up equity shares of Rs 10 each were issued other than cash against consideration payable towards payment of management charges and lease rental for Set Top Boxes

Disclosure pursuant to Note no. 6(A)(d) of Part I of Schedule III to the Companies Act, 2013

(i) Equity Shares

Particulars	31-Mar-16		31-Mar-15	
	No. of Shares held	Amount (Rs.)	No. of Shares held	Amount (Rs.)
Outstanding at the beginning of the year	7,027,976	70,279,760	4,027,976	40,279,760
Issued during the year	2,000,000	20,000,000	3,000,000	30,000,000
Bought back during the year	-	-	-	-
Any other movement (please specify)	-	-	-	-
Outstanding at the end of the period	9,027,976	90,279,760	7,027,976	70,279,760

Disclosure pursuant to Note no. 6(A)(e) of Part I of Schedule III to the Companies Act, 2013

Terms & rights attached to equity shares

The company has only one class of equity shares having par value of Rs 10 per share. Each holder of equity shares is entitled to one vote per share. In the event of liquidation of the company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

Disclosure pursuant to Note no. 6(A)(f) of Part I of Schedule III to the Companies Act, 2013

Out of Equity shares issued by the Company, shares held by its holding company, ultimate holding company and their subsidiaries/ associates are as below:

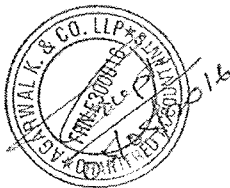
Particulars	31-Mar-16		31-Mar-15	
	No. of Shares held	Amount (Rs.)	No. of Shares held	Amount (Rs.)
Equity Shares				
Indian Cable Net Company Limited, the holding company	4,523,016	45,230,160	3,521,016	35,210,160
45,23,016 (35,21,016) Equity Shares of Rs. 10 each fully paid				
Indian Cable Net Company Limited is subsidiary of Siti Cable Network Limited and hence Siti Cable Network Limited is ultimate holding company. Siti Cable Network Limited do not hold any shareholding in the company.				

Disclosure pursuant to Note no. 6(A)(g) of Part I of Schedule III to the Companies Act, 2013 (if more than 5%)

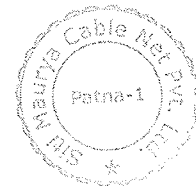
Name of Shareholder	Equity Shares			
	As at 31 st Mar 2016		As at 31 st March 2015	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
Maurya Dignet Pvt. Ltd.	4,504,960	49.90%	3,500,960	49.90%
Indian Cable Net Co Ltd.	4,523,016	50.10%	3,521,016	50.10%

3. Reserves & Surplus

Particulars	31-Mar-16	31-Mar-15
	Amount (Rs.)	Amount (Rs.)
Securities premium account		
Balance as per the last financial statements	30,000,000	-
Add: Security Premium Credited on Share issue	40,000,000	30,000,000
Closing Balance	70,000,000	30,000,000
Surplus/ (deficit) in the statement of profit and loss		
Balance as per last financial statements	41,515,846	20,506,800
Profit for the year	55,264,685	21,009,046
Less: Appropriations	-	-
Net Surplus in the statement of profit and loss	96,780,532	41,515,846
Total reserves and surplus	166,780,532	71,515,846



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SITI MAURYA CABLE NET PRIVATE LIMITED
Notes to financial statements for the year ended 31st March 2016

4. Long-term borrowings

Particulars	31-Mar-16	31-Mar-15
	Amount (Rs.)	Amount (Rs.)
Secured Loan		
- From Banks	623,743	-
Car Loan from ICICI Bank Ltd (Secured by first and exclusive charge by way of hypothecation of Car) (The facility is repayable in 60 equal monthly installments)		
# Current Maturities of Long Term Debts is disclosed under the Head 'Other Current Liabilities' (Refer Note No. 10)		
Total	623,743	-

5. Deferred Tax Asset/(Liabilities) (Net)

Particulars	31-Mar-16	31-Mar-15
	Amount (Rs.)	Amount (Rs.)
Deferred tax liability		
Fixed assets: Impact of difference between tax depreciation and depreciation/ amortization charged for the financial reporting	13,009,966	7,525,517
Gross deferred tax liability	13,009,966	7,525,517
Deferred tax asset		
Impact of expenditure charged to the statement of profit and loss in earlier year but allowed for tax purposes in instalments	2,579	5,061
Provision for doubtful debts and advances	4,188,936	6,988,564
Impact of expenditure charged to the statement of profit and loss in the current year but allowed for tax purposes on payment basis	219,678	116,780
Gross deferred tax asset	4,411,193	7,110,405
Net deferred tax asset/(liabilities)	(8,598,773)	(415,112)

6. Other Long Term Liabilities

Particulars	31-Mar-16	31-Mar-15
	Amount (Rs.)	Amount (Rs.)
Security Deposit taken against Set Top Boxes	27,361,227	27,361,227
Total	27,361,227	27,361,227

7. Long Term Provisions

Particulars	31-Mar-16	31-Mar-15
	Amount (Rs.)	Amount (Rs.)
Provision for employee benefits		
Gratuities	205,706	97,683
Leave Encashment	122,767	74,860
Total	328,473	172,543

8. Short-term borrowings

Particulars	31-Mar-16	31-Mar-15
	Amount (Rs.)	Amount (Rs.)
Unsecured Loan		
Loans and Advances From Related Parties		
Holding company - Indian Cable Net Company Limited	-	7,419,840
Maurya Dignet Pvt Ltd (Repayable on demand)	29,969,208	7,771,844
Total	29,969,208	15,191,684

9. Trade Payables (Refer Note No. 35 & 36)

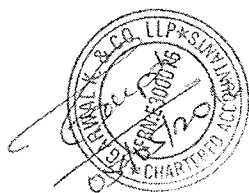
Particulars	31-Mar-16	31-Mar-15
	Amount (Rs.)	Amount (Rs.)
Trade payables	101,092,387	84,117,165
Total	101,092,387	84,117,165

10. Other Current Liabilities

Particulars	31-Mar-16	31-Mar-15
	Amount (Rs.)	Amount (Rs.)
Advance Income Billed	3,847,709	1,440,198
Advances from Customers	3,317,743	3,152,188
Current Maturities of Long Term Liabilities (Refer Note No. 4)	130,591	-
Payable for Capital Goods	115,754,585	31,282,531
Payable for Contractual Liabilities	1,321,596	222,961
Statutory Liabilities	15,851,923	8,106,800
TDS Payable	11,061,533	6,123,835
Temporary Overdraft	35,914,832	-
Unearned Income	-	461,573
Total	187,200,312	50,790,085

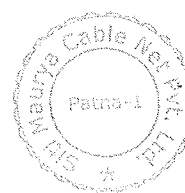
11. Short Term Provisions

Particulars	31-Mar-16	31-Mar-15
	Amount (Rs.)	Amount (Rs.)
Provision for Taxation	19,441,924	20,295,800
Provision for employee benefits		
Gratuities	736	359
Leave Encashment	4,980	2,655
Total	19,447,640	20,298,814



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SITI MAURVA CABLE NET PRIVATE LIMITED
Notes to financial statements for the year ended 31st March 2016

13. Long Term Loans and Advances (Refer Note No. 35 & 36)

Particulars	31-Mar-16 Amount (Rs.)	31-Mar-15 Amount (Rs.)
Security Deposits		
Unsecured, considered good	1,743,600	245,000
Total	1,743,600	245,000

14. Trade Receivables (Refer Note No. 35 & 36)

Particulars	31-Mar-16 Amount (Rs.)	31-Mar-15 Amount (Rs.)
Trade receivables outstanding for a period exceeding six months from the date they are due for payment		
Unsecured, considered good	34,044,389	27,465,637
Unsecured, considered doubtful	12,669,559	21,539,724
Less: Provision for doubtful debts	12,669,559	21,539,724
	34,044,389	27,465,637
Other Receivables		
Unsecured, considered good	89,089,738	59,890,742
Unsecured, considered doubtful	-	-
Less: Provision for doubtful debts	-	-
	89,089,738	59,890,742
Total	123,134,127	87,356,380

15. Cash and Bank Balances

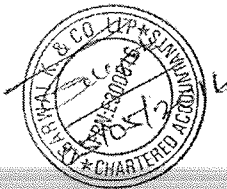
Particulars	31-Mar-16 Amount (Rs.)	31-Mar-15 Amount (Rs.)
Cash and cash equivalents		
Balances with banks:		
- On current accounts	619,399	9,380,602
Cheques/ drafts on hand	46,849,741	9,924,550
Cash on hand	2,169,704	963,824
Total	49,638,843	20,268,976

16. Short Term Loan and Advances (Refer Note No. 35 & 36)

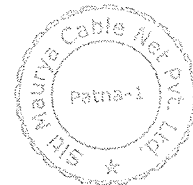
Particulars	31-Mar-16 Amount (Rs.)	31-Mar-15 Amount (Rs.)
Other Advances	295,371	47,553
Total	295,371	47,553

17. Other Current Assets

Particulars	31-Mar-16 Amount (Rs.)	31-Mar-15 Amount (Rs.)
a. Others Current Assets		
Advance Tax	5,094,187	15,249,442
Convat Credit (Service Tax)	32,742,968	13,146,206
Advances to Vendors/Payables	2,037,860	5,814,705
Prepaid Expenses	722,440	47,214
b. Income Accrued But not Due		
Income Accrued but not Due	-	9,322,599
Total	40,597,456	43,580,166



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SITI MAURVA CABLE NET PRIVATE LIMITED
Notes to financial statements for the year ended 31st March 2016

18. Revenue From Operations

Particulars	FY 2015-16 Amount (Rs.)	FY 2014-15 Amount (Rs.)
Revenue from Operations		
Sale of products (net of returns)		
Set Top Boxes and Others	13,944,000	-
	13,944,000	-
Sale of services		
Carriage Income	108,697,681	131,399,444
Activation Charges	122,152,722	11,889,216
Subscription Income (Refer Note No. 34)	121,002,830	104,794,514
	351,853,233	248,083,174
Other operating revenue		
Other Networking Income	3,853,790	-
Advertisement Income	6,824,131	4,350,219
	10,677,921	4,350,219
Revenue from operations	376,475,155	252,433,393

19. Other Income

Particulars	FY 2015-16 Amount (Rs.)	FY 2014-15 Amount (Rs.)
Installation & STB Reprising	350	3,050
Accessories Sale Net of Cost	-	38,482
Interest Received on Income Tax Refund	87,329	-
Excess Provision Written Back	8,870,165	-
Total	8,957,844	41,532

20. Purchase of Traded Goods

Particulars	FY 2015-16 Amount (Rs.)	FY 2014-15 Amount (Rs.)
Set Top Boxes and Others	11,936,671	-
Total	11,936,671	-

21. (Increase)/ decrease in inventories

Particulars	FY 2015-16 Amount (Rs.)	FY 2014-15 Amount (Rs.)
Inventories at the beginning of the year - Traded goods	-	-
Inventories at the end of the year - Traded goods	-	-
(Increase)/Decrease	-	-

22. Operating Expenses

Particulars	FY 2015-16 Amount (Rs.)	FY 2014-15 Amount (Rs.)
Pay Channel Expenses	117,780,273	94,890,230
Lease Rental of Set Top Boxes	31,564,712	31,502,205
Management Charges	30,125,000	30,000,000
Commission Charges and Incentives	2,927,272	-
Lease Rental & Right to Usage Charge	3,464,857	3,401,046
Network Sharing & Ground Distribution Expenses	6,962,598	-
VC Card Licence/Software Fees	7,893,653	5,025,994
Other Operational Expenses	1,061,789	963,925
Total	201,782,154	165,783,400

23. Employee Benefits Expenses

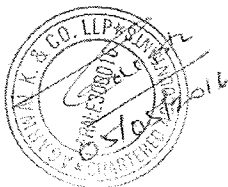
Particulars	FY 2015-16 Amount (Rs.)	FY 2014-15 Amount (Rs.)
(a) Salaries and incentives	9,248,490	5,514,413
(b) Contributions to -		
(i) ESI fund	235,417	130,070
(ii) PF fund	555,096	293,641
(c) Staff welfare expenses	465,936	566,024
Total	10,504,939	6,504,148

24. Finance Costs

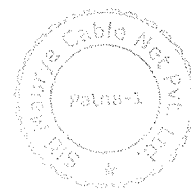
Particulars	FY 2015-16 Amount (Rs.)	FY 2014-15 Amount (Rs.)
Bank Charges	142,494	171,943
Interest on late payment of Statutory Dues	434,780	506,374
Interest on Unsecured Loan from related parties	1,941,515	-
Interest on Others Payable for Capital Goods to related parties	5,579,673	-
Total	8,098,462	678,317

25. Depreciation and Amortization Expenses

Particulars	FY 2015-16 Amount (Rs.)	FY 2014-15 Amount (Rs.)
Depreciation of tangible assets (Refer Note No 12)	26,434,245	19,399,982
Depreciation of intangible assets (Refer Note No 12)	3,379,906	1,874,807
	29,814,151	21,274,789



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SITI MAURYA CABLE NET PRIVATE LIMITED
Notes to financial statements for the year ended 31st March 2016

26. Other Expenses

Particulars	FY 2015-16 Amount (Rs.)	FY 2014-15 Amount (Rs.)
Business Promotion Expenses	183,803	32,698
Postage, Telegrams & Telephone	213,450	61,501
Service & Security Charges	255,174	261,775
Electricity Expenses	2,213,627	1,660,037
Printing and Stationeries	467,766	844,031
Filing Fees	553,707	-
Travelling and Conveyance Expenses	2,071,121	1,234,709
Transportation Charges including loading & unloading	246,133	9,252
Repairs and Maintenance - Others	2,402,598	402,946
Rent	2,029,798	1,720,868
Rates, Taxes & Licence Fees	-	101,809
Legal & Professional Fees	703,503	871,027
Foreign Exchange Fluctuation loss (net)	60,193	-
Advertisement & Publicity Expenses	39,366	11,000
General & Sundry Expenses	2,952,728	1,938,818
Guest House Expenditure	62,925	51,583
Provision for Doubtful Debts	-	17,255,485
Bad Debts Written Off	25,854,768	-
	<u>40,310,661</u>	<u>26,457,530</u>
Auditors Remuneration		
Statutory Audit Fees	75,000	47,500
Tax Audit Fees	50,000	22,500
Limited Review Fees	-	40,000
	<u>125,000</u>	<u>110,000</u>
Total	<u>40,435,661</u>	<u>26,567,530</u>

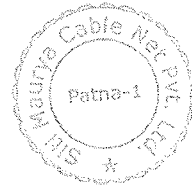
27. Extra Ordinary items

Particulars	FY 2015-16 Amount (Rs.)	FY 2014-15 Amount (Rs.)
Prior Period Expenses	-	344,889
	-	<u>344,889</u>



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SITI MAURYA CABLE NET PRIVATE LIMITED

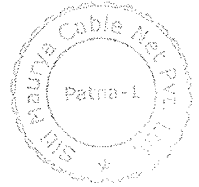
Notes to financial statements for the year ended 31st March 2016

12. Fixed Assets

Particulars	Gross Block				Accumulated Depreciation				Net Block			
	Opening Rs.	Addition Rs.	Disposal Rs.	Other Adjustments +/- Rs.	Closing Rs.	Opening Rs.	Depreciation charge for the Year 2015-16 Rs.	Other Adjustments +/- (c) Rs.	On disposals Rs.	Closing Rs.	Closing as on 31.03.2016 Rs.	Closing as on 31.03.2015 Rs.
Tangible Assets												
Plant & Machinery	47,160,486	38,130,886			85,291,372	7,616,540	7,104,449	-	-	14,720,989	70,570,383	47,160,486
Ground Distribution Network	15,706,053	2,081,577			17,787,630	2,994,031	1,977,093			4,871,124	12,916,507	15,706,053
Furniture & Fixture	3,165,084	1,771,822			4,936,906	411,432	342,637			754,089	4,182,837	3,165,084
Office Equipments	277,138	879,177			1,156,315	55,103	163,725			218,828	937,487	277,138
Computer	869,471	210,255			1,079,726	437,879	183,684			621,543	458,223	869,471
Set Top Boxes	116,573,765	140,129,556			256,703,322	15,993,738	16,618,382			32,612,120	224,091,202	116,573,765
Motor Vehicle	98,355	970,441			1,068,796	9,909	44,295			54,204	1,014,595	98,355
Total (i)	183,850,356	184,173,554	-	-	368,023,911	27,518,632	26,434,245	-	-	53,952,877	314,071,033	183,850,356
Tangible Assets (Under Lease)												
Total (ii)	-	-	-	-	-	-	-	-	-	-	-	-
Total (i+ii)	183,850,356	184,173,554	-	-	368,023,911	27,518,632	26,434,245	-	-	53,952,877	314,071,033	183,850,356
Intangible Assets												
Software	14,877,703	19,298,780			34,176,483	2,843,884	3,379,906			6,223,790	27,952,693	14,877,703
Capital Work In Progress												
Total	20,278,619	245,346,037	191,375,726	-	476,449,324	30,362,517	29,814,151	-	-	60,176,667	416,272,657	219,006,678
Grand Total	219,006,678	448,818,372	191,375,726	-	476,449,324	30,362,517	29,814,151	-	-	60,176,667	416,272,657	219,006,678
Previous Year	179,689,650	84,039,480	44,722,452	-	219,006,678	9,087,727	21,274,769	-	-	30,362,517	188,844,162	179,689,650



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SITI MAURYA CABLE NET PRIVATE LIMITED
Notes to financial statements for the year ended 31st March 2016

28 Details of dues to micro and small enterprises as defined under the MSMED Act 2006.

The Company has not received intimation from vendors regarding their status under the Micro, Small and Medium Enterprises Development Act 2006. And hence disclosures relating to amount unpaid as on 31st Mar 2016 together with interest paid or payable under this Act have not been given.

29 Earnings Per Share (EPS)

The following reflects the profit and share data used in the basic and diluted EPS computations:

	FY 2015-16 (Rs.)	FY 2014-15 (Rs.)
Total operations for the year before prior period		
Profit/(loss) after tax	55,264,685	21,009,046
Net profit/(loss) for calculation of basic EPS	55,264,685	21,009,046
Net profit as above	55,264,685	21,009,046
Add : dividends on convertible preference shares & tax thereon	-	-
Add : interest on bonds convertible into equity shares (net of tax)	-	-
Net profit/(loss) for calculation of diluted EPS	55,264,685	21,009,046
	No.	No.
Weighted average number of equity shares in calculating basic EPS	7,033,455	4,036,195
FY 14-15 = $\frac{[(4027976 \times 365) + (3060000 \times 1)]}{365}$		
FY 15-16 = $\frac{[(7027976 \times 365) + (2000000 \times 1)]}{365}$		
Effect of dilution:		
Convertible preference shares	-	-
Convertible bonds	-	-
Stock options granted under ESOP	-	-
Weighted average number of eq. shares in calculating diluted EPS	7,033,455	4,036,195
Earnings Per Share in INR (Nominal Value per equity shares Rs. 10/-)		
Basic Earning Per Share	7.86	5.21
Diluted Earning Per Share	7.86	5.21

30 Gratuity and other employment benefit plans

Defined contribution plan

Contribution to defined contribution plan, recognised as expense for the year are as under :-
Employer's contribution to provident fund Rs. 5,55,096/-

Defined benefit plan

(i) The detail of employee benefit for the period in respect of gratuity which is funded defined benefit plan is as under:

PARTICULARS	(Rs.)	
	As on 31st March 2016	As on 31st Mar 2015
Present Value of Obligation at the beginning of the period	98,042	24,228
Interest Cost	7,865	1,938
Current Service Cost	106,029	65,502
Benefits paid (if any)	-	-
Actuarial (gains)/loss	(5,494)	6,274
Present Value of Obligation at the end of the period	206,442	98,042

b. Net Asset / (Liability) recognized in the balance sheet

PARTICULARS	(Rs.)	
	As on 31st March 2016	As on 31st Mar 2015
Present Value of Obligation at the end of the period	206,442	98,042
Fair Value of plan assets at the end of the period	-	-
Net Liability/(assets) recognised in Balance Sheet and related analysis	206,442	98,042
Funded Status	(206,442)	(98,042)

c. Expense Recognised in the statement of profit & loss account

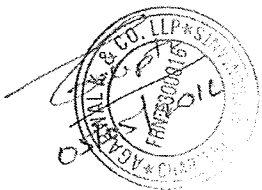
PARTICULARS	(Rs.)	
	As on 31st March 2016	As on 31st Mar 2015
Interest Cost	7,865	1,938
Current Service Cost	106,029	65,602
Expected return on Plan Assets	-	-
Net Actuarial (gain)/loss recognised in the period	(5,494)	6,274
Expenses to be recognised in the Profit & loss Account	108,400	73,814

d. Liability

Period	(Rs.)	
	As on 31st March 2016	As on 31st Mar 2015
Current Liability	736	359
Non Current Liability	205,706	97,683
Total Liability	206,442	98,042

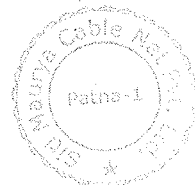
e. The assumptions employed by actuary for the calculations are tabulated:

Period	(Rs.)	
	As on 31st March 2016	As on 31st Mar 2015
Discount rate	8.00%	8.00%
Salary Growth Rate	5.00%	5.00%
Mortality	IALM 2006-08 Ultimate	IALM 2006-08 Ultimate
Expected rate of return	-	-
Withdrawal rate (Per Annum)	2.00%	2.00%



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SITI MAURVA CABLE NET PRIVATE LIMITED
Notes to financial statements for the year ended 31st March, 2016

(ii) The detail of employee benefit for the period in respect of leave encashment which is funded defined benefit plan is as under:

PARTICULARS	(Rs.)	
	As on 31st March 2016	As on 31st Mar 2015
Present Value of Obligation at the beginning of the period	77,515	
Interest Cost	6,218	
Current Service Cost	77,056	
Benefits paid (if any)	(10,005)	
Actuarial (gains)/loss	(12,858)	
Present Value of Obligation at the end of the period	137,926	77,515

PARTICULARS	(Rs.)	
	As on 31st March 2016	As on 31st Mar 2015
Present Value of Obligation at the end of the period	137,926	75,515
Fair Value of plan assets at the end of the period	-	-
Net Liability/(assets) recognised in Balance Sheet and related analysis	137,926	77,515
Funded Status	(137,926)	(77,515)

PARTICULARS	(Rs.)	
	As on 31st March 2016	As on 31st Mar 2015
Interest Cost	6,218	-
Current Service Cost	77,056	-
Expected return on Plan Assets	-	-
Net Actuarial (gain)/loss recognised in the period	(12,858)	-
Expenses to be recognised in the Profit & loss Account	70,416	-

Period	(Rs.)	
	As on 31st March 2016	As on 31st Mar 2015
Current Liability	4,980	2,655
Non Current Liability	132,946	74,860
Total Liability	137,926	77,515

e. The assumptions employed by actuary for the calculations are tabulated:

Period	As on 31st March 2016	As on 31st Mar 2015
Discount rate	8.00%	8.00%
Salary Growth Rate	5.00%	5.00%
Mortality	IALM 2006-08 Ultimate	IALM 2006-08 Ultimate
Expected rate of return	-	-
Withdrawal rate (Per Annum)	2.00%	2.00%

- a. Discount Rate is based on the prevailing market yield of Indian Government Securities' as the balance sheet as date for expected term of obligation.
b. Salary Escalation rate is based on estimates of future salary increases taking into consideration of inflation, seniority, promotion and other relevant factors.

31 Payment to Auditors (accrued)

PARTICULARS	(Rs.)	
	FY 2015-16	FY 2014-15
Audit Fees	75,000	47,500
Tax Audit Fees	50,000	22,500
Limited Review Fees	-	40,000
TOTAL	125,000	110,000

32 There is no amount due to any Small Scale Industrial Undertakings as at Mar 31, 2016.

33 Operating Leases (As Lessee):

The Company has taken set top boxes from Indian Cable Net Company Private Limited on irrevocable operating lease agreements. The lease rental expenses recognised in the Statement of Profit and Loss for the year is Rs 3,15,64,712/- (Previous Year: Rs 3,15,02,205/-)

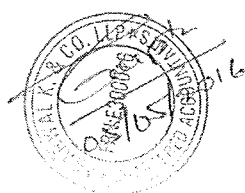
34 Owing to initial delay in implementation during transition from analogue to DAS, the company has billed LCOs on count basis net of any commission on monthly basis based on its best estimate, and the same is being recorded as Subscription Income.

35 Net balances of Loans & Advances, Trade Receivables, Trade Payables, and other assets & liabilities are subject to confirmation.

36 In the opinion of the Board of Directors the current assets, loans and advances shown in the Balance Sheet as on 31st March 2016 are considered good and fully recoverable, except otherwise stated and provision for all known liabilities has been made in the accounts.

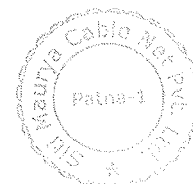
37 During the PY 2014 - 2015, pursuant to the notification of Schedule II to the Companies Act, 2013 with effect from April 1, 2014, the Company has revised the estimated useful life of its assets to align the useful life with those specified in Schedule II and continuing with charging depreciation on the same basis without making any change in the method of depreciation.

38 During the Year 2013-14, the company had entered into an understanding with Siti Broadband Services Private Limited ("SBSPL"). Under the understanding, the company is providing the broadband services / internet services to the subscribers through SBSPL. All the revenue and expenses w.r.t internet services are collected/incurred by SBSPL itself. It has been mutually agreed that a portion of income from internet services (net of expenses) would be paid to the company. The recognition of the income from internet services is pending as on 31st March 2016 for reason that some of terms and conditions of an agreement is still under negotiation and the same has not been executed as yet. If the desired agreement would have been executed, the economic benefit thereof would have flown to the company. Pending execution of the agreement the company has not been able to realise any economic benefit. However, the Management of the view that the necessary agreement for internet services shall be completed in the current year 2016 - 17 and the company shall be able to realise the financial benefits to which it is entitled to.



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SITI MAURYA CABLE NET PRIVATE LIMITED
Notes to financial statements for the year ended 31st March 2016

39 Related Party Disclosure

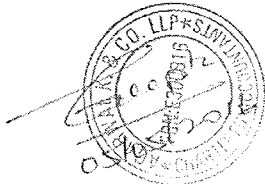
List of parties where control Exists

- a Ultimate Holding Company
Siti Cable Network Limited
- b Holding Company
Indian Cable Net Company Limited
- c Fellow Subsidiaries of Holding Company
 - Siticable Broadband South Limited
 - Central Bombay Cable Network Limited
 - Wire & Wireless Tisai Satellite Pvt Ltd
 - Master Channel Community Network Pvt. Ltd
 - Siti Jai Ma Durga Communications Pvt. Ltd
 - Siti Bhatia Network Entertainment P.Ltd.
 - Siti Krishna Digital Media Pvt. Ltd.
 - Siti Jony Digital Cable Network Pvt. Ltd
 - Siti Guntur Digital Network Pvt. Ltd.
 - Siti Faction Digital Pvt.Ltd.
 - Siti Jind Digital Media Pvt. Ltd
 - Siti Global Pvt. Ltd.
 - Siti Broadband Services Pvt. Ltd.
 - Siti Kranal Digital Media Network Pvt. Ltd.
 - Siti Digital Network Pvt. Ltd.
 - Siti Chhatisgarh Multimedia Pvt. Ltd
 - Siti Vision Digital Media Private Limited
- d Fellow Subsidiary Companies
 - Indinet Service Pvt. Ltd
- e Entities with Significant Influence
 - Maury Diginet Private Limited
- f Entities with Significant Influence of Holding Company
 - Smart Vinimay Private Limited
 - Calcutta Communication LLP
 - Purvi Communications LLP
- g Entities in which Directors Interested
 - Statt Solution Private Limited
 - Gurukripa Conlink Private Limited
 - Haridwar Traders Private Limited
 - Maxpro Trecon Private Limited
 - Maa Laxmi Network
 - Global Cable Network
 - IT Agency
 - Rai Cable Network
 - Raja Cable
 - Puja Cable
 - Nice Network
 - Maa Vaishanav Settlite Vision
 - Maa Vaishanav Vision
 - Shiva Vision
- h Key Managerial Personnel

• Mr. Sunil Nihalani	Director
• Mr. Soumen Roy Choudhury	Director
• Mr. Rajnish Kumar Dixit	Director
• Mr. Niraj Kumar Sinha	Director
• Mr. Madanjeet Kumar	Director
• Mr. Binod Kumar Rai	Director
• Mr. Muno Kumar	Director
• Mr. Nawal Kumar	Director
• Mr. Raj Kumar Agarwal	Director
• Mr. Atul Kumar Singh	Director
• Mr. Suresh Kumar Sethiya	Director
• Mr. Surendra Kumar Agarwala	Director

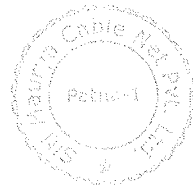
Transactions with related parties

Particulars	Indian Cable Net Co Ltd	Maurya Diginet Pvt Ltd	Siti Cable Network Ltd	Binod Kr. Rai	Madanjeet Kumar	Muno Kumar	Nawal Kumar	Niraj Sinha	Rajnish Kr. Dixit
Balance as at 01-04-2015	(81,849,675)	(29,656,000)	(8,553,370)	5,249,129	2,731,968	2,592,353	2,113,273	1,005,166	963,656
Expense paid by	(60,190,277)		(12,900)	-	-	(12,174)	-	-	-
Expenses paid on behalf of			-	-	-	-	-	-	-
Expenses Reimbursed to	59,334,734		-	-	-	9,023	-	-	-
Expenses reimbursed by	-		-	-	-	-	-	-	-
Equity Contribution in Cash	-		-	-	-	-	-	-	-
Issue of Equity Shares	39,060,000	29,940,000	-	-	-	-	-	-	-
Payment for purchase of material and services	157,833,497	8,118,000	2,888,640	-	-	-	-	-	-
Purchase of material & Services	(248,261,390)	(31,243,000)	(2,888,640)	-	-	-	-	-	-
Interest Accrued by	(5,021,706)	(1,747,364)							
Sale of service and materials	-		-	7,031,057	6,771,114	5,833,041	4,501,108	2,075,257	1,665,596
Rebate & Discount Provided	-		-	(1,465,562)	(932,487)	(645,763)	(475,182)	(252,377)	(557,679)
Payment Received for sale of services/other recoveries	-		-	(6,789,148)	(6,814,108)	(5,572,420)	(4,468,521)	(2,202,627)	(1,649,763)
Advance to/from	-	(20,000,000)	-	-	-	-	-	-	-
Balance as at 31-03-2016	(148,094,817)	(44,588,364)	(8,566,270)	4,025,476	1,756,487	2,204,060	1,670,678	625,419	421,810



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SITI MAURYA CABLE NET PRIVATE LIMITED
Notes to financial statements for the year ended 31st March 2016

40 Value of Imports calculated on CIF Basis

Particulars	FY 2015-16	FY 2014-15
	(Rs.)	(Rs.)
Capital Goods	262,989,148	945,390
Spare Parts	645,576	-
	263,634,724	945,390

41 Expenditure in foreign currency

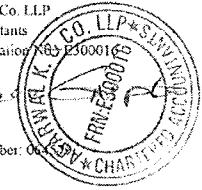
Particulars	FY 2015-16	FY 2014-15
	(Rs.)	(Rs.)
Spare Parts	645,576	-
Annual Maintenance Charges	912,382	-
	1,557,958	-

42 Based upon the public notice issued in the local newspaper by government authorities and clarification obtained from them, the company is charging entertainment tax @ 15% on Gross Billing of Subscription Income and making the payment of entertainment tax to the revenue authorities of the net amount of collection from the subscribers / Local Cable Operator (LCO's).

43 Previous years figures have been regrouped and/or rearranged wherever necessary.

Notes to account referred to in our report of even date is annexed

For Agarwal K & Co. LLP
 Chartered Accountants
 ICAI Firm Registration No: 23000169
 Gourav Gupta
 Partner
 Membership Number: 06



Place - Kolkata
 Date - 5th day of May 2016

For Siti Maurya Cable Net Pvt Ltd
 Signature of Suresh Kumar Agarwal
 Director
 DIN: 00569816

Signature of Krishna Kumar
 Krishna Kumar
 Manager(F&A)

For Siti Maurya Cable Net Pvt Ltd
 Signature of Munoo Kumar
 Director
 DIN: 03449709

