

Independent Auditor's Report
To the Members of Indian Cable Net Company Limited

Report on the Standalone Financial Statements

We have audited the accompanying standalone financial statements of Indian Cable Net Company Limited ('the Company'), which comprise the balance sheet as at 31 March 2017, the statement of profit and loss (including other comprehensive income), the statement of cash flows and the statement of changes in equity for the year then ended and a summary of the significant accounting policies and other explanatory information (herein after referred to as "standalone financial statements").

Management's Responsibility for the Standalone 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 standalone financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Act read with relevant rules issued thereunder.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone 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 standalone financial statements based on our audit.

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

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

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the standalone financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the standalone 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 standalone financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the standalone 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 standalone financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone 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 including the Ind AS, of the financial position of the Company as at 31 March, 2017, and its financial performance including other comprehensive income, its cash flows and the changes in equity for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of section 143(11) of the Act, we give in the Annexure A, a statement on the matters specified in the paragraph 3 and 4 of the order.
2. 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, the statement of cash flows and the statement of changes in equity dealt with by this Report are in agreement with the books of account;
 - (d) in our opinion, the aforesaid standalone financial statements comply with the Indian Accounting Standards specified under Section 133 of the Act read with relevant rule issued thereunder;
 - (e) on the basis of the written representations received from the directors as on 31st March 2017 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March 2017 from being appointed as a director in terms of Section 164 (2) of the Act;
 - (f) with respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure B"; and
 - (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 information and according to the explanations given to us:
 - i. the Company has disclosed the impact of pending litigations on its financial position in its standalone financial statements- Refer Note 44 of Standalone Financial Statements.
 - ii. the Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts.
 - iii. there were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
 - iv. the company, as detailed in Note No. 53 to the Financial Statements, has made requisite disclosures as to holdings as well as dealings in Specified Bank Notes during the period from 8th November, 2016 to 30th December, 2016. Based on the audit procedures performed and taking into considerations the information and explanations given to us, in our opinion, these disclosures are in accordance with the books of accounts maintained by the company.

For A.K. TEKRIWAL & CO.
Chartered Accountants
Firm's registration number: 322352E

A.K. Tekriwal
Partner
Membership number: 056362

Kolkata

_____**May,2017**

Annexure - A to the Auditors' Report

The Annexure referred to in Independent Auditors' Report to the members of the Company on the standalone Ind AS financial statements for the year ended 31 March 2017, we report that:

- (i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
- (b) The company has a regular program of physical verification of its fixed assets (other than set top boxes installed at subscribers' premises and those in transit or lying with the distributors/cable operators and distribution equipments comprising overhead and underground cables and other equipments, physical verification of which is not feasible due the nature and location of these assets), under which, fixed assets are verified in a phased manner, which in our opinion, is reasonable having regard to the size of the company and the nature of its assets. No material discrepancies were noticed on such verification. According to the information and explanations given to us, the existence of set top boxes installed at subscriber premises is considered on the basis of the 'active user' status of the set top box.
- (c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of immovable properties are held in the name of the Company.
- (ii) Physical verification of inventory except Set Top Boxes including smart cards with local cable operators and Direct Subscribers has been conducted by the Management at reasonable intervals. No material discrepancies were noticed in the physical stock as compared with the book records.
- (iii) The company has not granted any loan, secured or unsecured, to companies, Firms, Limited Liability Partnerships or other parties covered in register 189 of the Companies Act, 2013. Hence paragraphs 3(iii) (a), 3(iii)(b) and 3(iii)(c) of the Order are not applicable.
- (iv) In our opinion and according to the information and explanations given to us, in respect of Loans, Investments, Guarantees and security, provisions of section 185 and 186 of the Companies Act, 2013 have been complied with wherever applicable.
- (v) The Company has not accepted any deposits within the meaning of sections 73 to 76 of the Companies Act, 2013 and the rules framed there under. Accordingly the provisions of clause 3(v) of the order are not applicable to the Company.
- (vi) To the best of our knowledge and as explained, the Central Government has prescribed maintenance of cost records under sub-section (1) of section 148 of the Companies Act, 2013 for the products and services of the Company. We have broadly reviewed the books of accounts maintained by the company in this connection and are of the opinion that the prima facie the records have been maintained. We have not however made a detailed examination of the records with the view to determine whether they are accurate and complete.
- (vii) (a) In our opinion and according to the information and explanations given to us, the Company is generally regular in depositing the undisputed statutory dues including 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 as applicable with the appropriate authorities.

(b) According to the information and explanations given to us and the records of the company examined by us, there are following disputed liability Outstanding as on 31st March 2017:

Name of the statute	Nature of dues	Amount (Rs. In Lakhs)	Period to which the amount relates	Forum where dispute is pending
Finance Act,1994	Service tax	44.68	2006 to 2011	Commissioner (Appeals-1)/ Central Excise /Kolkata.
Finance Act,1994	Service tax	40.05	2006 to September 2009	Commissioner (Appeals-1)/ Central Excise /Kolkata.
Finance Act,1994	Service tax	2.93	October 2010 to March 2011	Commissioner (Appeals-1)/ Central Excise /Kolkata.
Finance Act,1994	Service tax	1.65	April 2011 to September 2011	Commissioner (Appeals-1)/ Central Excise /Kolkata.
Finance Act,1994	Service tax	1.52	October 2011 to March 2012	Commissioner (Appeals-1)/ Central Excise /Kolkata.
Finance Act,1994	Service tax	6.42	April 2014 to March 2015	Service Tax Audit Commissionerate.
Finance Act,1994	Service tax	3.59	April 2015 to March 2016	Service Tax Audit Commissionerate.
The W.B. Tax on Entry of Goods into Local Area Act,2012	Entry tax and Interest	48.35	2012 to 2013	Calcutta High Court
Entertainment Tax	Entertainment tax	26.31	Till May 2015	Lucknow Bench of Allahabad High Court
Income Tax Act, 1961	Income Tax	0.35	Financial Year 2006-2007	DCIT- Cir- 2(1) / Kolkata
Income Tax Act, 1961	Income Tax	1.24	Financial Year 2009-2010	DCIT- Cir- 2(1) / Kolkata
Income Tax Act, 1961	Income Tax	0.59	Financial Year 2010-2011	DCIT- Cir- 2(1) / Kolkata
Amusement Tax Act	Amusement Tax	54.82	Financial Year 2007-2010	Asst. Commissioner of Amusement Tax Appeal/Kolkata
Amusement Tax Act	Amusement Tax	36.00	Financial Year 2013-2014	Asst. Commissioner of Amusement Tax Appeal/Kolkata

- (viii) On the basis of the records examined by us and the information and explanations given to us, the Company has not defaulted in repayment of loans or borrowings to banks. There were no dues of loans or borrowings from any Financial Institution, Government or debenture holders.
- (ix) The company has not raised any money by way of initial public offer or further public offer (including debt instruments). In our opinion and according to the information and explanations given to us, the term loans have been applied by the Company during the year for the purpose for which they were obtained.
- (x) According to the information and explanations given to us, no fraud by the company or on the Company by its officers or employees has been noticed or reported during the year.
- (xi) On the basis of the records examined by us and the information and explanations given to us, the Company has paid managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with schedule V to Companies Act 2013.
- (xii) In our opinion, the company is not a Nidhi company. Therefore, paragraph 3(xii) of the order is not applicable to the Company.
- (xiii) The Company has entered into transactions with related parties in compliance with the provisions of Sections 177 & 188 of the Act as applicable. The details of such related party transactions have been disclosed in the financial statements as required under Indian Accounting Standard (AS) 24, Related Party Disclosures specified under Section 133 of the Act, read with relevant rules.
- (xiv) The company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Therefore Paragraph 3(xiv) of the Order is not applicable.
- (xv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable.
- (xvi) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934. Therefore, 3(xvi) of the order is not applicable.

For A. K Tekriwal & Co.

Chartered Accountants

Firm's registration number: 322352E

A.K. Tekriwal

Partner

Membership number: 056362

Kolkata

_____ May, 2017

Annexure - B to the Auditors' Report

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

We have audited the internal financial controls over financial reporting of Indian Cable Net Company Limited ("the Company") as of 31st March 2017 in conjunction with our audit of the standalone 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 ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' 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, issued by ICAI and deemed to be prescribed 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 judgment, including the assessment of the risks of material misstatement of the standalone Ind AS 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 Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized 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 31 March 2017, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For A.K. TEKRIWAL & CO.

Chartered Accountants

Firm's Registration Number: 322352E

A.K. Tekriwal

Partner

Membership Number: 056362

Kolkata

_____ **May, 2017**

INDIAN CABLE NET COMPANY LIMITED
Balance Sheet as at March 31, 2017
₹ "in Lakhs"

	Notes	March 31, 2017	March 31, 2016	April 1, 2015
A. Assets				
1. Non-current assets				
(a) Property, plant and equipment	5	24,655	19,540	17,512
(b) Capital work-in-progress	5	17,271	12,909	5,575
(c) Goodwill	6	2,949	3,371	3,792
(d) Other intangible assets	6	12,648	13,630	14,949
(e) Financial assets				
(i) Investments	7	1,179	1,179	502
(ii) Other Financial Assets	8	162	146	85
(iii) Deferred Tax	22	-	316	-
(f) Other non-current assets	9	31	-	387
Sub-total of Non-current assets		58,895	51,090	42,803
2. Current assets				
(a) Inventories	10	130	479	367
(b) Financial assets				
(i) Trade receivables	11	7,494	5,551	4,167
(ii) Cash and cash equivalents	12	3,430	6,336	2,384
(iii) Loans	13	451	126	456
(iv) Other Financial Assets	14	809	-	3,000
(c) Current tax assets	15	802	801	578
(D) Other current assets	16	1,988	1,266	938
Sub-total of Current assets		15,104	14,559	11,889
Total assets		74,000	65,649	54,692
B. Equity and liabilities				
Equity				
(a) Equity share capital	17	8,640	8,640	8,640
(b) Other equity	18	27,000	26,119	24,815
Sub-total - Equity		35,640	34,760	33,455
Liabilities				
1. Non-current liabilities				
(a) Financial liabilities				
(i) Borrowings	19	14,565	11,289	5,449
(ii) Other financial liabilities	20	375	532	245
(b) Provisions	21	194	166	144
(c) Deferred tax liability (net)	22	633	-	412
(d) Other non-current liabilities	23	1,472	455	326
Sub-total - Non-current liabilities		17,239	12,443	6,576
2. Current liabilities				
(a) Financial liabilities				
(i) Borrowings	24	744	30	30
(ii) Trade payables	25	5,781	4,155	4,713
(iii) Other financial liabilities	26	12,029	12,587	8,175
(b) Other current liabilities	27	2,544	1,662	1,734
(c) Provisions	28	23	14	9
Sub-total of current liabilities		21,120	18,447	14,661
Total equity and liabilities		74,000	65,649	54,692

Summary of significant accounting policies and notes to accounts | - 63

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

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

 For A.K. Tekriwal & Co.,
 Chartered Accountants
 (Firm Registration No. - 322352 E)

For Indian Cable Net Co Ltd
 (U92132WB1995PLC075754)

 A.K. Tekriwal
 Partner
 Membership No.-056362

 Surendra Kumar Agarwala
 Director
 DIN-00569816

 Mukund Galgali
 Director
 DIN-01998552

 Place - Kolkata
 Date - May 24th, 2017

 Laxman Singh Kaira
 Company Secretary

 Atul Kumar Singh
 V.P. (F & A)

INDIAN CABLE NET COMPANY LIMITED
Statement of Profit and Loss for the year ended March 31, 2017

	Notes	March 31, 2017	₹ "in Lakhs" March 31, 2016
Revenue			
Revenue from operations	29	25,270	24,108
Other income	30	1,390	471
Total revenue		26,660	24,579
Expenses			
Cost of materials consumed	31	170	8
Purchases of traded goods	32	2,781	3,613
Pay channel and related costs	33	11,336	9,762
Employee benefits expense	34	1,095	922
Finance costs	35	266	108
Depreciation and amortisation expenses	36	5,507	4,723
Other expenses	37	3,393	4,458
Total expenses		24,549	23,594
Profit /(Loss) before exceptional items		2,112	985
Exceptional items		-	-
Profit /(Loss) before tax		2,112	985
Tax Expenses	39	1,213	(321)
(a) Current Tax			
For Current Year		412	225
[Net of MAT Credit Entitlement ₹ NIL (PY ₹ 194) Lakhs]			
For Earlier Year		(54)	(12)
(b) Deferred Tax		854	(534)
Profit /(Loss) for the year		899	1,306
Other Comprehensive Income	63	(9)	(2)
Total Comprehensive Income for the year		890	1,305
Earning Per Share (₹)	38		
Basic		1.03	1.51
Diluted		1.03	1.51
Summary of significant accounting policies and notes to accounts	1 - 63		
The accompanying notes are an integral part of these financial statements.			

This is the statement of profit and loss referred to in our report of even date

For A.K. Tekriwal & Co.
Chartered Accountants
(Firm Registration No. - 322352 E)

For Indian Cable Net Co Ltd
(U92132WB1995PLC075754)

A.K Tekriwal
Partner
Membership No.-056362

Surendra Kumar Agarwala
Director
DIN-00569816

Mukund Galgali
Director
DIN-01998552

Place - Kolkata
Date - May 24th, 2017

Laxman Singh Kaira
Company Secretary

Atul Kumar Singh
V.P.(F & A)

INDIAN CABLE NET COMPANY LIMITED

Cash Flow Statement for year ended 31st March 2017

PARTICULARS	₹ in Lakhs	
	31st March 2017	31st March 2016
A. Cash Flow from Operating Activities:		
Net Profit before tax	2,112	985
Adjustment for :-		
Depreciation	5,507	4,723
Loss on sale/disposal/decapitalisation of Fixed Assets	1	-
Loss on sale of Investments	3	-
Bad Debts written off (Net of Provisions)	18	-
Provision for Retirement Benefit and Compensated absences	18	17
Provision for STBs Churn	6	7
Liability no longer required written back (Net)	(152)	(191)
Provision for doubtful Debt & Advance -	413	626
Unrealised Foreign Exchange (Gain)/Loss	(240)	24
Gain on Forex Forward Contract	(9)	-
Interest Paid & Borrowing cost	266	108
Interest on Fixed Deposit/ IT Refund / Others	(213)	(116)
Operating profit before working capital changes	7,730	6,182
Change in working capital		
Increase/(Decrease) in Trade payables	2,017	(398)
Increase/(Decrease) in other current liabilities	882	(72)
Increase/(Decrease) in other non current liabilities	1,017	129
Increase/(Decrease) in other current financial liabilities	(2,004)	5,944
Increase/(Decrease) in other non current financial liabilities	(158)	287
Decrease/(Increase) in Trade receivable	(2,374)	(2,009)
Decrease/(Increase) in Inventories	348	(111)
Decrease/(Increase) in current advances	(325)	335
Decrease/(Increase) in Other Non Current Financial Assets	(16)	(61)
Decrease/(Increase) in Other Current Financial Assets	(809)	3,000
Decrease/(Increase) in other current assets	(722)	(328)
Decrease/(Increase) in other non- current assets	(31)	387
Cash Generation from Operating Activities before exceptional item	5,556	13,286
Exceptional Item	-	-
Cash Generation from Operating Activities after exceptional item	5,556	13,286
Income Tax Paid (including TDS)	(260)	(629)
Net Cash Generation from operating Activities	5,297	12,657
B. Cashflow From Investing Activities:		
Purchase of Property, Plant and Equipment	(8,253)	(4,483)
Purchase of Capital work in progress	(4,362)	(7,334)
Sale of Property, Plant and Equipment	4	-
Investment in Subsidiaries	-	(677)
Sale of Shares	1	-
Purchase of Shares	(4)	-
Purchase of Intangible Asset	(971)	(528)
Interest on Fixed Deposit/ IT Refund / Others	213	116
Investment in FD/Term Deposit	(753)	(99)
Net Cash deployed in Investing Activities	(14,125)	(13,004)
C- Cashflow From Financing Activities:		
Interest Paid	(263)	(105)
Borrowings Taken / (Repayment)	5,433	4,305
Net Cash Generation from Financing Activities	5,170	4,200
Net Increase/(decrease) in Cash & Cash Equivalents (A+B+C)	(3,659)	3,853
Cash & Cash Equivalent at the beginning of the year	5,852	1,999
Cash & Cash Equivalent at the end of the year	2,194	5,852
Cash & Cash Equivalent include	As on 31st Mar 2017	As on 31st March 16
Cash Balance	595	67
Bank Balance	411	302
Cheque in Hand	1,188	5,433
Deposits - Free Maturity within 3 months	-	50
Cash & Cash Equivalent Reported	2,194	5,852

Notes: Previous years' figures are regrouped wherever necessary.

Cash Flow Statement referred in our report of even date.

For A.K. Tekriwal & Co.
Chartered Accountants
(Firm Registration No. - 322352 E)

For Indian Cable Net Co Ltd
(U92132WB1995PLC075754)

A.K Tekriwal
Partner
Membership No.-056362

Surendra Kumar Agarwala
Director
DIN-00569816

Mukund Galgali
Director
DIN-01998552

Place - Kolkata
Date - May 24th, 2017

Laxman Singh Kaira
Company Secretary

Atul Kumar Singh
V.P.(F & A)

INDIAN CABLE NET COMPANY LIMITED

Notes to financial statements for the year ended 31st March 2017

1 Corporate Information

Indian Cable Net Co. Ltd. ('the company' or 'ICNCL') was incorporated on 6th December, 1995 and is engaged in the business of distribution of television channels through analogue and digital cable distribution network, broadband services and other related services. ICNCL is a Subsidiary of Siti Networks Ltd. (Formerly Siti Cable Network Ltd) with its registered office in Kolkata, West Bengal.

2 Basis of preparation

The financial statements have been prepared and presented under the historical cost convention (with the exceptions of certain Assets and Liabilities that are required to be carried at Fair Value as per Ind AS) on the accrual basis of accounting following generally accepted accounting principles in India (GAAP) and comply with the Indian Accounting Standards (Ind AS) as prescribed under 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). The transition from previous GAAP (i.e., IGAAP) to Ind AS has been accounted for in accordance with Ind AS 101 "First Time Adoption of Indian Accounting Standards", with April 01, 2015 as the transition date.

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

3 Summary of Significant Accounting Policies

(a) Use of estimates and Critical accounting judgements

The preparation of financial statements in conformity with Indian Accounting Standard (Ind AS) requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent assets and liabilities on the date of the financial statements and reported amounts of Income and Expenses during the period. Actual results could differ from those estimates. Any revision to accounting estimates is recognized prospectively in current or future periods. The most significant techniques for estimation are described in the accounting policies below. Critical accounting judgments and the key sources of estimation or uncertainty in applying the Company's accounting policies arise in relation to the following and also in relation to other accounting policies as stated elsewhere:

(i) Property, Plant and Equipment: Land and buildings held for use in the production or supply of goods or services, or for administrative purposes, are stated in the balance sheet at cost less accumulated depreciation and accumulated impairment losses. Leasehold Land is amortised over the period of useful life. Fixtures and equipment are stated at cost less accumulated depreciation and accumulated impairment losses. An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected to arise from the continued use of the asset. Any gain or loss arising on the disposal or retirement of an item of property, plant and equipment is transferred to Statement of Profit and Loss.

(ii) Intangible Asset: Network Assets, Software and VC Cards are included in the Balance sheet as an Intangible asset where they are clearly linked to long term economic benefits for the Company. In this case they are measured initially at purchase cost and then amortised on a straight-line basis over their estimated useful lives. Intangible assets with definite useful lives acquired in a business combination (Goodwill) are reported at cost less accumulated amortisation and accumulated impairment losses.

(iii) Revenue Recognition: The carriage income is recognised in the Statement of Profit and Loss on the basis of contract with the broadcasters. Since this is a continuing service, therefore in few cases the Income is recognised following the trend of past basis in the absence of agreement pending renewal.

(iv) Provisioning: The Provisioning is made of the present obligation which arises due to the past events, which is expected to result in an outflow of resources embodying economic benefits. The provisioning is made in respect of Expenses and Current tax in compliance with Ind AS: 37.

(b) Property, Plant and Equipment and Depreciation

Property, Plant and Equipment is recognised at cost (deemed cost less accumulated depreciation or impairment losses if any, incurred to bring the asset to the present condition and location. The cost of fixed assets comprises its purchase price net of any trade discounts and rebates, any import duties and other taxes (other than those subsequently recoverable from the tax authorities), any directly attributable expenditure on making the asset ready for its intended use and interest on borrowings attributable to acquisition of qualifying fixed assets up to the date the asset is ready for its intended use. The items of spare parts, stand-by equipments and servicing equipments that satisfy the definition and recognition criteria of Property, Plant and Equipment is classified under Capital work in progress. Capital Work in progress comprises of the cost of fixed assets that are not put to use at the reporting date.

(c) Goodwill

Goodwill acquired on business combination is amortised on a straight line method over a systematic useful life of 10 years.

(d) Other Intangible Asset

Other 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.

Asset

Estimated useful life based on SLM

Network Assets

10 years

Software and VC Cards

6 years

INDIAN CABLE NET COMPANY LIMITED

Notes to financial statements for the year ended 31st March 2017

(e) **Depreciation on Tangible Assets**

Depreciation on tangible assets is provided on straight line method over the useful lives of assets estimated by the Management. Depreciation for assets purchased / sold during the period is proportionately charged. Leasehold land is amortized over the effective period of lease. 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. The details of estimated life for each category of asset are as follows:

<u>Asset</u>	<u>Estimated useful life based on SLM</u>
Buildings	60 years
Computers and Data Processing Equipment	3 years
Plant and Machinery	8 years
Set Top Boxes	8 years
Furniture and Fixtures	10 years
Vehicles	8 years
Studio Equipments	13 years
Office Equipments	5 years
Softwares which are an integral part of Property, Plant and Equipment	6 years

(f) **Leases**

Where the Company is a 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 Property, Plant and Equipment. 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.

Where the Company is a lessee

The assets where significantly all the risks and rewards is passed to the lessee is classified as Finance lease and the amortised over the useful life of the said leased asset. In case of operating lease the lease rental is treated as an expense.

(g) **Impairment of Assets**

The Carrying amount of the fixed assets are reviewed at each balance sheet date in accordance with Indian Accounting Standard-36 on "Impairment of Assets" prescribed by the Companies (Indian Accounting Standard) rules, 2015, to determine whether there is any indication of impairment. Impairment test is performed for an individual asset, unless asset does not generate cash flows that are largely independent. Otherwise the assets are tested for Cash Generating Units (CGUs). An Impairment loss is recognised in the Statement of Profit and Loss if the assets or CGU's carrying amount exceeds the greater of Fair value less cost or Value in use. Reversal of impairment are recognised (except Goodwill) through Statement of Profit and Loss except those routed through reserves.

(h) **Borrowing Costs**

Borrowing Costs are the interest or the other cost which the entity incurs in connection with the borrowing of the funds. These include interest expense calculated using the Effective interest method as per Ind AS 109, Finance charges of Finance lease as per Ind AS 17. Borrowing cost which are directly attributable to the acquisition, construction or production of a "Qualifying Asset" are included in the cost of the asset when it is probable that they will result in the future economic benefit to the entity and its cost can be measured reliably.

(i) **Inventories**

Inventories are valued as follows-

Stock in trade & Stores and spares are 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.

(j) **Revenue Recognition**

Revenue is recognized to the extent the company considers it realizable and financial benefit of the same shall flow to the company

(i) **Subscription Income from Cable Service**

Subscription Income from Cable Service (net of applicable taxes and duties) are recognized on accrual basis from the date of commencement of supply at the signal injection points(s) of the customers as per schedule of rates.

In pursuance of the regulation of Telecom Regulatory Authority of India (TRAI), the company has implemented Digital Addressable (DAS) in the notified areas and accordingly subscription charges have been accounted in terms of said regulation.

(ii) **Income From Activation Of Services**

Income from activation of digital cable services is recognised upfront to the extent of 65% as per the matching principle and the balance is deferred over four years based on the estimated period of customer relationship.

(iii) **Carriage Income**

Carriage Income is recognized on accrual basis over the terms of related agreement/ negotiations provided that there is no significant uncertainty regarding the realisable amount of consideration.

INDIAN CABLE NET COMPANY LIMITED

Notes to financial statements for the year ended 31st March 2017

(iv) Other Services

- i) Income from insertion of advertisements is recognized on accrual basis from the date(s) of insertion of advertisements based on the terms specified in the release orders.
- ii) Income from rendering technical services is recognized on accrual basis
- iii) Income from fiber leasing is recognized on accrual basis as per terms of the respective contracts.

(v) Lease Income

Lease income from supply of set top boxes is recognised on accrual basis as per terms of agreement of

(vi) 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. Revenue from High sea Sales are being recognised on transfer of title of goods to the customers.

(k) Foreign Currency Transaction

Transaction in foreign currency is recorded at the rate of exchange prevailing on the transaction date (s). Transaction remaining unsettled, 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.

(l) Cash Flow Hedge

A Cash Flow Hedge is used when an entity is looking to eliminate or reduce the exposure that arises from changes in the cash flows of a financial asset or liability (or other eligible exposure) due to changes in a particular risk. The accounting of derivative instruments is made on commitment date rather than on settlement date. The Cash flow hedge is marked to market on the reporting date and the Cash flow hedge reserve is shown under Other Equity. The effective portion of Cash flow hedge is transferred to Other Comprehensive Income and the ineffective portion is transferred to Statement of Profit and Loss account.

(m) Financial Instruments

Financial assets and financial liabilities are recognised when the company becomes a party to the contractual provisions of the instrument. Financial assets and liabilities are initially measured at fair value. The transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through Profit or Loss) are added to or deducted from the fair value measured on initial recognition of financial asset or financial liability. The transaction costs directly attributable to the acquisition of financial assets and financial liabilities at fair value through Profit and Loss are immediately recognised in the Statement of Profit and Loss.

Effective interest method

The effective interest method is a method of calculating the amortised cost of a financial instrument and of allocating interest income or expense over the relevant period. The effective interest rate is the rate that exactly discounts future cash receipts or payments through the expected life of the financial instrument, or where appropriate, a shorter period.

Compound Financial Instruments

Separation of instrument into its liability and Equity component is made at the time of Initial recognition. The fair value of liability component establishes its initial carrying amount which is then deducted from the fair value of the instrument as a whole to arrive at the residual amount being recognised as the equity component. The fair value of the liability component at the initial recognition is the Present value of the contractual stream of future cash flow discounted at the market rate of Interest that would have been applied to the instrument of comparable credit quality with substantially the same cash flow.

Derecognition of Financial Liabilities

The Company derecognises financial liabilities when, and only when, the Company's obligations are discharged, cancelled or they expire.

(n) Earnings Per Share

Basic earnings per share is computed by dividing profit or loss attributable to equity shareholders by the weighted average number of equity shares outstanding during the period. The Company did not have any potentially dilutive securities in any of the periods presented.

(o) Retirement benefit costs

Payments to defined contribution plans are charged as an expense as they fall due. Payments made to state managed retirement benefit schemes are dealt with as payments to defined contribution schemes where the Company's obligations under the schemes are equivalent to those arising in a defined contribution retirement benefit scheme. For defined benefit retirement schemes, the cost of providing benefits is determined using the Projected Unit Credit Method, with actuarial valuation being carried out at each balance sheet date. Re-measurement gains and losses of the net defined benefit liability/ (asset) are recognised immediately in other comprehensive income. The service cost, net interest on the net defined benefit liability/ (asset) is treated as a net expense within employment costs.

Past service cost is recognised as an expense when the plan amendment or curtailment occurs or when any related restructuring costs or termination benefits are recognised, whichever is earlier.

The retirement benefit obligation recognised in the balance sheet represents the present value of the defined-benefit obligation as reduced by the fair value plan assets.

INDIAN CABLE NET COMPANY LIMITED

Notes to financial statements for the year ended 31st March 2017

(p) Taxation

Tax expense for the year comprises current and deferred tax.

The tax currently payable is based on taxable profit for the reporting period. Taxable profit differs from net profit as reported in the Statement of Profit and Loss because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible. The Company's liability for current tax is calculated using tax rates and tax laws that have been enacted.

Deferred tax is the tax expected to be payable or recoverable on differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit, and is accounted for using the balance sheet liability method. Deferred tax liabilities are generally recognised for all taxable temporary differences. In contrast, deferred tax assets are only recognised to the extent that it is probable that future taxable profits will be available against which the temporary differences can be utilised.

Deferred tax is calculated at the tax rates that are expected to apply in the period when the liability is settled or the asset is realised based on the tax rates and tax laws that have been enacted or substantially enacted by the end of the reporting period.

(q) Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks and other short term deposits including the Bank Overdraft

(r) Provisions

Provisions are recognised in the balance sheet when the Company has a present obligation (legal or constructive) as a result of a past event, which is expected to result in an outflow of resources embodying economic benefits which can be reliably estimated. Each provision is based on the best estimate of the expenditure required to settle the present obligation at the balance sheet date. When appropriate, provisions are measured on a discounted basis.

Constructive obligation is an obligation that derives from an entity's actions where:

- (a) by an established pattern of past practice, published policies or a sufficiently specific current statement, the entity has indicated to other parties that it will accept certain responsibilities; and
- (b) as a result, the entity has created a valid expectation on the part of those other parties that it will

When some or all of the economic benefits required to settle a provision are expected to be recovered from a third party, a receivable is recognised as an asset if it is virtually certain that reimbursement will be received and the amount of the receivable can be measured reliably.

(s) Segment Reporting

The company is a Multi System Operator providing Cable Television Network Services, Broadband Services and Other Related services which is considered as the only reportable segment. The company's operations are based in India.

INDIAN CABLE NET COMPANY LIMITED

Notes to financial statements for the year ended 31st March 2017

Note no: 4

I. Reconciliation of Equity as previously reported under IGAAP to Ind AS

₹ in Lakhs

Account description	Foot note	31-Mar-16			31-Mar-15		
		Previous GAAP	Effects of Transition to Ind AS	Ind AS	Previous GAAP	Effects of Transition to Ind AS	Ind AS
Non-current assets							
Property, plant and equipment	a.	14,990	4,550	19,540	12,894	4,618	17,512
Capital work-in-progress		12,909	-	12,909	5,575	-	5,575
Goodwill		3,371	-	3,371	3,792	-	3,792
Other intangible assets		13,630	-	13,630	14,949	-	14,949
Financial Assets							
Investments		1,179	-	1,179	502	-	502
Other financial assets					85	-	85
Deferred Tax	b.		316	316			
Other Non current asset		146	-	146	387	-	387
Total non-current assets		46,224	4,866	51,090	38,185	4,618	42,803
Current assets							
Inventories		479	-	479	367	-	367
Financial assets							
Trade receivables	b.	8,026	(2,475)	5,551	6,520	(2,354)	4,167
Cash and cash equivalents		6,336	-	6,336	2,384	-	2,384
Other Financial Assets					3,000	-	3,000
Loans		126	-	126	456	-	456
Other current assets		1,266	-	1,266	938	-	938
Current Tax Assets		801	-	801	578	-	578
Total current assets		17,034	(2,475)	14,559	14,243	(2,354)	11,889
Total assets		63,258	2,391	65,649	52,428	2,265	54,692
Equity & Reserves							
Share capital	c.	8,655	(15)	8,640	8,655	(15)	8,640
Other equity	e.	24,390	1,729	26,119	23,429	1,385	24,815
Total equity		33,045	1,714	34,760	32,085	1,370	33,455
Non-current liabilities							
Financial liabilities							
Borrowings	c.	11,252	37	11,289	5,415	34	5,449
Other financial liabilities		532	-	532	245	-	245
Provisions		166	-	166	144	-	144
Deferred tax liabilities (net)	b.	502	(502)	-	412	-	412
Other non-current liabilities	d.	-	455	455	-	326	326
Total non-current liabilities		12,452	(10)	12,443	6,216	360	6,576
Current liabilities							
Financial liabilities							
Borrowings		30	-	30	30	-	30
Trade payables		4,155	-	4,155	4,713	-	4,713
Other financial liabilities		12,587	-	12,587	8,175	-	8,175
Other current liabilities	d.	975	687	1,662	1,200	534	1,734
Provisions		14	-	14	9	-	9
Total current liabilities		17,760	687	18,447	14,127	534	14,661
Total equity and liabilities		63,258	2,391	65,649	52,428	2,264	54,692

Notes to Reconciliation:

Note No. (a) Effect of Fair Value adoption of Leasehold Land

Note No. (b) Effect of Provision for Expected Credit Loss.

Note No. (c) Effect of Reclassification of Redeemable Preference Shares as Long term Borrowings.

Note No. (d) Effect of change in recognition of Activation and Set-Top box pairing charges.

Note No. (e) Adjustments to retained earnings and Other Comprehensive Income has been made in accordance with Ind AS for the above mentioned line items.

INDIAN CABLE NET COMPANY LIMITED

Notes to financial statements for the year ended 31st March 2017

Note no: 4

II .Reconciliation Statement of Profit and Loss as previously reported under IGAAP to Ind AS

₹ in Lakhs

Sl. No.	Account description	Footnote	Previous GAAP	Effects of transition to Ind AS	Ind AS
I.	Revenue from operations	a.	24,390	(282)	24,108
II.	Other Income		471	-	471
			24,861	(282)	24,579
III.	Total Revenue (I +II)				
IV.	Expenses				
	Raw materials consumed		8	-	8
	Purchases of finished, semi-finished and other products		3,613	-	3,613
	Operating Expenses		9,762	-	9,762
	Employee benefit expense	b.	925	(3)	922
	Finance costs	c.	105	3	108
	Depreciation and amortisation expense		4,656	68	4,723
	Other expenses	d.	4,336	122	4,458
			23,404	190	23,594
V.	Profit/(loss) before Exceptional Items (III - IV)		1,457	(472)	985
VI.	Exceptional Items		-	-	-
VII.	Profit/(loss) before tax (V - VI)		1,457	(472)	985
VIII.	Tax Expenses:				
	Current tax	b.	212	1	213
	Deferred tax	d.	284	(818)	(534)
IX.	Profit/(Loss) for the period (VII - VIII)		961	(346)	1,306
X.	Other Comprehensive Income	e.	-	(2)	(2)
XII.	Total other comprehensive income (X - XI)		-	(2)	(2)
XIII.	Total Comprehensive Income for the period (IX + XII)		961	(344)	1,305

Notes to Reconciliation :

- Note No. (a) Deferment of Activation Income.
 Note No. (b) Actuarial gain / Loss transferred to Other Comprehensive Income.
 Note No. (c) Amortisation of Preference Shares.
 Note No. (d) Effect of Expected Credit Loss resulting in the creation of Provision for Bad and Doubtful debts.
 Note No. (e) Effect of Other Comprehensive Income due to above line items.

III. Cash Flow Statement Reconciliation

There is no significant reconciliation item between cash flows prepared under Indian GAAP and those prepared under Ind AS.

Indian Cable Net Company Limited

Statement of Change in Equity for the year ended 31st March 2017

(₹) in Lakhs

Particulars	Equity Share Capital	Other Equity				Total
		Securities Premium Reserve	Retained Earnings*	Cash Flow Hedge Reserve	Total Other Equity	
Balance at 1 April 2015	8,640	18,968	5,847	-	24,815	33,455
Changes in Equity Share Capital	-	-	1,305	-	1,305	1,305
Profit for the year	-	-	1,305	-	1,305	-
Other Comprehensive Income	-	-	-	-	-	-
Total Comprehensive Income for the year	-	-	1,305	-	1,305	1,305
Transactions with owners in their capacity as owners :						
Proposed Dividend Reversal (incd Corporate Dividend Tax) on 6 % Non Cumulative Redemable Preference Shares			0		0	0
Transfer In/Out Securities Premium Account						
Balance at March 2016	8,640	18,968	7,151	-	26,119	34,760
Balance at 1 April 2016	8,640	18,968	7,151	-	26,119	34,760
Changes in Equity Share Capital			890		890	890
Profit for the year			890		890	890
Other Comprehensive Income						
Total Comprehensive Income for the year			890		890	890
Fair Value Change on Cash Flow Hedge				(9)	(9)	(9)
Addition to revaluation reserve						
Transactions with owners in their capacity as owners :						
Transfer In/Out Securities Premium Account						
Balance at 31 March 2017	8,640	18,968	8,041	(9)	27,000	35,640

* (i) Includes ₹ 4618 Lakhs surplus arising out of fair valuation of Leasehold land (Property, Plant and Equipment) recognised on transition date to Ind AS transition as prescribed in Ind AS-101 (First time adoption).

* (ii) Includes impact of ECL ₹ (2354) Lakhs on transition date as prescribed in "Ind AS 101, First Time Adoption".

Note 5 : PROPERTY, PLANT & EQUIPMENT & CAPITAL WORK IN PROGRESS

(₹) in Lakhs

Particulars	Lease Hold Land	Building	Plant and equipment	Computers	Office equipment	Furniture and fixtures	Vehicles	Set top boxes	Set top boxes (Under Lease)	Total	CWIP
Year ended 31 March 2016											
Gross Carrying Amount as on 01 April 2015	4,697	2	5,127	247	90	174	68	12,973	1,423	24,802	5,575
Additions	-	-	1,514	107	26	25	45	2,765	-	4,483	7,334
Closing Gross Carrying Amount	4,697	2	6,641	353	116	200	113	15,738	1,423	29,284	12,909
Opening Accumulated Depreciation		0	2,566	170	53	57	12	4,056	375	7,290	-
Depreciation charge during the year	69	0	558	44	13	20	10	1,565	175	2,455	-
Closing Accumulated Depreciation	69	0	3,124	214	66	77	22	5,622	550	9,744	-
Net Carrying Amount as on 31 March 2016	4,628	1	3,517	139	50	123	91	10,117	873	19,540	12,909
Year ended 31 March 2017											
Opening Gross Carrying Amount as on 01 April 2016	4,697	2	6,641	353	116	200	113	15,738	1,423	29,284	12,909
Additions	-	-	1,056	96	9	1	9	7,082	-	8,253	4,362
Disposals							(7)			(7)	
Closing Gross Carrying Amount	4,697	2	7,698	449	125	201	115	22,820	1,423	37,530	17,271
Opening Accumulated Depreciation	69	0	3,124	214	66	77	22	5,622	550	9,744	-
Depreciation charge during the year	69	0	659	73	15	21	13	2,109	175	3,133	-
Disposals							(2)			(2)	
Closing Accumulated Depreciation and Impairment	138	0	3,783	287	81	97	33	7,731	725	12,875	-
Net Carrying Amount	4,560	1	3,915	162	44	104	82	15,090	698	24,655	17,271

INDIAN CABLE NET COMPANY LIMITED

Notes to financial statements for the year ended 31st March 2017

PARTICULARS	(₹) in Lakhs				
	GOODWILL	OTHER INTANGIBLE ASSETS			TOTAL OTHER INTANGIBLE ASSETS
		DISTRIBUTION NETWORK ASSETS	VC CARDS	SOFTWARE	
Year ended 31 March 2016					
Gross Carrying Amount as on 01 April 2015	4,213	15,371	1,562	230	17,162
Additions	-	-	301	227	528
Closing Gross Carrying Amount	4,213	15,371	1,863	456	17,690
Opening Accumulated Depreciation	421	1,537	591	84	2,213
Amortisation for the year	421	1,537	256	55	1,848
Closing Accumulated Amortisation	843	3,074	847	139	4,060
Closing Net Carrying Amount as on 31 March 2016	3,371	12,297	1,016	317	13,630
Year ended 31 March 2017					
Gross Carrying Amount as on 01 April 2016	4,213	15,371	1,863	456	17,690
Additions	-	-	760	210	971
Closing Gross Carrying Amount	4,213	15,371	2,623	667	18,661
Opening Accumulated Amortisation	843	3,074	847	139	4,060
Amortisation charge for the year	421	1,537	332	84	1,952
Closing Accumulated Amortisation	1,264	4,611	1,179	222	6,013
Closing Net Carrying Amount as on 31 March 2017	2,949	10,760	1,444	444	12,648

INDIAN CABLE NET COMPANY LIMITED**Notes to financial statements for the year ended 31st March 2017**

	₹ "in Lakhs"		
	March 31, 2017	March 31, 2016	April 1, 2015
7 Non-current investments (Trade, unquoted)			
Long term investments (Valued at cost unless stated otherwise)			
Investment in equity instruments-subsiidiaries			
4523016 Nos (PY 4523016 Nos) of Equity Share of Siti Maurya Cable net Pvt Ltd (FV ₹10/-)	803	803	502
10000 Nos (PY 10000 Nos) of Equity Share of Indinet Service Pvt Ltd (FV ₹ 10/-)	1	1	-
125000 Nos (PY 125000 Nos) of Equity Share of Axom Communications & Cable Pvt Ltd (FV ₹ 10/-)	375	375	-
Aggregate amount of unquoted investments	1,179	1,179	502
8 Other Non Current Financial Assets			
Security deposits - Unsecured, considered good	151	137	77
Margin money deposit (pledged) with statutory authorities	11	8	8
	162	146	85
9 Other non-current assets			
Capital advances	31	-	-
Other advances	-	-	387
	31	-	387
10 Inventories			
(Valued at lower of cost or net realisable value)			
Stores and spares	130	479	367
	130	479	367
11 Trade receivables			
Unsecured, considered good	7,494	5,551	4,167
Unsecured, considered doubtful ¹	3,480	4,622	3,998
	10,973	10,173	8,164
Less: Provision for Expected Credit Loss	3,480	4,622	3,998
	7,494	5,551	4,167
Trade Receivables includes-			
Dues from Subsidiary Company			
Siti Maurya Cable Net Pvt. Ltd	1,901	1,481	498
Axom Communications & Cable Pvt. Ltd	631	216	185
Dues from Private Company in which director's is/are a member/s			
Siti Darshan Cable Net Co. Private Limited	244	136	146
Smart Vinimay Private Limited	8	14	4
Siti Royal Heritage Cable Net Co. Private Limited ¹	37	37	27
Siti Vision Digital Media Private Limited	20	20	-
12 Cash and cash equivalents			
Balances with banks			
On current accounts	411	302	182
In deposit account (with maturity upto three months)*	-	50	181
In deposit account (with maturity upto twelve months)*	1,237	484	385
Cheques on hand	1,188	5,433	1,602
Cash on hand	595	67	35
	3,430	6,336	2,384
*Pledged with bank against borrowings	1,237	-	385

INDIAN CABLE NET COMPANY LIMITED**Notes to financial statements for the year ended 31st March 2017**

	₹ in Lakhs		
	March 31, 2017	March 31, 2016	April 1, 2015
13 Loans			
Advances to Subsidiaries Companies unsecured, considered good	451	126	321
Other advances			
Considered Good	-	-	135
Considered Doubtful	1	1	7
Less: Provision for doubtful advances	(1)	(1)	(7)
	<u>451</u>	<u>126</u>	<u>456</u>
14 Other Current Financial Assets			
Unbilled revenue *	809	-	-
Other Advances	-	-	3,000
	<u>809</u>	<u>-</u>	<u>3,000</u>
15 Current Tax Assets (net)			
Current tax liabilities			
Provision for tax	1,353	1,835	1,457
Current tax assets			
Advance tax	2,155	2,636	2,034
	<u>802</u>	<u>801</u>	<u>578</u>
16 Other current assets			
Advance to Vendor	276	311	216
Advance to Related Parties	90	-	-
Balances with statutory authorities	1,529	870	676
Prepaid Expenses	94	86	45
	<u>1,988</u>	<u>1,266</u>	<u>938</u>
17 Equity Share capital			
Authorised share capital			
87,857,300 Equity Shares of ₹ 10/- each	8,786	8,786	8,786
30540 Preference Shares of ₹ 100/- each	31	31	31
Total authorised capital	<u>8,816</u>	<u>8,816</u>	<u>8,816</u>
Issued share capital			
8,64,01,070 Equity Shares of ₹ 10/- each	8,640	8,640	8,640
(Out of above 313,10,000 Nos of equity shares of ₹ 10/- each allotted for consideration other than cash in pursuant to the scheme of amalgamation)			
Total issued capital	<u>8,640</u>	<u>8,640</u>	<u>8,640</u>
Subscribed and fully paid up capital			
8,64,01,070 Equity Shares of ₹ 10/- each	8,640	8,640	8,640
Total paid up capital	<u>8,640</u>	<u>8,640</u>	<u>8,640</u>

INDIAN CABLE NET COMPANY LIMITED

Notes to financial statements for the year ended 31st March 2017

Reconciliation of the number of shares outstanding and the amount of share capital as at March 31, 2017 and March 31, 2016 are set out below

(i) Equity Shares

	31-Mar-17		31-Mar-16	
	Nos	₹ in Lakhs	Nos	₹ in Lakhs
At the beginning of the period	86,401,070	8,640	86,401,070	8,640
Outstanding at the end of the year	86,401,070	8,640	86,401,070	8,640

Terms & rights attached to equity shares

The company has only one class of equity shares having par value of ₹ 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.

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-17		31-Mar-16	
	Nos	₹ in Lakhs	Nos	₹ in Lakhs
Equity Shares				
Holding Company -Siti Cable Network Limited	51,831,000	5,183	51,831,000	5,183
Subsidiary of Holding Company- Central Bombay Cable Network Limited	30,000	3	30,000	3

Details of share holder holding more than 5% share as at March 31, 2017 and March 31, 2016

Name of Shareholder	Equity Shares			
	As at 31 st Mar 2017		As at 31 st March 2016	
	No. of Shares	% of Holding	No. of Shares	% of Holding
Siti Cable Network Limited, Holding Company	51,831,000	59.99	51,831,000	59.99
Anurag Chirimar	5,236,357	6.06	5,236,357	6.06
Sunil Nihalani	5,454,347	6.31	5,454,347	6.31
Suresh Sethiya	5,451,007	6.31	5,451,007	6.31
Tinkari Dutta	5,244,586	6.07	5,244,586	6.07
Zafar Iqbal	5,225,596	6.05	5,225,596	6.05
Surendra Kumar Agarwal	5,219,377	6.04	5,219,377	6.04

₹ in Lakhs

March 31, 2017 March 31, 2016 April 1, 2015

18 Other Equity

Securities premium account

Balance at the beginning of the year

Balance at the end of the year

18,968 18,968 18,968

18,968 18,968 18,968

Cash Flow Hedge Reserve

Balance at the beginning of the year

Fair Value Change on Cash Flow Hedge

Balance at the end of the year

- - -

(9) - -

(9) - -

Surplus / Deficit in the Statement of profit and loss

Balance at the beginning of the year

Add: Profit/(Loss) for the year

Less: Proposed Dividend / Reversal (incd Corporate Dividend Tax) on 6 %

Non Cummulative Redemable Preference Shares (₹ 6149)

Balance at the end of the year

7,151 5,847 5,847

890 1,305 -

- 0 -

- 0 -

8,041 7,151 5,847

27,000 26,119 24,815

INDIAN CABLE NET COMPANY LIMITEDNotes to financial statements for the year ended 31st March 2017

	₹ in "Lakhs"		
	March 31, 2017	March 31, 2016	April 1, 2015
19 Non Current Financial Liabilities			
Borrowings			
(a) Term loans from banks (Secured)			
Buyer's credits	-	6,223	386
Buyer's credit through Kotak Mahindra Bank (Secured by first and exclusive charge on all existing and future current assets and unencumbered movable fixed assets including the Set Top Boxes and also secured by the first and exclusive equitable mortgage on its land and building under construction at Plot No - XI/4, Block- EP & GP, Sector-V, Salt Lake, Kolkata-700091, pledge of fixed deposit, held in the name of the company and personal guarantee of the directors)			
(The facility is repayable by conversion to term loan on expiry of 36/24 months from 1st drawdown date)			
Buyer's credits	9,496	-	-
Buyer's credit through Bank of Baroda (Secured by first charge on all movable and immovable fixed assets, including that acquired and finances, including all rights / documents / insurance claims. Second charge on entire current assets of the company both present and future and also secured by the first and exclusive equitable mortgage land and building under construction at Plot No.- XI/4, Block- EP & GP, Sector-V, Salt Lake, Kolkata-700091, pledge of fixed deposit, held in the name of the company and personal guarantee of the directors)			
(The facility is repayable by conversion to term loan on expiry of 36 months from 1st drawdown date)			
(b) Unsecured loan			
Holding company, Siti Cable Network Limited (Repayable on demand after 31 March 2019)	5,029	5,029	5,029
(c) Redeemable Preference share capital			
Liability Component of Redeemable Preference Share	40	37	34
	14,565	11,289	5,449
20 Other Non-Current financial liabilities			
Security Deposit	360	360	-
Interest free deposits from customers	15	172	245
	375	532	245
21 Non Current Provisions			
Provision for employee benefits			
Provision for gratuity	56	36	29
Provision for compensated absences	57	54	46
Provision for Churn STB's	81	75	69
	194	166	144
22 Deferred tax asset /(liabilities) (net)			
Deferred tax liability			
Fixed assets: Impact of difference between tax depreciation and depreciation/ amortization charged for the financial reporting	2,409	1,863	1,433
Gross deferred tax liability	2,409	1,863	1,433
Deferred tax asset			
Impact of expenditure charged to the statement of profit and loss in the current year but allowed for tax purposes on payment basis	19	8	2
Provision for doubtful debts and advances	1,205	1,528	591
Other disallowances	25	20	-
Mat Credit Entitlement	527	622	428
Gross deferred tax asset	1,776	2,179	1,021
Net deferred tax asset/ (liabilities)	(633)	316	(412)

INDIAN CABLE NET COMPANY LIMITEDNotes to financial statements for the year ended 31st March 2017

	₹ in "Lakhs"		
	March 31, 2017	March 31, 2016	April 1, 2015
23 Other Non-Current liabilities			
Deferred Income	1,472	455	326
	1,472	455	326
24 Borrowings			
Cash Credit from Bank of Baroda (Secured by first charge on entire current assets of the company, both present and future and also secured by the first and exclusive equitable mortgage land and building under construction at Plot No.- XI/4, Block- EP & GP, Sector-V, Salt Lake, Kolkata-700091, pledge of fixed deposit, held in the name of the company and personal guarantee of the directors)	714	-	-
Inter Corporate Deposit	30	30	30
	744	30	30
25 Trade payables			
Total outstanding dues of creditors of micro enterprises, small enterprises and other enterprises	5,781	4,155	4,713
	5,781	4,155	4,713
26 Other Current financial liabilities			
Creditors for capital goods	10,356	6,922	5,061
Payable for Contractual Liabilities	24	24	19
Current maturities of long-term borrowings	1,634	188	1,728
Current maturities of finance lease obligations (Refer note 7)	14	15	6
Interest accrued but not due on borrowings	-	5,439	1,360
Book overdraft	-	-	-
	12,029	12,587	8,175
27 Other Current Liabilities			
Unearned Income	9	108	59
Advances from customers	1,294	302	144
Deferred Income	761	687	534
Payable for statutory liabilities	479	564	996
	2,544	1,662	1,734
28 Current Provisions			
Provision for employee benefits			
Provision for gratuity	18	8	3
Provision for compensated absences	5	6	6
Provision for Proposed Dividend (incl. Corporate Dividend tax) on 6 % Non Cumulative Redemable Preference Shares (₹ 6149)	-	-	0
	23	14	9

INDIAN CABLE NET COMPANY LIMITED

Notes to financial statements for the year ended 31st March 2017

	₹ in "Lakhs"	
	March 31, 2017	March 31, 2016
29 Revenue from operations		
Sale of services		
Subscription income	8,669	8,485
Advertisement income	317	1,131
Carriage income	6,807	6,657
Activation and Set top boxes pairing charges	3,991	2,051
Other operating revenue		
Sale of traded goods*	2,981	3,812
Lease rental charges	570	534
Other networking and management income	1,936	1,437
	25,270	24,108
* Details of sale of traded goods		
Set top box and viewing cards	2,981	3,812
	2,981	3,812
30 Other income		
Interest income on		
Bank deposits	23	48
Others	191	68
Liabilities written back	152	191
Gain On Foreign Exchange Fluctuation (Net)	480	-
Other non-operating income	545	164
	1,390	471
31 Cost of materials consumed-stores and spares		
Opening stock	479	367
Add : Purchases during the year	2,044	2,107
	2,522	2,474
Less: Charged to Repair & Maintenance (Network)	-	165
Less: Transferred to CWIP	944	-
Less: Transferred to fixed assets	1,278	1,823
	300	486
Less : Closing stock	130	479
	170	8
32 Purchases of traded goods		
Set top boxes and VC Cards	2,781	3,613
	2,781	3,613
33 Pay channel and related costs		
Management Charges	1,508	1,508
Pay channel Expenses	7,437	6,582
Carriage Sharing Charges	8	286
Lease Rental & Right to Usage Charge	611	515
Bandwidth Cost	508	166
Program Production Expenses	176	161
Other Operational Expenses	883	523
Commission Charges and Incentives	206	23
	11,336	9,762

INDIAN CABLE NET COMPANY LIMITED

Notes to financial statements for the year ended 31st March 2017

	₹ in "Lakhs"	
	March 31, 2017	March 31, 2016
34 Employee benefits expense		
Salaries, allowances and bonus	893	773
Contributions to provident and other funds	58	45
Gratuity Fund Contribution	24	15
Staff welfare expenses	120	89
	1,095	922
35 Finance costs		
Interest	83	32
Bank charges	25	17
Other Borrowing Cost	158	58
	266	108
36 Depreciation and amortisation expenses		
Depreciation of tangible assets	3,133	2,455
Amortisation of Goodwill and other intangible assets	2,374	2,269
	5,507	4,723
37 Other expenses		
Rent	171	158
Rates and taxes	33	33
Communication expenses	144	76
Repairs and maintenance		
- Network	191	258
- Building	1	2
- Others	148	97
Electricity and water charges	172	134
Legal, professional and consultancy charges	397	305
Printing and stationery	17	17
Service charges	793	567
Travelling and conveyance expenses	244	179
Auditors' remuneration	14	11
Vehicle expenses	167	136
Insurance expenses	5	2
Corporate Social Responsibility Expenditure	99	2
Donation to Political Party	75	20
Loss on Sale / Discard / Write off of Assets (net)	1	5
Provision for Churn STB's	6	7
Provision for doubtful debts	413	624
Provision for doubtful advances (CY-₹ 17250)	0	1
Rebate and Discount	-	1,384
Advertisement and publicity expenses	108	42
Bad debts	1,574	
Less: Debts w.off from earlier provision	<u>(1,556)</u>	107
Business and sales promotion	120	67
Exchange fluctuation loss (net)	-	93
Miscellaneous expenses	50	68
Interest On Statutory Dues	8	62
	3,393	4,458

INDIAN CABLE NET COMPANY LIMITEDNotes to financial statements for the year ended 31st March 2017

	₹ in "Lakhs"	
	March 31, 2017	March 31, 2016
*Auditors' remuneration as an auditor	6	4
Limited review fees for other services (certifications)	3	9
for reimbursement of expenses	5	3
	14	15

38 Earnings per share

Profit attributable to equity shareholders	890	1,305
Number of weighted average equity shares		
Basic	86401070	86401070
Diluted	86401070	86401070
Nominal value of per equity share (₹)	10	10
Earning Per Share (₹)		
Basic	1.03	1.51
Diluted	1.03	1.51

INDIAN CABLE NET COMPANY LIMITED
Notes to financial statements for the year ended 31st March 2017

Note 39: Tax Expense

The major components of Income Tax for the year are as under:

	Mar-17	Mar-16
Income tax related to items recognised directly in the statement of profit and loss		
Current tax - current year	407	224
-earlier years	-54	-12
Deferred tax charge / (benefit)	854	-534
Total	1,208	(322)
Effective tax rate	34.61%	33.06%

A reconciliation of the income tax expense applicable to the profit before income tax at statutory rate to the income tax expense at the Company's effective income tax rate for the year ended 31 March, 2017 and 31 March, 2016 is as follows:

	Mar-17	Mar-16
Profit before tax	2112	985
Income tax		
Statutory income tax on profit	731	326
Tax effect on non-deductible expenses	2667	1887
Additional allowances for tax purposes	-2990	-1988
Others / Deferred Tax effect	854	-534
Effect of exempt income and income tax at lower rates	0	0
Tax effect for earlier years	-54	-12
Tax expense recognised in the statement of profit and loss	1208	-322

Deferred tax recognised in statement of other comprehensive income

For the year ended 31 March	Mar-17	Mar-16
Employee retirement benefits obligation	-11	-15

The applicable tax rate is the standard effective corporate income tax rate in India. The tax rate is 34.61% (34.61%) for the year ended 31 March, 2017. Deferred tax assets and liabilities are offset where the Company has a legally enforceable right to do so. For analysis of the deferred tax balances (after offset) for financial reporting purposes refer note no-22.

The Company does not have any temporary differences in respect of unutilised tax losses.

Deferred tax recognised in statement of profit and loss

For the year ended	Mar-17	Mar-16
Employee retirement benefits obligation	-11	-15
Allowances for credit losses		
Depreciation and amortisation	547	430
Other disallowances	319	-949
Total	854	-534

Reconciliation of deferred tax assets / (liabilities) net:	Mar-17	Mar-16
Opening balance	-305	-840
Deferred tax (charge)/credit recognised in		
-Statement of profit and loss	-854	534
-Recognised in other comprehensive income	5	1
Total	-1155	-305

INDIAN CABLE NET COMPANY LIMITED

Summary of significant accounting policies and other explanatory information for the year ended March 31, 2017

40 Fair value measurements

There have been no transfers among Level 1, Level 2 and Level 3 during the period. The Company does not have any investments (other than investment in subsidiary), derivative financial assets and liabilities. Hence, Level 1 and Level 2 hierarchy is not applicable.

Accounting classification and fair values

The following table shows the carrying amounts and fair values of financial assets and financial liabilities as at 31 March 2017:

A. Financial instruments by category									₹ in Lakh
	March 31, 2017			March 31, 2016			April 01, 2015		
	FVTPL	FVOCI	Amortised cost	FVTPL	FVOCI	Amortised cost	FVTPL	FVOCI	Amortised cost
Financial assets (Non Current & Current)									
Bank deposits	-	-	11	-	-	8	-	-	8
Amount recoverable	-	-	451	-	-	126	-	-	456
Security deposits (Non current)	-	-	151	-	-	137	-	-	77
Investment (Non- current, financial assets)	-	-	1,179	-	-	1,179	-	-	502
Unbilled revenues	-	-	809	-	-	-	-	-	-
Trade receivables	-	-	7,494	-	-	5,551	-	-	4,167
Cash and cash equivalents	-	-	3,430	-	-	6,336	-	-	2,384
Total financial assets	-	-	13,525	-	-	13,338	-	-	7,593
Financial liabilities (Non Current & Current)									
Borrowings (non-current, financial liabilities)	-	-	14,565	-	-	11,289	-	-	5,449
Borrowings (current, financial liabilities)	-	-	744	-	-	30	-	-	30
Security deposits received from customer	-	-	375	-	-	532	-	-	245
Trade payables	-	-	5,781	-	-	4,155	-	-	4,713
Other financial liabilities (current)	-	-	12,029	-	-	12,587	-	-	8,175
Total financial liabilities	-	-	33,493	-	-	28,594	-	-	18,612

Fair Value Hierarchy

Investment in subsidiaries, associate and joint venture are measured at cost as per Ind AS 27, 'Separate financial statements'.

**The Company has not disclosed the fair values for financial instruments such as cash & cash equivalents, short term trade receivables, short term trade payables because their carrying amounts are a reasonable approximation of fair value.

41 Financial risk management objectives and policies

Financial risk management

The Company's principal financial liabilities comprise trade and other payables. The main purpose of these financial liabilities is to finance the Company's operations and to provide guarantees to support its operations. The Company's principal financial assets include trade and other receivables, and cash and short-term deposits that derive directly from its operations. The Company's activities expose it to a variety of financial risks: market risk, credit risk and liquidity risk. The Board of Directors reviews and agrees policies for managing each of these risks, which are summarised below:

A. Credit risk

Credit risk is the risk that a customer or counterparty to a financial instrument will fail to perform or pay amounts due to the Company causing financial loss. The Company's exposure to credit risk is influenced mainly by cash and cash equivalents, trade receivables and financial assets measured at amortised cost. The Company continuously monitors defaults of customers and other counterparties and incorporates this information into its credit risk controls.

Credit risk management

Credit risk rating

The Company assesses and manages credit risk of financial assets based on following categories arrived on the basis of assumptions, inputs and factors specific to the class of financial assets:

A: Low credit risk on financial reporting date

B: High credit risk

The Company provides for expected credit loss based on the following:

Asset group	Basis of categorisation	Provision for expected credit loss
Low credit risk	Investment, Cash and cash equivalents and other financial assets except Trade Receivable, security deposits and amount recoverable	Life time expected credit loss or fully provided for
High credit risk	Trade receivables, security deposits and amount recoverable	Life time expected credit loss or fully provided for

Based on business environment in which the Company operates, a default on a financial asset is considered when the counter party fails to make payments within the agreed time period as per contract. Loss rates reflecting defaults are based on actual credit loss experience and considering differences between current and historical economic conditions.

Credit rating	Particulars	₹ in Lakh		
		March 31, 2017	March 31, 2016	April 01, 2015
Low credit risk	Investment, Cash and cash equivalents and other financial assets except Trade Receivable, security deposits and amount recoverable	5,429	7,523	2,895
High credit risk	Trade receivables, security deposits and amount recoverable	8,096	5,815	4,699

INDIAN CABLE NET COMPANY LIMITED

Summary of significant accounting policies and other explanatory information for the year ended March 31, 2017

Concentration of trade receivables

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

Credit risk exposure

Provision for expected credit losses

The Company provides for 12 month expected credit losses for following financial assets.

For the purpose of computation of expected credit loss, the Company has analysed the trend of provisions for doubtful debts created in earlier years. The average rate of provision has been computed based on the adjusted sales (excluding those where the Company does not have any historical provision) and provision for doubtful debtors created against those sales. Further, the Company has analysed expected credit loss separately for carriage revenue customer and other than carriage revenue customer primarily because the characteristics and historical losses trend was different in these two streams. As per this methodology, the Company has determined the expected credit loss as 9.68% for analogue customers, 5.26% on DAS customers and the remaining debtors on category wise.

Expected credit loss for trade receivables, security deposit and amounts recoverable under simplified approach
as at March 31, 2017

Ageing	₹ in Lakh		
	Estimated gross carrying amount	Expected credit losses	Carrying amount net of impairment provision
Trade receivables	10,973	3,480	7,494
Security Deposit	151	-	151
Amounts recoverable	451	-	451

as at March 31, 2016

Ageing	₹ in Lakh		
	Estimated gross carrying amount	Expected credit losses	Carrying amount net of impairment provision
Trade receivables	10,173	4,622	5,551
Security Deposit	137	-	137
Amounts recoverable	126	-	126

as at April 01, 2015

Ageing	₹ in Lakh		
	Estimated gross carrying amount	Expected credit losses	Carrying amount net of impairment provision
Trade receivables	8,164	3,998	4,167
Security Deposit	77	-	77
Amounts recoverable	456	-	456

Reconciliation of loss allowance provision – Trade receivables

	₹ in Lakh
Loss allowance on April 01, 2015	3,998
Changes in loss allowance	624
Loss allowance on March 31, 2016	4,622
Changes in loss allowance	(1,142)
Loss allowance on March 31, 2017	3,480

B. Liquidity risk

Liquidity risk is the risk that suitable sources of funding for the Company's business activities may not be available.

Prudent liquidity risk management implies maintaining sufficient cash and marketable securities and the availability of funding through an adequate amount of committed credit facilities to meet obligations when due and to close out market positions. Management monitors rolling forecasts of the Company's liquidity position (comprising the undrawn borrowing facilities) and cash and cash equivalents on the basis of expected cash flows. Short term liquidity requirements comprises mainly of trade payables and employee dues arising during normal course of business as on each balance sheet date. Long-term liquidity requirement is assessed by the management on periodical basis and is managed through internal accruals and through funding commitments from shareholders. As at each statement of financial position date, the Company's liabilities having contractual maturities (including interest payments where applicable) are summarised as follows:

(ii) Maturities of financial liabilities

The amounts disclosed in the table are the contractual undiscounted cash flows. Balances due within 12 months equal their carrying balances as the impact of discounting is not significant.

Contractual maturities of financial liabilities	₹ in Lakh								
	March 31, 2017			March 31, 2016			April 01, 2015		
	Less than one year	One to two years	More than two years	Less than one year	One to two years	More than two years	Less than one year	One to two years	More than two years
Non-derivatives									
Borrowings (non-current, financial liabilities)	2,056	4,079	5,935	445	6,472	-	1,813	401	-
Borrowings (current, financial liabilities) including interest	758	-	-	45	-	-	36	-	-
Other financial liabilities (current)	10,381	-	-	6,946	-	-	5,080	-	-
Security deposits received from customer	-	-	375	-	-	532	-	-	245
Book Overdraft	-	-	-	5,439	-	-	1,360	-	-
Trade payables	5,781	-	-	4,155	-	-	4,713	-	-
Total non-derivative liabilities	18,976	4,079	6,309	17,030	6,472	532	13,002	401	245

INDIAN CABLE NET COMPANY LIMITED

Summary of significant accounting policies and other explanatory information for the year ended March 31, 2017

C. Market Risk

Market risk is the risk that changes in market prices - such as foreign exchange rates and interest rates - will affect the Company's income or the value of its holdings of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimising the return.

Cash Flow Hedge Accounting

The Company has foreign currency borrowings in the form of buyers credit and is exposed to change in the exchange rates. Foreign exchange risk arises from future commercial transactions and recognised assets and liabilities denominated in a currency that is not the company's functional currency (₹). The risk is measured through a forecast of highly probable foreign currency cash flows.

Foreign currency risk is managed by following established risk management policies, which inter alia includes monitoring the movements in currencies in which the borrowings / capex vendors are payable and hedging the exposure to foreign currency risk by entering into forward currency contracts.

The Company does not enter into or trade financial instrument including derivative for speculative purpose.

Cash Flow Hedge

Hedging Instrument

Type of Hedge and Risks	Nominal Value	Carrying amount		Changes in FV	Hedge Maturity Date	Line Item in Balance Sheet
		Assets	Liabilities			
Foreign Currency risk						
Foreign currency risk Component Borrowings	6,654	-	6,654	-	Apr. 2017 to Sept 2017	Non Current Liabilities- Borrowings

Hedging Items

Type of Hedge and Risks	Nominal Value	Changes in FV	Hedge Reserve	Line Item in Balance Sheet
Foreign currency risk				
Foreign currency risk Component Borrowings	6,654	-	9	Other Equity

(i) Foreign currency risk

Foreign currency risk exposure:

The Company's exposure to foreign currency risk at the end of the reporting period expressed in INR, are as follows

	₹ in Lakh		
	March 31, 2017	March 31, 2016	April 01, 2015
Financial assets (A)			
Trade receivables	-	-	-
Financial liabilities (B)	7,309	8,939	2,129
Buyer's credit (unhedged)	4,490	6,426	2,120
Payable to vendors for property, plant and equipment	2,819	2,514	8
Trade payables	-	-	-
Net exposure (B-A)	7,309	8,939	2,129

Sensitivity

The sensitivity of profit or loss to changes in the exchange rates arises mainly from foreign currency denominated financial instruments.

	Impact on Profit after tax		
	March 31, 2017	March 31, 2016	April 01, 2015
(₹) / USD increased by 5% (previous year)	(365)	(447)	(106)
(₹) / USD increased by 5% (previous year)	365	447	106

(ii) Cash flow and fair value interest rate risk

The Company's main interest rate risk arises from long-term borrowings with variable rates, which expose the Company to cash flow interest rate risk.

(a) Interest rate risk exposure

The Company's policy is to minimise interest rate cash flow risk exposures on long-term financing. At 31st March the Company is exposed to changes in market interest rates through bank borrowings at variable interest rates. Other borrowings are at fixed interest rates.

	₹ in Lakhs		
	March 31, 2017	March 31, 2016	April 01, 2015
Variable rate borrowings	11,844	6,411	2,114
Total borrowings	11,844	6,411	2,114

(b) Sensitivity

Profit or loss is sensitive to higher/lower interest expense from borrowings as a result of changes in interest rates.

	Impact on loss after tax		
	March 31, 2017	March 31, 2016	April 01, 2015
Interest rates – increase by 100 basis points (31 March 2016 150 bps) *	118.44	96.17	31.71
Interest rates – decrease by 100 basis points (31 March 2016 150 bps) *	(118.44)	(96.17)	(31.71)

INDIAN CABLE NET COMPANY LIMITED

Summary of significant accounting policies and other explanatory information for the year ended March 31, 2017

42 Capital management

Risk Management

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

Particulars	₹ in Lakh		
	March 31, 2017	March 31, 2016	April 01, 2015
Cash and cash equivalents	3,430	6,336	2,384
Margin money	11	8	8
Total cash (A)	3,441	6,344	2,392
Borrowings (non current, financial liabilities)	14,565	11,289	5,449
Borrowings (current, financial liabilities)	744	30	30
Current maturities of long-term borrowings	1,648	202	1,735
Current maturities of finance lease obligations	-	-	-
Total borrowing (B)	16,957	11,522	7,214
Net debt (C=B-A)	13,516	5,177	4,821
Total equity	35,640	34,760	33,455
Total capital (equity + net debts) (D)	49,156	39,937	38,276
Gearing ratio (C/D)	27%	13%	13%

Exemptions and exceptions availed

Set out below are the applicable Ind AS 101 optional exemptions and mandatory exceptions applied in the transition from previous GAAP to Ind AS.

Use of deemed cost for investments in subsidiaries, jointly controlled entities and associates

The balance of the investment in subsidiaries and joint controlled entities at the date of transition to Ind AS, determined in accordance with the previous GAAP as the deemed cost of the investment at initial recognition.

Property, Plant and Equipment and Intangible Assets

An entity's estimates in accordance with Ind AS at the date of transition to Ind AS shall be consistent with estimates made for the same date in accordance with previous GAAP (after adjustments to reflect any difference in accounting policies), unless there is objective evidence that those estimates were in error.

Business Combinations

Ind AS 101 provides the option to apply Ind AS 103 prospectively from the transition date or from a specific date prior to the transition date. This provides relief from full retrospective application that would require restatement of all business combinations prior to the transition date.

The Company elected to apply Ind AS 103 prospectively to business combinations occurring after its transition date. Business combinations occurring prior to the transition date have not been restated. The Company has applied same exemption for investment in subsidiaries and associates.

Ind AS mandatory exceptions

Estimates

An entity's estimates in accordance with Ind AS at the date of transition to Ind AS shall be consistent with estimates made for the same date in accordance with previous GAAP (after adjustments to reflect any difference in accounting policies), unless there is objective evidence that those estimates were in error.

Ind AS estimates as at April 01, 2015 are consistent with the estimates as at the same date made in conformity with previous GAAP. The Company made estimates for following items in accordance with Ind AS at the date of transition as these were not required under previous GAAP:

The Company's estimates under Ind AS are consistent with the above requirement. Key estimates considered in preparation of the financial statements that were not required under the previous GAAP are listed below

- Impairment of financial assets based on expected credit loss model.
- The Company has deferred its activation income to the extent of 35% to the subsequent four years based on its average customer relationship.
- All other estimates other than those mentioned above adopted by the company is similar to those adopted in previous GAAP.

Classification and measurement of financial assets and liabilities

The classification and measurement of financial assets will be made considering whether the conditions as per Ind AS 109 are met based on facts and circumstances existing at the date of transition.

Financial assets can be measured using effective interest method by assessing its contractual cash flow characteristics only on the basis of facts and circumstances existing at the date of transition and if it is impracticable to assess elements of modified time value of money i.e. the use of effective interest method, fair value of financial asset at the date of transition shall be the new carrying amount of that asset. The measurement exemption applies for financial liabilities as well.

Applying a requirement is impracticable when an entity cannot apply it after making every reasonable effort to do so. It is impracticable to apply the changes retrospectively if:

- a) The effects of the retrospective application or retrospective restatement are not determinable;
- b) The retrospective application or restatement requires assumptions about what management's intent would have been in that period;

The retrospective application or retrospective restatement requires significant estimates of amounts and it is impossible to distinguish objectively information about those estimates that existed at that time.

INDIAN CABLE NET COMPANY LIMITED

Notes to financial statements for the year ended 31st Mar 2017

- 43 During the year, the Digital Addressable System ("DAS") has become fully operational in phase-3 notified areas in terms of mandate of Government Of India (GOI) w.e.f. 1st Oct 2016. Accordingly the company has earned ₹ 1061 lakhs DAS subscription income and ₹ 1654 Lakhs of activation income from DAS Phase 3 areas during the year.
- 44 The company has made fair value measurement in respect of its Leasehold land (PPE) at the Ind AS transition date in accordance with Ind AS-101 (First time Adoption). The fair values measured in respect of the said leasehold lands is ₹ 4697 lakhs. Accordingly an amount of ₹4618 lakhs (being difference between the fair value as on 01 April 2015 and the carrying value as on that date) has been transferred to retained earnings and corresponding amount has been added to the carrying value of leasehold lands. The effective date of fair value measurement is 01.04.2015 and done on the basis of reports of certified independent valuers. If the Leasehold lands were not revalued on the transition date, the carrying cost of the same would have been ₹79 lakhs. The corresponding amortisation of leasehold land would also have been reduced by ₹68 lakhs (PY ₹68 lakhs).
- 45 During the year the Company has started billing for subscription income for DAS regions on B2B basis against the same being billed on B2C basis till previous year in accordance with the TRAI guidelines. Accordingly the subscription income for the current year is net of LCO share. Previous year figures have been re-classified to make them comparable with the current year figures.
- 46 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 2017 together with interest paid or payable under this Act have not been given.

47 Contingent liabilities and commitments (to the extent not provided for)

Particulars	As at 31 Mar	As at 31 Mar
	2017	2016
	₹ in "Lakhs"	₹ in "Lakhs"
(i) Contingent Liabilities		
(a) Claims against the company not acknowledged as debt #	612	415
(b) Guarantees ##	7	7
	<u>619</u>	<u>422</u>
(ii) Commitments		
(a) Estimated amount of contracts remaining to be executed on capital account and not provided for	8,298	1,038
	<u>8,298</u>	<u>1,038</u>

Include ₹55 (PY ₹ 55) lakhs towards amusement tax demand against the company for financial year 2007-08 to 2009-10. The company has filed appeal with Commissioner of Agricultural Income Tax, West Bengal. These demands are raised for the difference in amount which is 5% on amount billed by the company on cable operator towards monthly subscription during a financial year and amount of collection received in respect of the same during the said period.

Including ₹ 91 (PY ₹ 91) lakhs towards Service Tax demand relating to the F.Y.2006-07 to 2011-12. The said demand has been raised in respect of rental of set top boxes and reversal of service tax on adjustment of dishonored cheques. For ₹. 89 lakhs company has preferred appeal with Commissioner of Service Tax (A), and for ₹.165 thousands reply for showcause has been filed with Additional Commissioner of Service Tax. The Company has been advised that no service tax is leviable on afforsaid transactions.

Including ₹ 36 (PY ₹36) lakhs towards interest & penalty demand against late payment of amusement tax during FY 2013-14.

Includes ₹ 310 lakhs (PY ₹201) lakhs on account of entry tax on import of STB and other networking materials into west bengal. The west Bengal government levied entry tax vide 'West Bengal Tax on entry of goods into local areas Act 2012'. The operation of the Act was w.e.f. 1st Apr-2012. The validity of the levy has been challenged by the company in the Honorable Calcutta High Court by a writ petition, on the belief that the levy is unconstitutional and is thus unsustainable. The company is hopeful of getting a favourable order.

Includes ₹6 (PY 6) lakhs against a money suit filed by M/s Ten Dot Net Cable Pvt. Ltd. for recovery of alleged dues against a work contract allegedly done for the company.

Includes ₹ 100 (PY ₹ 26) lakhs on account of demand received from District Megistrate Noida for Entertainment Tax on activation / installation charges of STB's in UP. Demand received of ₹ 26 lakhs for the period till May 15 on activation charges on STB's.

For counter bank guarantees in respect of outstanding bank guarantees & FD pledged ₹ 6.66 lakhs (PY ₹ 6.66 lakhs)

In addition, the company is subject to legal proceeding and claims, which have arisen in the ordinary course of business. The company's management does not reasonably expect that there legal action, when ultimately concluded and determined, will have a material and adverse effect on the company's result of operation or financial conditions.

48 Value of Imports calculated on CIF basis

Particulars	31-Mar-17	31-Mar-16
	₹ in "Lakhs"	₹ in "Lakhs"
Stores and Spares	54	56
Capital Goods	864	9,422
	<u>918</u>	<u>9,479</u>

INDIAN CABLE NET COMPANY LIMITED
Notes to financial statements for the year ended 31st Mar 2017
49 Expenditure in foreign currency

Particulars	31-Mar-17	31-Mar-16
	₹ in "Lakhs"	₹ in "Lakhs"
Interest	14	14
Annual Maintenance Charges	45	70
Licence Fees	5	6
Travelling & Conveyance (CY nil, PY ₹ 47140)	-	0
	65	91

50 At the year end, unhedged foreign currency exposures are as follows:

Particulars	As on 31/03/2017		As on 31/3/2016	
	₹	In Foreign Currency	₹	In Foreign Currency
	"In Lakhs"		"In Lakhs"	
Advance to Vendor (in USD)	39	1	191	3
Advance to Employees (in USD)	-	-	-	-
Advance to Director and Employees (in Yen)	2	0	-	-
Buyer's Credit (in USD)	4,490	69	6,426	97
Payable to Vendor (in USD)	2,819	43	2,514	38
Total	7,350	114	9,131	138

51 (i) The details of employee benefit for the period in respect of gratuity which is funded defined benefit plan is as under:
a. Component of employer expense

PARTICULARS	₹ "in Lakhs"	
	As on 31 st Mar 2017	As on 31 st March 2016
Current Service Cost	21	16
Interest on defined benefit obligation	7	6
Expected Return on plan assets	(4)	(4)
Net Accrual losses/(gains) recognized in the year	19	3
Past Service Cost	-	-
Total Included in employer benefit	43	21
Actual Return on plan assets	4	4

b. Net Asset / (Liability) recognized in the balance sheet as at 31st March 2017

PARTICULARS	₹ "in Lakhs"	
	As on 31 st Mar 2017	As on 31 st March 2016
Present Value of Funded Obligation	147	99
Fair Value of Plan Assets	73	55
Net Liability	74	44
Amount in Balance Sheet		
Liability	74	44
Assets		
Net Liability	74	44

c. Reconciliation of Benefit Obligation & Plan Assets for the Period ended:

PARTICULARS	₹ "in Lakhs"	
	As on 31 st March 2017	As on 31 st March 2016
Change in Defined Benefit Obligation		
Opening Defined Benefit Obligation	99	78
Current Service Cost	21	16
Interest Cost	7	6
Actuarial Losses / (Gain)	20	(1)
Past Service Cost		
Benefits Paid	(1)	(0)
Closing Defined Benefit Obligation	147	99
Change in Fair Value of Assets		
Opening Fair Value of Plan Assets	55	46
Fund converted old scheme	-	3
Expected Return on Plan Assets	4	4
Actuarial Gain / (Losses)	0	(3)
Contribution by Employer	13	6
Benefits Paid	(1)	(0)
Closing Fair Value on Plan Assets	73	55
Expected Employer Contribution Next Year	14	18

INDIAN CABLE NET COMPANY LIMITED

Notes to financial statements for the year ended 31st Mar 2017

d. Asset Information of Plan Assets

Category of Assets	As on 31 st March 2017	As on 31 st March 2016
Insurer Managed Fund	100%	100%

(ii) The Defined Benefit Obligation of compensated absence in respect of Privilege Leave is ₹62 lakh (P.Y ₹60 lakh).

(iii) Actuarial Assumptions

Category of Assets	As on 31 st March 2017	As on 31 st March 2016
Discount Rate (p.a.)	7.50%	8.00%
Expected rate of return on Assets	7.50%	8.00%
Salary Escalation Rate (p.a.)	8.00%	8.00%

- 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 Expected rate of return on plan assets is based on our expectation of the average long term rate of return expected on investment of the fund during the estimated term of obligations.
- c Salary Escalation rate is based on estimates of future salary increases taking into consideration of inflation, seniority, promotion and other relevant factors.

52 The Commercial Tax authorities, Government of West Bengal, by an order dated June 9, 2003, sought to impose sales tax, with retrospective effect from April 2, 1997, on the Company's income from cable TV services. The Company has filed an application before the Hon'ble West Bengal Taxation Tribunal on July 15, 2003, seeking, inter alia, that the aforesaid order be set aside. The Hon'ble West Bengal Taxation Tribunal by its order dated August 1, 2003 has directed that pending disposal of the application, assessment proceedings may continue but that no demand notice will be issued. The matter had come for hearing on several occasions but has been adjourned, pending State's submissions. In view of the fact that neither assessment proceedings have been completed nor demand notice has been issued, the alleged liability for Sales tax cannot be ascertained. Consequently no liability on account of sales tax has been recognized by the Company in the books of accounts.

53 The Company has given Set Top Boxes under Operating Lease, particulars of which as required under Ind AS -17 are disclosed here under:

Set Top Boxes given under operating leases are capitalized at an amount equal to cost arrived on weighted average method and the rental income, wherever applicable, is recognised on equal monthly rental billed to subscriber.

			₹ "in Lakhs"	
(i)	Assets Given on Lease		As on 31 st March 2017	As on 31 st March 2016
	Lease Payment for the Year		300	300
	Minimum Lease Payment Not later than 1 year		300	300
	Minimum Lease Payment Later than 1 year but not later than 5 years		725	426
	Minimum Lease Payment Later than 5 years		-	-

					₹ "in Lakhs"	
(ii)	Gross Carrying Amount	Accumulated Depreciation charged to P/L	Net Carrying Amount	Impairment Loss	Revenue Recognized in P/L (CY)	
	1423	725	698	-	300	

(iii) Significant leasing arrangements

- a. No covenant for contingent rent
- b. The company has leased out Set Top Boxes. The Lease period is 4.5 years after which the lessee has option to buy the same at mutually agreed terminal value. In cases where the lease period is indeterminate there is no specific covenant for termination of the lease.
- c. No restrictive covenants relating to dividend, additional debt and further leasing

INDIAN CABLE NET COMPANY LIMITED

Notes to financial statements for the year ended 31st Mar 2017

54 Payment to Auditors (accrued) (Excluding Service Tax)

₹ "in Lakhs"

PARTICULARS	As on 31 st March 2017	As on 31 st March 2016
Audit Fees	4.25	3.85
Tax Audit Fees	0.90	0.83
Taxation Matter	4.57	3.48
Other Services	3.84	3.12
Reimbursements	0.20	0.20
	13.75	11.48

55 Particulars of donations made to political parties.

₹ "in Lakhs"

Name of Political Party	CY Amount	PY Amount
Bharatiya Janata Party	75	-
Rashtriya Janata Dal	-	20

56 SPECIFIED BANK NOTES (SBN) HELD AND TRANSACTED DURING THE PERIOD FROM NOVEMBER 8, 2016 TO DECEMBER 30, 2016

During the year, the Company had specified bank notes or other denomination note as defined in the MCA notification G.S.R. 308(E) dated March 31, 2017 on the details of Specified Bank Notes (SBN) held and transacted during the period from November 8, 2016 to December, 30 2016, the denomination wise SBNs and other notes as per the notification is given below:

₹ "in Lakhs"

Particulars	SBNs	Other denomination notes	Total
Closing cash in hand as on 08.11.2016	481	7	488
(+) Permitted receipts		431	431
(-) Permitted payments		47	47
(-) Amount deposited in Banks	481	345	826
Closing cash in hand as on 30.12.2016	-	47	47

* For the purposes of this clause, the term 'Specified Bank Notes' shall have the same meaning provided in the notification of the Government of India, in the Ministry of Finance, Department of Economic Affairs number S.O. 3407(E), dated the 8th November, 2016.

57 There is no amount due to any Small Scale Industrial Undertakings as at March 31, 2017.

58 Balances of Loans & Advances, Trade Receivables, Trade Payables, and other assets & liabilities are subject to confirmation.

59 As per Section 135 of Companies Act 2013, a CSR Committee had been formed by the Company. The funds are utilised in the activities which are specified in Schedule VII of the Act. The utilisation is done by way of contribution towards various activities.

(a) Average net profit as prescribed under section 135 of the Companies Act 2013: ₹ 1956 lakhs (PY ₹ 1916) lakhs

(b) Amount spend during the year ₹ 99 lakhs (PY ₹ 2 lakhs) on activities of Health Care.

60 In the opinion of the Board of Directors the current assets, loans and advances shown in the Balance Sheet as on 31st Mar 2017 are considered good and fully recoverable, except otherwise stated and provision for all known liabilities has been made in the accounts.

INDIAN CABLE NET COMPANY LIMITED

Notes to financial statements for the year ended 31st Mar 2017

61 Related Party Disclosure

List of parties where control Exists

a. Holding Company

- Siti Networks Limited

b. Fellow Subsidiary Companies

- Siticable Broadband South Limited
- Central Bombay Cable Network Limited
- Wire & Wireless Tisai Satellite Pvt Ltd
- Master Channel Community Network Pvt. Ltd
- Siti Jai Maa Durgee 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 Communications Pvt. Ltd
- Siti Global Pvt. Ltd.
- Siti Broadband Services Pvt. Ltd.
- Siti Kranal Digital Media Network Pvt. Ltd.
- Siri Digital Network Pvt. Ltd.
- Siti Chhattisgarh Multimedia Pvt. Ltd.
- Siti Vision Digital Media Private Limited

c. Subsidiary Company -

- Siti Maurya Cable Net Pvt. Ltd
- Indinet Service Pvt. Ltd (W.E.F 19 Aug 2015)
- Axom Communications & Cable Pvt. Ltd (W.E.F 31 Mar 2016)

d. Entities with Common Control

- Siti Darshan Cable Net Co. Private Limited
- Siti Royal Heritage Cable Net Co. Private Limited
- Siti Singbhum Cable Net Company Pvt. Ltd.

e. Entities with Significant Influence

- Calcutta Communication LLP
- Purvi Communications LLP

f. Entities in which Directors Interested

- Smart Vinimay Private Limited
- Statt Solution Private Limited
- Gurukripa Comlink Private Limited
- Haridwar Traders Private Limited
- Maxpro Tracon Private Limited

g. Key Managerial Personnel

- Mr. Soumen Roy Choudhury
- Mr. Laxman Singh Kaira

Manager

Company Secretary

INDIAN CABLE NET COMPANY LIMITED

Notes to financial statements for the year ended 31st Mar 2017

Transactions with related parties.

₹ "in Lakhs"

Particulars	Siti Cable Network Limited		Siti Darshan Cable Net Co. (P) Ltd.		Siti Royal Heritage Cable Net (P) Ltd.	
	FY 16-17	FY 15-16	FY 16-17	FY 15-16	FY 16-17	FY 15-16
Expense paid by	(36.88)	(39.69)	(0.12)	(0.04)		
Expenses paid on behalf of	0.30	2.96	73.64	55.60	0.52	1.02
Payment for purchase of material and services	127.31	4,015.28				
Purchase of material & Services	(3,482.40)	(3,088.61)				
Expenses Reimbursed to	36.88	-				
Sales of service and materials	1,323.83	1,031.34	270.17	364.69		
Expenses Reimbursed by		(2.21)		(55.56)		
Equity Contribution		-				
Payment received for sales of services/other recoveries	(75.00)	(1,031.34)	(235.55)	(374.31)		
Advances refunded to/ given						
Liabilities Taken over by		-				
Assets Taken over	(7.14)	-			(0.32)	
Outstanding at the end of year	(12,276.30)	(10,163.20)	244.45	136.31	37.19	36.99

Transactions with related parties.

₹ "in Lakhs"

Particulars	Calcutta Communication LLP		Purvi Communications LLP		Siti Vision Digital Media Pvt Ltd	
	FY 16-17	FY 15-16	FY 16-17	FY 15-16	FY 16-17	FY 15-16
Expense paid by						
Expenses paid on behalf of				1.78		
Payment for purchase of material and services						
Purchase of material & Services						
Equity Acquisition						
Expenses Reimbursed to						
Sales of service and materials						19.86
Expenses Reimbursed by				(1.78)		
Payment received for sales of services/other recoveries						
Equity Contribution in Cash						
Advances refunded to/ given	90.00					
Assets Taken over by						
Outstanding at the end of year	92.95	2.95	(0.40)	(0.40)	19.86	19.86

INDIAN CABLE NET COMPANY LIMITED

Notes to financial statements for the year ended 31st Mar 2017

Transactions with related parties.

₹ "in Lakhs"

Particulars	Smart Vinimay Private limited		Siti Maurya Cable Net Pvt. Ltd.		Siti Singhbhum Cable Net Co. (P) Ltd.	
	FY 16-17	FY 15-16	FY 16-17	FY 15-16	FY 16-17	FY 15-16
Expense paid by						
Expenses paid on behalf of			304.34	658.25	0.17	0.17
Payment for purchase of material and services	1.78	2.27	6.57			
Purchase of material & Services	(1.78)	(19.75)	(75.59)			
Equity Acquisition				(300.60)		
Expenses Reimbursed to						
Sales of service and materials	28.36	45.00	1,712.73	2,533.73		
Expenses Reimbursed by			(304.34)	(658.25)		
Payment received for sales of services/other recoveries	(32.46)	(18.06)	(1,106.21)	(1,569.68)		
Equity Contribution in Cash						
Advances refunded to/ given						
Assets Taken Over from			(117.29)			
Outstanding at the end of year	7.53	11.64	1,901.17	1,480.95	1.11	0.93

Transactions with related parties.

₹ "in Lakhs"

Particulars	Indinet Service Pvt Ltd		Statt Solution Pvt Ltd		Gurukripa Comlink Pvt Ltd	
	FY 16-17	FY 15-16	FY 16-17	FY 15-16	FY 16-17	FY 15-16
Expense paid by						
Expenses paid on behalf of	478.79	0.04				
Payment for purchase of material and services				(1.84)		(1.72)
Purchase of material & Services				1.84		1.72
Equity Acquisition		(1.00)				
Expenses Reimbursed to						
Sales of service and materials	862.02					
Expenses Reimbursed by						
Payment received for sales of services/other recoveries	(862.02)					
Equity Contribution in Cash		1.00				
Advance Refund by	(154.25)					
Assets Taken over	(0.02)					
Advance Refund to/given		1.00				
Outstanding at the end of year	325.56	1.04	-	-	-	-

INDIAN CABLE NET COMPANY LIMITED

Notes to financial statements for the year ended 31st Mar 2017

Transactions with related parties.

₹ "in Lakhs"

Particulars	Haridwar Traders Pvt Ltd		Maxpro Tracon Pvt Ltd		Siti Broadband Services Pvt Ltd	
	FY 16-17	FY 15-16	FY 16-17	FY 15-16	FY 16-17	FY 15-16
Expense paid by						
Expenses paid on behalf of						
Payment for purchase of material and services						
Purchase of material & Services						
Equity Acquisition						
Expenses Reimbursed to						
Sales of service and materials			0.64		736.29	847.66
Expenses Reimbursed by						
Payment received for sales of services/other recoveries					(1,194.31)	(1,057.13)
Equity Contribution in Cash						
Advance given by		(200.00)		(150.00)		
Assets Taken over					(0.22)	
Liabilities Taken over by						
Advance refunded to		200.00		150.00		
Outstanding at the end of year	-	-	0.64	-	(667.71)	(209.47)

Transactions with related parties.

₹ "in Lakhs"

Particulars	Axom Communications & Cable Pvt. Ltd.	
	FY 16-17	FY 15-16
Expense paid by	(0.51)	
Expenses paid on behalf of	0.01	
Payment for purchase of material and services		
Purchase of material & Services		
Equity Acquisition		
Expenses Reimbursed to		
Sales of service and materials	1,079.22	1,061.56
Expenses Reimbursed by		
Payment received for sales of services/other recoveries	(664.41)	(1,017.83)
Equity Contribution in Cash		
Advance Refund to/given		
Assets Taken over by		
Advance Refund to/given		
Outstanding at the end of year	756.07	341.76

INDIAN CABLE NET COMPANY LIMITED**Notes to financial statements for the year ended 31st Mar 2017****b. Payments made to Key Managerial Personnel**

	₹ "in Lakhs"	
	FY16-17	FY15-16
Remuneration paid to manager		
(i) Short Term Employee Benefits	35	35
(ii) Post Employment Benefit	2	2
(iii) Other Long Term Benefits	-	-
(iv) Termination Benefits	-	-
Total Remuneration	36	36

62 Previous year's figures have been regrouped and/or rearranged wherever necessary to make them comparable with the current years figures.

Notes to accounts referred in our report of even date.

For A.K. Tekriwal & Co.
Chartered Accountants
(Firm Registration No. - 322352 E)

For Indian Cable Net Co Ltd
(U92132WB1995PLC075754)

A.K Tekriwal
Partner
Membership No.-056362

Surendra Kumar Agarwala
Director
DIN-00569816

Mukund Galgali
Director
DIN-01998552

Place - Kolkata
Date -

Laxman Singh Kaira
Company Secretary

Atul Kumar Singh
V.P.(F & A)

INDIAN CABLE NET COMPANY LIMITEDNotes to financial statements for the year ended 31st March 2017

Note No:63

₹ in "Lakhs"

OTHER COMPREHENSIVE INCOME	Year Ended 31 March 2017	Year Ended 31 March 2016
A (i) Items that will not be reclassified to Profit or Loss		
Remeasurements of the net defined benefit plans as under		
Remeasurement of employee benefit obligations	(14)	(3)
(ii) Income Tax relating to items that will not be reclassified to profit or loss	5	1
B (i) Items that will be reclassified to profit or loss	-	-
(ii) Income Tax relating to items that will be reclassified to profit or loss	-	-
	(9)	(2)